



## Integrated Securities Morning Report

10 January 2019

### # Market Stats

Indices	Close	Change	1M Change	3M Change	1Y Change
ADX	4,953	0.5%	3.4%	-1.2%	8.2%
DFM	2,540	0.4%	1.6%	-9.6%	-27.4%
TASI	8,147	1.1%	4.2%	4.0%	11.6%
BHSEASI	1,338	0.4%	1.6%	1.3%	1.6%
EGX	13,366	-0.3%	7.1%	-1.9%	-12.0%
Dow Jones	23,879	0.4%	-2.2%	-6.7%	-5.9%
S&P 500	2,585	0.4%	-2.0%	-7.2%	-5.9%
Nasdaq	6,957	0.9%	-0.9%	-6.3%	-2.7%
FTSE 100	6,907	0.7%	2.8%	-3.3%	-10.9%
DAX	10,893	0.8%	2.6%	-7.0%	-18.0%
CAC40	4,814	0.8%	1.5%	-7.5%	-12.6%
Nikkei225	20,185	-1.2%	-4.9%	-14.1%	-15.1%
HIS	26,559	0.4%	3.1%	1.4%	-14.5%

### # UAE Trading Summary

AEDm	Buy	Sale	Net
<b>ADX</b>	<b>105</b>	<b>105</b>	<b>-</b>
Local	24%	48%	-24%
Foreign	76%	52%	24%
Institution	78%	64%	14%
Retail	22%	36%	-14%
<b>DFM</b>	<b>119</b>	<b>119</b>	<b>-</b>
Local	41%	49%	-8%
Foreign	59%	51%	8%
Institution	51%	49%	2%
Retail	49%	51%	-2%
<b>Total</b>	<b>223</b>	<b>223</b>	<b>-</b>
Local	33%	48%	-15%
Foreign	67%	52%	15%

### # Upcoming Corporate Actions & Events

Date	Company	Event
06-Feb	KHCB	B. Meeting/ Results
10-Feb	GFH	B. Meeting/ Results
13-Feb	ITHMR	B. Meeting/ Results
16-Jan	ENBD	B. Meeting/ Results



## # KEY STORIES

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Nasdaq Dubai launches Saudi equity futures and plans Saudi index launch

Equitativa manager of Emirates REIT, announced distribution of interim dividend (for 6-m ending June 2018) USD 0.04/ share. Equitativa also announces that it has appointed Al Ramz Capital as liquidity provider for Emirates REIT

Dubai Islamic Bank mandates banks to arrange fixed income investor meetings ahead of dollar-denominated additional Tier 1 perpetual non-call six year sukuk

AXA Green Crescent updates on foreign ownership limits, Foreigners can own up to 49% while GCC national can have full ownership.

Abu Dhabi Fund, Developer Seek to Sell Chrysler Building

HSBC opens new \$250m headquarters in Dubai

Emirates NBD UAE PMI drops to 54.0 in December from 55.8 in November, U.A.E. Dec. Whole Economy PMI 54, reading lowest in more than two years

Number of container handling by Abu Dhabi Ports increased 24% in 2018

UAE energy minister says it is an important year for diversifying energy mix

Saudis Lure Investors to \$7.5 Billion Bond Sale

Saudi Arabia announces rise in oil and gas reserves after independent audit

Saudi Aramco to issue bonds in Q2 2019, list in 2021: energy minister

Saudi Arabia extends validity period for expat work visas- ministry

Kuwait's Independent Petroleum board proposes FY cash dividend of 30 fils per share

Qatar National Bank raising 2 billion euro loan

Egypt's banks to direct \$2.8bln in loans to SMEs this year: AISME chair

Talaat Moustafa Group Sees 2019 Sales at About EGP24 Billion

Faisal Islamic Bank of Egypt posted FY standalone net profit after tax EGP 2.52bln vs EGP 1.72bln year ago

Egypt's International Company for Leasing sells building owned by company in auction with total value of EGP 48.3mln

Egypt's Golden Pyramids Plaza posted nine-month consolidated net profit \$25.6mln vs \$53.4mln year ago



## # Key Global Trends/ Market Clues

Asian shares took a breather on Thursday after an extended rally, as markets awaited more news on U.S.-China trade talks that have raised hopes of a deal to avert an all-out trade war between the economic giants. MSCI's broadest index of Asia-Pacific shares outside Japan lost 0.2 percent, reversing course after briefly touching a near four-week high early in the session.

