

**# Market Stats**

Indices	Close	Change	1M Change	3M Change	1Y Change
ADX	4,490	-0.2%	-0.2%	4.0%	-11.5%
DFM	2,285	0.9%	1.7%	7.8%	-19.4%
TASI	8,245	-0.6%	5.1%	13.6%	3.7%
BHSEASI	1,451	0.6%	7.1%	13.3%	-4.5%
EGX	10,979	0.1%	-3.6%	2.0%	-20.2%
Dow Jones	26,763	-1.9%	-4.2%	2.3%	-0.7%
S&P 500	3,237	-2.4%	-4.7%	3.4%	8.2%
Nasdaq	10,633	-3.0%	-6.0%	5.0%	31.1%
FTSE 100	5,899	1.2%	-1.7%	-6.7%	-19.5%
DAX	12,643	0.4%	-1.0%	1.0%	2.4%
CAC40	4,802	0.6%	-1.9%	-4.3%	-14.7%
Nikkei225	23,346	-0.1%	1.9%	3.5%	5.7%
HIS	23,743	0.1%	-5.5%	-4.7%	-9.5%
US Futures	3,230	0.0%	-6.2%	5.2%	8.2%
Europe Future	3,138	-1.0%	-4.8%	-1.2%	-9.3%

**# UAE Trading Summary**

AEDm	BUY	SELL	Net
<b>ADX</b>	<b>331</b>	<b>331</b>	-
Local	71%	59%	12%
Foreign	29%	41%	-12%
Institution	73%	80%	-6%
Retail	27%	20%	6%
<b>DFM</b>	<b>291</b>	<b>291</b>	-
Local	51%	51%	0%
Foreign	49%	49%	0%
Institution	29%	24%	5%
Retail	71%	76%	-5%
<b>Total</b>	<b>623</b>	<b>623</b>	-
Local	61%	55%	6%
Foreign	39%	45%	-6%

**# Upcoming Corporate Actions & Events**

Date	Company	Event
24-Sep	ARTC	General Assembly
24-Sep	ADIB	BoD/General
28-Sep	IHC	General Assembly
29-Sep	NCTH	BoD/General
30-Sep	GFH	General Assembly
06-Oct	TABREED	General Assembly
14-Oct	SALAMA	General Assembly

## # KEY STORIES

---

UAE on September 23 reported 1,083 new cases of the Covid-19, along with 970 recoveries. Total cases in the country at 87,530 with 76,995 recoveries and 406 deaths

UAE Central bank is projecting UAE economy to contract by -5.2pct 2020. UAE recorded negative real GDP growth in Q2 estimated at -7.8pct YoY and - 9.3pct for the non-hydrocarbon sector. Non-energy GDP contraction is projected at -4.5pct for the year 2020 as a whole. Employment declined on average in the second quarter, while marking almost a full recovery in June 2020. While a further drop of real estate prices are expected in the third quarter before moderating in the last quarter of the year. CPI inflation remained negative at -2.3% in the second quarter, owing to the decline in rents and fuel prices, subdued domestic demand, and some exchange rate appreciation vs. the currencies of the UAE's main trading partners. Bank deposits increased year on year by 5.2pct, while credit grew by 5.8pct

ADNOC Distribution has opened three new service stations in Dubai, at Jafaliya, Nad Al Sheba, and Studio City. The new stations bring ADNOC Distribution's total to 17 in the Emirate, and more than 400 stations through the UAE

Aldar Properties aims to resume project launches in late 2020 on the back of strong sales of its residential inventory, chief executive Talal Al Dhiyebi said

Air Arabia Abu Dhabi has announced the introduction of a new service to the capital of Sudan, Khartoum with direct flights from Abu Dhabi commencing on October 7th, 2020

Israel's Harel Insurance Group said on Wednesday it signed a deal with Dubai Insurance to provide insurance services in both Israel and the UAE

Shamran Petroleum Corporation commenting on market reports of an interest in the company said that Shamran has not received any expression of interest from TAQA

Etihad to resume flights to three destinations in Saudi Arabia In October

UAE and Israeli energy ministers have discussed possible cooperation and investment opportunities in oil, gas and green energy - WAM

