



Integrated Securities Morning Report

11 February 2019

Market Stats

Indices	Close	Change	1M Change	3M Change	1Y Change
ADX	5,082	-0.6%	2.4%	1.6%	10.9%
DFM	2,530	-0.5%	-0.6%	-10.2%	-23.8%
TASI	8,573	-0.5%	4.4%	11.2%	17.0%
BHSEASI	1,410	-0.6%	5.1%	7.4%	5.7%
EGX	14,764	0.1%	10.4%	8.8%	-0.4%
Dow Jones	25,106	-0.3%	4.6%	-3.4%	3.8%
S&P 500	2,708	0.1%	4.3%	-2.6%	3.4%
Nasdaq	7,298	0.1%	4.7%	-1.5%	6.2%
FTSE 100	7,071	-0.3%	2.2%	-0.5%	-0.3%
DAX	10,907	-1.0%	0.2%	-5.4%	-9.9%
CAC40	4,962	-0.5%	3.8%	-2.8%	-2.3%
Nikkei225	20,333	-2.0%	-0.1%	-8.6%	-4.9%
HIS	28,010	0.2%	5.0%	9.4%	-5.1%

UAE Trading Summary

AEDm	Buy	Sale	Net
ADX	86	86	-
Local	60%	60%	-1%
Foreign	40%	40%	1%
DFM	76	76	-
Local	61%	50%	11%
Foreign	39%	50%	-11%
Total	162	162	-
Local	60%	56%	5%
Foreign	40%	44%	-5%

Upcoming Corporate Actions & Events

Date	Company	Event
11-Feb	GFH	B. Meeting/ Results
11-Feb	Eshraq	General Assembly
11-Feb	NBF	B. Meeting/ Results
12-Feb	Arabtec	B. Meeting/ Results
12-Feb	AJMAN BANK	B. Meeting/ Results
12-Feb	UNB	B. Meeting/ Results
12-Feb	GULFA	B. Meeting/ Results
12-Feb	RAK Ceramics	B. Meeting/ Results
13-Feb	ADNOC	B. Meeting/ Results
13-Feb	Aldar	B. Meeting/ Results
13-Feb	Air Arabia	B. Meeting/ Results
13-Feb	Amanat	B. Meeting/ Results
13-Feb	CBI	B. Meeting/ Results
13-Feb	DAMAC	B. Meeting/ Results



KEY STORIES

Tabreed sees 'strong market potential' in Saudi – CEO

ENBD REIT announces interim dividend distribution of USD0.027/sh

ENBD Reit earmarks \$65m for property acquisitions in 2019

Rak Bank expects to post higher earnings rather than just lower provisions in 2019 compared with last year and aims to issue a bond of about \$500 million – CEO

Finabl to go public next month, to be listed on London bourse

Abu Dhabi energy company to be converted into joint stock company

Dubai Insurance posted FY net profit 50.5mln dirhams vs 37.5mln dirhams year ago. Board recommends 30pct of paid up capital as FY cash dividend

Umm Al Qaiwain General Investment posted FY net profit 15.8mln dirhams vs 17.2mln dirhams year ago. Board proposes FY cash dividend of 5pct of paid-up capital

Fujairah Cement Industries posted Q4 net profit attributable to shareholders 1.4mln dirhams vs 10mln dirhams year ago. Board proposes FY cash dividend of 5pct

Saudi Exchange says foreigners buy a net 920.7mln riyals of stocks last week

Saudi's CMA approves public offer by Samba Capital & Investment Management Company, of Samba Sovereign Sukuk Fund

Saudi's CMA approves public offer by Audi Capital of Audi Income Fund.

Bahrain's Ahli United Bank signs agreement to sell their 75.72pct shareholdings in KMEFIC to Warba Bank at a price of Kuwaiti fils 52.065 per share

Bahrain's ABC posted FY consolidated net profit attributable to shareholders \$202 million vs \$193 million year ago. Board recommends cash dividend of \$0.03/sh for year 2018.