Oil prices fell by 1 percent on Thursday on swelling U.S. supply, although the mood in global markets was increasingly confident amid hopes the United States and China may soon end trade disputes that have undermined global economic growth. International Brent crude futures were down 1 percent, or 63 cents, at \$60.81 per barrel.

OPEC member Saudi Arabia will slash its oil exports in January by 10 per cent compared to November, the energy minister said Wednesday. Khalid Al Falih said the kingdom, the world's top crude supplier, would cut its output to 7.2 million barrels per day in January, from 8.0 million bpd in November, with a further 100,000 bpd cut in February. OPEC and its allies decided last month to cut their overall output by 1.2 million bpd starting January to shore up sliding prices.



## # UAE Stories

Nasdaq Dubai on Wednesday launched futures trading on 12 Saudi companies' shares with a combined market capitalisation of \$212 billion (Dh778 billion). The companies are Sabic, Al Rajhi Bank, Alinma Bank; Almarai, Dar Al Arkan Real Estate Development Company; Etihad Etisalat; Rabigh Refining and Petrochemical Company; Saudi Arabian Mining Company; Saudi Cement Company; Saudi Electricity Company; Saudi Kayan Petrochemical Company; and Altayyar Travel Group. Nasdaq Dubai plans to add this year trading on a Saudi index to its list of products after launching Saudi equity futures, its first single stock futures from outside the UAE, its chief executive said.

Equitativa manager of Emirates REIT announced its intention to distribute its first 2018 interim dividend payment relating to the financial year 2018 for Emirates REIT (CEIC) Limited. The interim dividend in relation to the six-month period ended 30 June 2018 is of USD 11.98 million or USD 0.04 per ordinary share. This dividend, to be paid on or before 31 January 2019, is the first dividend payment relating to the financial year 2018 (FY2018). Equitativa, the REIT manager, intends to continue to distribute dividends to shareholders of



the REIT twice a year. To be entitled to receive the dividend, shareholders must own the shares and be on the register at market close on 23 January 2019. The Net Asset Value(I) as at 30 November 2018 has increased to USD 1.77 per share. The total Net Asset Value of the REIT stands at USD 531 million (AED 1.9 billion). The Portfolio Value has increased to USD 919 million (AED 3.4 billion). Equitativa also announces that it has appointed Al Ramz Capital LLC as liquidity provider for Emirates REIT.

Dubai Islamic Bank mandates banks to arrange fixed income investor meetings ahead of dollar-denominated additional Tier 1 perpetual non-call six year sukuk.

AXA Green Crescent updates on foreign ownership limits, Foreigners can own up to 49% while GCC national can have full ownership.

The owners of New York City's Chrysler Building are putting the landmark Art Deco skyscraper on the market. The building's owners, the Abu Dhabi Investment Council and New York developer Tishman Speyer, have hired commercial real estate firm CBRE Group Inc. to market the office tower, CBRE spokesman Aaron Richardson confirmed Wednesday.

HSBC Bank has announced the official opening of its new UAE headquarters built at an investment of \$250 million at Downtown Dubai. The HSBC Tower, which boasts 236,000 sq ft of agile workspace, is one of the world's most sustainable buildings.

Growth in the United Arab Emirates' non-oil private sector fell in December to its slowest rate since October 2016, a survey showed on Thursday. The seasonally adjusted Emirates NBD UAE Purchasing Managers' Index, which covers manufacturing and services, dipped to 54.0 in December from 55.8 in November.

The number of Standard Container handling by Abu Dhabi Ports has increased last year by 24 per cent, to reach 1.74 million containers, compared to 1.4 million in 2017, according to the latest statistics.

UAE energy minister Al-Mazrouei says it is an important year as the country moves ahead with diversifying energy mix. The ministers says diversifying energy mix includes preparations for fuel load of unit 1 of Barakah Nuclear energy plant between end of 2019 and early 2020.

## # GCC/ MENA

Saudi Arabia sold \$7.5 billion of international bonds on Wednesday. Reeling from the slump in oil prices, the kingdom has been relying on global bond investors to help finance its budget deficit, raising \$52 billion in sales since a 2016 debt debut.





Saudi Arabia, the world's biggest oil exporter, announced on Wednesday a slight upward revision in its oil and gas reserves in its first public audit of the hydrocarbon deposits. The kingdom's total oil reserves, including those in a zone shared with Kuwait, are up 0.8 per cent to 268.5 billion barrels for the figures recorded at the end of December 2017, Saudi Aramco said in a statement on Wednesday. Total gas reserves, including those in the shared zone, were revised up 5.6 per cent to 325.1 trillion standard cubic feet, the company added.