Maersk said it will now transport ocean cargo between the United Arab Emirates and Israel

Oman's Musandam Power board resolved to distribute interim dividends for year 2020 at 13.8 baiza per share

Bahrain July M2 money supply +11.15% YoY and private sector credit +3.65% YoY

Egypt's GB Auto says Drive Finance receives preliminary approval from Financial Regulatory Authority to launch consumer financing activities

Egypt's Speed Medical signed a cooperation contract with Al Madina Fertility Medicine and Al Madina Group in Alexandria to manage all medical labs owned by Madina Group

Jordan's remittances fell 10% YoY to USD 1.94bln in the first seven months

## # Key Global Trends/ Market Clues

---

Asian shares fell on Thursday following a slump on Wall Street overnight, as a series of warnings from U.S. Federal Reserve officials underscored investor worries over the resilience of the economic recovery. U.S. Federal Reserve Vice Chair Richard Clarida said on Wednesday that the U.S. economy remains in a "deep hole" of joblessness and weak demand, and called for more fiscal stimulus, noting that policymakers "are not even going to begin thinking" about raising interest rates until inflation hits 2%. MSCI's broadest index of Asia-Pacific shares outside Japan tumbled 1.35% in the morning session on broad losses across the region. Chinese blue-chips dropped 1.09%, Hong Kong's Hang Seng fell 1.72%, Seoul's KOSPI sank 1.73% and Australian shares were 1.18% lower. Japan's Nikkei fell 0.74%. U.S. stocks fell on Wednesday after data showed business activity slowed in September, with gains at factories more than offset by a retreat at services industries.

Oil futures fell on Thursday on concerns the economic recovery in the United States, the world's biggest oil consumer, is slowing as the coronavirus outbreak lingers and a resurgence in European cases led to new travel restrictions there. Those fears prompted a rally in the dollar as investors turned to safer assets, adding pressure to oil prices. A stronger dollar makes oil, priced in U.S. dollars, less attractive to global buyers. U.S. West Texas Intermediate (WTI) crude futures fell 36 cents, or 0.9%, to USD 39.57 a barrel at 0217 GMT, while Brent crude futures fell 28 cents, or 0.7%, to USD 41.49 a barrel. Both benchmarks climbed slightly on Wednesday after government data showed U.S. crude and fuel stockpiles dropped last week.

## # UAE Stories

---

The United Arab Emirates (UAE) Tuesday announced 1,083 new COVID-19 cases, bringing the total confirmed cases in the country to 87,530. At the same time, 970 more patients have recovered from the virus, taking the tally of recoveries in the UAE to 76,995, UAE's Ministry of Health and Prevention said. It has reported 1 death from COVID-19 during the past 24 hours. The nationwide death toll stands at 406.

UAE economy is expected to suffer a deeper contraction this year than originally estimated, with the Central Bank of UAE projecting a -5.2pct GDP growth for 2020. In the UAE, many activities were shut down in March, and the situation further deteriorated in the second quarter, resulting in negative real GDP growth in Q2 estimated at -7.8pct YoY and -9.3pct for the non-hydrocarbon sector. GDP contraction is projected at -4.5pct for the year 2020 as a whole. According to the central bank report, the third quarter would register a milder contraction of the non-hydrocarbon GDP that could linger, albeit at a much milder pace, in the fourth quarter, assuming the virus is finally contained. The non-energy growth is projected by CBUAE at -4.5pct for the year 2020 as a whole due to the adverse implications of the Covid-19 on economic activity and sentiments, reflected by PMI, and the slowdown in credit growth. The reports noted that the decline in employment across the UAE, would have further adverse implications on demand. The central bank expects credit growth slowdown in the third quarter and to start recovering slowly after that. While a further drop of real estate prices are expected in the third quarter before moderating in the last quarter of the year. Following the drop in employment in the second quarter, a recovery is expected by the end of the third quarter to further improve in the second half of 2020. CPI inflation remained negative at -2.3% in the second quarter, driven by negative inflation in non-tradables (-3.9%), owing to the decline in rents and fuel prices, subdued domestic demand, and some exchange rate appreciation vs. the currencies of the UAE's main trading partners. Bank deposits increased year on year by 5.2pct led by an increase in GREs and private sector deposits, while credit grew by 5.8pct underpinned by healthy financial soundness indicators and supported by the enhanced Targeted Economic Support Scheme (TESS) which was expanded by the Central Bank in early April.

ADNOC Distribution has opened three new service stations in Dubai, at Jafaliya, Nad Al Sheba, and Studio City. The new stations bring ADNOC Distribution's total to 17 in the Emirate, and more than 400 stations through the UAE. The company plans to have a total of 25-30 in Dubai before the end of the year.

Aldar Properties aims to resume project launches in late 2020 on the back of strong sales of its residential inventory, chief executive Talal Al Dhiyebi told Zawya this week. "We're relatively confident, subject to the COVID-19 situation remaining [under] control, of launching something before the end of the year and then a pipeline of launches next year," Dhiyebi said in an exclusive interview with Zawya.

Air Arabia Abu Dhabi has announced the introduction of a new service to the capital of Sudan, Khartoum with direct flights from Abu Dhabi commencing on October 7th, 2020. "The new service represents the sixth

route for Air Arabia Abu Dhabi since the launch of service from Abu Dhabi International Airport on July 14th, 2020", the airline said in a statement.

Israel's Harel Insurance Group said on Wednesday it signed a deal with Dubai Insurance to provide insurance services in both Israel and the United Arab Emirates. Harel said it was the first agreement forged with the UAE insurance sector in the wake of the countries agreeing to establish bilateral diplomatic and trade ties last month that officials have said will create significant economic opportunities.

Shamaran Petroleum Corporation has commented the market reports of an interest in the company. Dr. Adel Chaouch, president and chief executive officer of the company, confirms that Shamaran has not received any expression of interest from Abu Dhabi National Energy Company (commonly known as TAQA) and wishes to specify that Shamaran does not comment on market rumours and speculations. Shamaran Petroleum is a Kurdistan-focused oil development and exploration company that holds a 27.6pct working interest in the Atrush block through its wholly owned subsidiary, General Exploration Partners Inc.

Etihaad to resume flights to three destinations in Saudi Arabia In October.

The United Arab Emirates and Israeli energy ministers have discussed possible cooperation and investment opportunities in oil, gas and green energy, UAE state news agency WAM reported on Wednesday.

Maersk said it will now transport ocean cargo between the United Arab Emirates and Israel.

## # GCC/ MENA

---

Oman's Musandam Power board resolved to distribute interim dividends for year 2020 at 13.8 baisa per share.

Bahrain July M2 money supply +11.15% YoY and private sector credit +3.65% YoY.

Egypt's GB Auto says Drive Finance receives preliminary approval from Financial Regulatory Authority to launch consumer financing activities.

Egypt's Speed Medical signed a cooperation contract with Al Madina Fertility Medicine and Al Madina Group in Alexandria to manage all medical labs owned by Madina group. Agreement also includes Madina Polyclinics Complex Laboratory and Madina Lab for analysis. Agreement will add three new branches of in Alexandria Governorate. Agreement will add about 7% speed medical's revenues annually.

Jordan's remittances fell 10% YoY to USD 1.94bln in the first seven months, reaching levels it has not seen in over a decade due to the impact of COVID-19 pandemic on regional economies, central bank data showed.