Saudi Aramco IPO will issue bonds in the second quarter of 2019, Saudi Arabia's energy minister said. The Saudi oil giant has considered issuing bonds to help finance its planned acquisition of a controlling stake in petrochemical maker SABIC. Falih said on Wednesday that the state oil giant would be listed by 2021.

Saudi Arabia has extended the validity of work visas for expatriates to two years, instead of the current one-year period, without any additional fees, the Ministry of Labour and Social Development announced.

Kuwait's Independent Petroleum board proposes FY cash dividend of 30 fils per share.

Qatar National Bank is raising a 2 billion euro (\$2.29 billion) syndicated loan. The loan would replace a 2.25 billion euro-denominated loan obtained in May 2016 which matures in May. The three-year loan offers an interest margin of 90 basis points over Euribor, according to LPC.

Egypt's Banks will direct 50 billion Egyptian pounds (\$2.79 billion) of funding to small and medium-sized enterprises (SMEs) in 2019, an 66.7 percent increase on the 30 billion pounds directed towards the sector last year, according to the chairman on an industry trade body.

Talaat Moustafa Group Sees 2019 Sales at About EGP24 Billion

Faisal Islamic Bank of Egypt posted FY standalone net profit after tax EGP 2.52bln vs EGP 1.72bln year ago. Standalone revenue for FY stands at EGP 8.26bln vs EGP 6.84bln year ago.

Egypt's International Company for Leasing sells building owned by company in auction with total value of EGP 48.3mln.

Egypt's Golden Pyramids Plaza posted nine-month consolidated net profit \$25.6mln vs \$53.4mln year ago. Nine-month consolidated revenue clocked in at \$101.9mln vs \$113.5mln year ago.

(Source: ADX, DFM, Bloomberg, Reuters, Gulf News, The National, Arabian Business)