## # UAE FOCUS LIST - COMPANY DATA

Company	MCAP	PRICE	HIGH - LOW		VALUATION		DIV	HISTORICAL RETURN			
	(AEDm)	(AED)	52WH	52WL	TTM P/E	TTM P/B	YLD (%) <sup>^</sup>	1M%	3M%	6M%	12M%
ADCB	38,405	5.52	8.15	3.82	10.43	0.72	6.9%	(4.0)	8.2	28.2	(26.8)
ADIB	14,928	4.11	5.85	3.19	8.99	0.81	6.7%	2.8	8.4	22.5	(12.4)
ADNIC	2,195	3.85	4.00	2.70	6.18	1.00	7.8%	9.4	22.2	4.1	28.3
ADNOC Dist	43,375	3.47	3.57	2.40	22.19	12.60	5.5%	9.5	17.6	49.5	40.3
Agthia	2,094	3.49	3.70	2.50	21.99	1.10	4.3%	11.9	27.4	36.1	5.0
Air Arabia	5,227	1.12	1.61	0.87	10.41	1.28	8.0%	(5.1)	(7.4)	22.8	(0.8)
Ajman Bank	1,470	0.70	0.94	0.50	39.77	0.59	0.0%	(1.4)	18.6	35.9	(23.6)
Al Waha Capital	1,838	0.95	1.03	0.62	NA	0.62	NA	(3.3)	43.2	18.1	(5.5)
Aldar Properties	15,961	2.03	2.37	1.35	9.15	0.65	7.1%	(4.2)	13.4	46.5	4.3
Amanat Holdings	2,050	0.82	0.93	0.56	80.31	0.82	2.7%	(4.7)	(6.6)	43.3	(7.4)
Amlak Finance	483	0.32	0.64	0.20	NA	0.74	0.0%	(3.9)	(1.5)	53.3	9.9
Arabtec	882	0.59	2.05	0.44	NA	6,533.3	0.0%	(21.5)	(6.7)	33.3	(65.6)
Aramex	6,032	4.12	4.15	2.00	14.09	2.40	4.0%	11.7	22.9	115.3	6.3
Bank of Sharjah	1,113	0.53	0.84	0.53	NA	0.36	0.0%	NA	(13.8)	(20.9)	(36.6)
DAMAC Properties	5,627	0.93	0.98	0.36	NA	0.41	NA	10.7	35.4	126.8	3.8
Dana Gas	5,037	0.72	0.98	0.53	NA	0.55	7.6%	1.3	10.6	42.8	(18.6)
Deyaar Development	1,664	0.29	0.43	0.18	31.51	0.37	0.0%	(1.7)	(2.4)	44.7	(14.0)
Dubai Financial Market	6,840	0.86	1.00	0.50	50.86	0.89	2.9%	(1.7)	4.3	78.4	2.2
Dubai Investment	5,017	1.18	1.39	0.98	9.85	0.43	NA	(2.5)	(0.0)	28.9	1.9
Dubai Islamic Bank	31,135	4.30	5.86	3.04	7.53	0.85	8.1%	5.9	8.9	17.7	(11.1)
DXB Entertainments	1,064	0.13	0.23	0.09	NA	0.52	0.0%	9.0	(10.1)	30.4	(35.1)
Emaar Dev	9,880	2.47	4.16	1.79	4.20	0.93	0.0%	13.3	13.8	15.4	(40.5)
Emaar Malls	19,391	1.49	1.96	0.98	12.92	1.04	0.0%	4.2	2.8	52.2	(22.0)
Emaar Properties	20,906	2.92	4.81	1.90	4.10	0.37	0.0%	0.3	2.8	43.8	(38.4)
Emirates Integrated Tele	23,979	5.29	6.35	4.33	17.28	2.90	6.4%	3.7	6.0	17.4	1.0
Emirates NBD	66,956	10.60	13.90	6.33	5.89	0.82	3.8%	(0.5)	16.5	58.0	(10.8)
Eshraq Investments	791	0.34	0.46	0.16	NA	0.57	NA	(20.4)	44.1	98.8	(15.6)
Etisalat	143,844	16.54	17.00	11.02	16.32	3.17	4.8%	(2.4)	(0.9)	40.6	5.7
First Abu Dhabi Bank	122,304	11.20	15.92	7.78	11.65	1.25	6.6%	(1.8)	(0.5)	28.7	(22.1)
GFH	2,231	0.62	0.93	0.45	0.36	0.65	5.5%	(0.8)	5.9	30.8	(25.0)
Gulf Navigation Holding	459	0.45	0.75	0.28	NA	0.85	0.0%	(9.6)	4.2	21.6	(37.0)
IHC	69,032	37.90	40.90	5.00	NM	14.72	NA	4.5	28.0	180.7	658.0
Julphar	1,536	1.33	1.54	0.54	NA	1.42	0.0%	9.9	6.4	86.3	24.2
Mashreqbank	11,140	62.75	86.80	62.00	8.08	0.52	6.4%	(7.7)	(6.2)	(12.8)	(4.9)
National Bank of Fujairah	9,536	4.98	4.98	4.98	NA	NA	1.9%	NA	NA	3.3	3.3
Tabreed	5,920	2.18	2.34	1.67	11.89	1.23	4.8%	5.8	14.1	17.8	28.2
RAK Bank	5,933	3.54	5.00	3.33	7.02	0.79	8.5%	0.6	(1.7)	(0.8)	(18.6)
RAK Properties	774	0.39	0.48	0.33	6.94	0.20	10.3%	(1.5)	7.5	13.1	(4.8)
RAK Ceramics	1,371	1.38	1.81	1.24	15.53	0.61	10.4%	8.7	2.2	6.2	2.8
SALAMA	1,010	0.84	0.86	0.30	14.88	1.30	NA	30.5	61.2	168.9	35.9
Sharjah Islamic Bank	3,605	1.17	1.29	0.95	7.12	0.48	4.1%	(0.8)	7.3	23.0	7.4
SHUAA Capital	1,653	0.65	1.03	0.40	23.24	1.26	NA	4.3	17.7	56.7	(32.1)
Takaful Emarat Insurance	215	1.43	1.46	0.97	NA	1.78	5.8%	(2.1)	4.4	2.1	0.7
TAQA	157,408	1.40	1.65	0.40	NA	4.98	0.0%	(9.1)	112.1	133.3	94.4
Union Properties	1,270	0.30	0.39	0.15	NA	0.50	0.0%	(6.0)	(5.7)	42.3	(6.3)
United Arab Bank	1,844	0.89	1.13	0.81	NA	NA	0.0%	NA	-	(0.2)	(10.6)