## # UAE FOCUS LIST - COMPANY DATA

Company	MCAP (AEDm)	PRICE (AED)	HIGH - LOW		VALUATION		DIV YLD (%)^	HISTORICAL RETURN			
			52WH	52WL	TTM P/E	TTM P/B		1M%	3M%	6M%	12M%
ADCB	42,885	8.25	8.35	6.50	9.74	1.54	5.1%	1.5%	3.4%	17.5%	12.6%
ADIB	14,855	4.09	4.27	3.46	6.63	1.13	6.6%	2.3%	12.1%	11.6%	11.9%
ADNIC	1,463	3.90	4.00	3.40	8.19	0.69	NA	1.3%	4.0%	0.0%	4.0%
Agthia	2,400	4.00	5.00	3.42	11.98	1.29	3.8%	1.3%	0.0%	-17.5%	-14.5%
Air Arabia	4,853	1.04	1.33	0.94	10.01	0.72	9.6%	4.8%	8.4%	3.0%	-19.4%
Ajman Bank	1,827	0.87	1.18	0.82	9.38	0.73	0.0%	0.0%	-8.4%	-11.9%	-25.0%
Al Waha Capital	3,481	1.79	2.21	1.60	7.30	1.03	8.4%	3.5%	-4.8%	1.7%	-6.8%
Aldar Properties	12,502	1.59	2.34	1.46	7.43	0.53	7.5%	0.6%	-8.1%	-22.4%	-30.3%
Amanat Holdings	2,725	1.09	1.60	0.98	101.11	1.08	1.4%	-0.9%	-6.0%	-13.5%	-25.9%
Amlak Finance	608	0.41	1.09	0.32	NA	0.44	0.0%	16.7%	-31.4%	-44.3%	-62.5%
Arabtec	3,105	2.07	2.79	1.58	13.76	1.92	1.0%	11.3%	12.5%	2.5%	-22.5%
Aramex	5,871	4.01	4.75	3.72	11.66	2.27	8.1%	-4.5%	0.3%	-3.4%	-8.2%
Bank of Sharjah	2,079	0.99	1.24	0.99	6.73	0.51	0.0%	-5.7%	-10.0%	-6.6%	-20.2%
DAMAC Properties	9,317	1.54	3.57	1.38	6.03	0.66	9.7%	-8.3%	-21.4%	-27.7%	-55.0%
Dana Gas	6,628	0.95	1.21	0.71	21.55	0.63	1.4%	2.2%	-18.1%	-7.8%	20.3%
Deyaar Development	2,230	0.39	0.60	0.32	16.99	0.50	0.0%	8.1%	-13.3%	-9.6%	-28.8%
Dubai Financial Market	6,600	0.83	1.17	0.70	40.34	0.85	6.1%	10.0%	-8.1%	-16.2%	-28.9%
Dubai Investment	5,528	1.30	2.55	1.16	6.18	0.46	9.2%	8.3%	-27.0%	-32.6%	-48.6%
Dubai Islamic Bank	33,080	5.02	5.90	4.66	6.85	1.42	8.0%	-2.1%	-6.0%	0.4%	-13.1%
DXB Entertainments	2,064	0.26	0.72	0.23	NA	0.36	0.0%	-0.8%	-28.7%	-24.1%	-62.9%
Emaar Dev	17,000	4.25	5.49	4.15	5.45	2.24	0.0%	-11.1%	-14.0%	-12.3%	-22.5%
Emaar Malls	23,426	1.80	2.38	1.65	10.94	1.40	5.6%	4.7%	0.0%	-14.3%	-18.2%
Emaar Properties	28,066	3.92	7.02	3.85	5.16	0.60	3.6%	-6.0%	-19.7%	-22.1%	-43.1%
Emirates Integrated Tele	22,949	5.02	5.24	4.73	12.44	2.80	4.4%	1.6%	0.8%	-0.2%	-2.9%
Emirates NBD	50,520	9.09	11.00	8.10	5.46	0.96	4.4%	2.1%	-1.7%	-9.1%	11.5%
Eshraq Properties	1,139	0.49	0.81	0.41	18.89	0.76	NA	-1.8%	-15.1%	-24.6%	-38.8%
Etisalat	147,323	16.94	18.00	15.70	17.07	3.37	4.7%	1.0%	1.7%	-0.1%	-5.9%
First Abu Dhabi Bank	154,963	14.22	15.20	10.75	13.50	1.73	4.9%	2.2%	-4.2%	16.6%	29.3%
GFH	3,391	0.92	1.59	0.73	8.17	0.85	9.5%	-17.8%	-31.8%	-38.2%	-40.2%
Gulf Navigation Holding	771	0.84	1.20	0.72	NA	0.92	0.0%	-17.7%	-10.2%	-18.5%	-27.0%
Gulf Pharmaceutical	2,410	2.08	2.38	1.90	NA	1.34	4.7%	-1.0%	4.0%	-3.3%	-8.8%
Marka	138	0.28	0.62	0.26	NA	NA	NA	0.0%	0.0%	0.0%	-52.6%
Mashreqbank	13,847	78.00	80.00	68.05	6.48	0.70	5.1%	5.4%	14.6%	4.7%	11.4%
National Bank of Fujairah	7,893	4.80	4.80	2.50	15.58	1.76	1.5%	22.8%	41.2%	56.9%	3.2%
National Central Cooling Co	4,806	1.77	1.95	1.45	10.83	1.05	4.5%	17.2%	14.2%	-1.7%	-7.3%
RAK Bank	7,040	4.20	4.85	4.01	8.27	1.02	7.1%	2.4%	3.7%	-2.3%	-10.6%
RAK Properties	970	0.49	0.84	0.45	7.88	0.26	10.3%	-3.6%	-20.6%	-25.4%	-40.1%
Ras Al Khaimah	1,586	1.76	3.10	1.75	9.05	0.64	13.5%	-7.4%	-21.8%	-25.7%	-34.0%
SALAMA	612	0.51	0.76	0.38	7.80	0.81	0.0%	9.8%	-18.5%	26.5%	-6.5%
Sharjah Islamic Bank	3,551	1.21	1.52	1.11	7.05	0.67	6.6%	6.1%	1.7%	0.8%	-20.4%
Takaful Emarat Insurance	255	1.70	2.70	1.50	9.67	1.77	0.0%	2.4%	-3.4%	-14.6%	-15.0%
TAQA	6,006	0.99	1.45	0.50	8.93	1.34	0.0%	6.5%	-12.4%	-17.5%	76.8%
Union National Bank	13,289	4.83	5.14	3.36	9.04	0.78	4.1%	4.3%	-1.4%	32.3%	25.5%
Union Properties	1,819	0.42	1.05	0.38	29.34	0.64	0.0%	-9.8%	-37.3%	-40.4%	-58.0%
United Arab Bank	2,475	1.20	1.87	1.01	39.89	0.95	0.0%	-4.0%	0.0%	18.8%	-26.8%

(Source: Bloomberg)

^ current dividend yield based on last year dividend declaration



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