(Source: Bloomberg)

<sup>^</sup> current dividend yield based on last year dividend declaration

## Disclaimer

*This report was prepared by SHUAA Securities ("SS") in and for the United Arab Emirates ("U.A.E."). SS is a securities brokerage company regulated by the Emirates Securities and Commodities Authority (and neither an investment nor a financial advisory firm). The information contained in this report is given in summary and does not purport to be complete. All securities and financial product or instrument transactions involve risks, which include (among others) the risk of adverse or unanticipated market, financial or political developments and, in international transactions, currency risk. Content of this report is provided solely for informational purposes and private circulation and should not be construed as advice or a recommendation to investors or potential investors in relation to holding, purchasing or selling securities or any other financial product or instrument, or adopting any hedging or investment strategy and does not take into account your particular investment objectives, financial situation, tax implications or any other needs. Before acting on any information you should consider and confirm the appropriateness of the information having regard to these matters, any relevant offer document and in particular, you should seek professional financial advice. While based on information believed to be reliable, we do not guarantee and make no express or implied representation as to the accuracy of this report or complete description of the securities markets or developments referred to in this report. The information, contained in this report are as of the date indicated and are subject to change at any time without prior notice. This report may provide the addresses of, or contain hyperlinks to, websites. SS has not reviewed any such site and takes no responsibility for the content of the same. Such address or hyperlink is provided solely for your convenience and information and the content of any such website does not in any way form part of this document. Accessing such website or following such link through this report or SS's website shall be at your own risk. The stated price of any securities mentioned in this report is as of the date indicated and is not a representation made by SS that any transaction can be effected at this price. This report is for UAE distribution and only under such circumstances as may be permitted by applicable law. The information contained in this report is not intended nor can it be construed as intended to be directed to any US persons (being any US Citizens, US Green Card Holders, or Resident Aliens subject to US income taxes for IRS purposes) unless stated otherwise. Neither SS nor its officers, directors or shareholders or other persons shall be liable for any direct, indirect, incidental or other damages including loss of profits arising in any way from the information contained in this report. This report is a mere update intended solely for the use by the intended recipients and the content of it may not be reproduced, redistributed or copied in whole or in part for any purpose without SS's prior express consent.*