Kuwait's Napesco posted Q4 net profit attributable to shareholders 3.6mln dinars vs 2mln dinars year ago

Egypt's core inflation increases to 8.6pct YoY in Jan from 8.3pct in Dec -c.bank

Egypt spent 30.169 billion Egyptian pounds on fuel subsidies in July-Dec 2018, up from 26.651 billion EGP year earlier

Egypt forecasts weaker average exchange rate for FY 2018/19

Egypt' FRA says VEON Holdings submits mandatory offer for GTH shares

Egypt's Saudi Egyptian Investment and Finance posted FY net profit after tax EGP 22.3mln vs EGP 21.3mln year ago

Egypt's Alexandria Spinning & Weaving posted H1 net loss after tax EGP 43.8mln vs loss of EGP 4.2mln year ago



Key Global Trends/ Market Clues

Asian shares started the week on the backfoot as investors were unable to shake off worries about global growth, U.S. politics and the Sino-U.S. trade war, keeping the safe-haven dollar well bid near a six-week top against major currencies. Chinese shares see-sawed on Monday after they resumed trading following a week-long Lunar New Year holiday. The blue-chip index was last up 0.4 percent, Australian stocks were down 0.6 percent while South Korea eased 0.2 percent. That left MSCI's broadest index of Asia-Pacific shares outside Japan off 0.1 percent after it was toppled from a four-month top on Friday.

Crude prices fell by around 1 percent on Monday as U.S. drilling activity picked up and as Russia's biggest oil producer pressured President Vladimir Putin to end the supply cut deal with Middle East-dominated producer club OPEC. U.S. West Texas Intermediate (WTI) crude futures were at \$52.16 per barrel at 0103 GMT, down 56 cents, or 1 percent, from their last settlement.

Talks on border security funding collapsed after Democratic and Republican lawmakers clashed over immigrant detention policy as they worked to avert another U.S. government shutdown, a Republican senator said on Sunday.

UAE Stories

Tabreed's CEO said that outside of the UAE, the firm's most important market is Saudi Arabia. "We highly believe in the strong market potential in Saudi. There are so many opportunities in the kingdom at different fronts, whether in the form of concessions, BOT (Build-Operate-Transfer) among others. And I would say that there is a lot of potential all over Saudi from Riyadh, Jeddah, Khobar, to Dammam," he said.

ENBD REIT has announced that its proposed reduction of share capital has been executed in line with the requirements of the new DIFC Companies Law, facilitating the distribution of its interim dividend to shareholders. The interim dividend is USD 0.027 per share or USD 6,868,836, as approved by the ENBD REIT Board of Directors.

ENBD REIT has earmarked \$65 million for acquisitions this year as it seeks to diversify its \$456m property portfolio amid soft market conditions, an executive said. The company will expand its remit to outside Dubai, targeting Abu Dhabi and the northern emirates, but not necessarily this year, executive said. It will also target acquisitions in the industrial and healthcare space because of their structure, he added.

The National Bank of Ras Al Khaimah expects to post higher earnings rather than just lower provisions in 2019 compared with last year and aims to issue a bond of about \$500 million, its chief executive said.

UAE-based payments and foreign exchange firm Finabl, the parent company of UAE Exchange, will launch an initial public offering (IPO) next month on the London bourse, its founder and chairman said.

Abu Dhabi has converted Abu Dhabi Company for Energy into a joint stock company, according to a new decree by President Sheikh Khalifa.

Dubai Insurance posted FY net profit 50.5m dirhams vs 37.5m dirhams year ago. FY revenue clocked in at 531.9m dirhams vs 476.4m dirhams year ago. Board recommends 30pct of paid up capital as FY cash dividend.

Umm Al Qaiwain General Investment posted FY net profit 15.8m dirhams vs 17.2m dirhams year ago. Board proposes FY cash dividend of 5pct of paid-up capital.

Fujairah Cement Industries posted Q4 net profit attributable to shareholders 1.4m dirhams vs 10m dirhams year ago. Q4 total operating revenue clocked in at 151.9m dirhams vs 156.5m dirhams year ago. Board proposes FY cash dividend of 5pct.



GCC/ MENA

Saudi Exchange says foreigners buy net 920.7mln riyals of stocks last week.

Saudi's CMA approves public offer by Samba Capital & Investment Management Company, of Samba Sovereign Sukuk Fund.

Saudi's CMA approves public offer by Audi Capital of Audi Income Fund.

Bahrain's Ahli United Bank signs agreement to sell their 75.72pct shareholdings in KMEFIC to Warba Bank at a price of Kuwaiti fils 52.065 per share.

Bahrain's Arab Banking Corporation posted FY consolidated net profit attributable to shareholders \$202 million vs \$193 million year ago. Board recommends cash dividend of \$0.03 per share for year 2018.

Kuwait's Napesco posted Q4 net profit attributable to shareholders 3.6mln dinars vs 2mln dinars year ago. Q4 total operating revenue 9.3mln dinars vs 6.5mln dinars year ago.

Egypt's annual urban consumer price inflation increased to 12.7 percent in January from 12.0 percent in December.

Egypt's core inflation increases to 8.6pct YoY in Jan from 8.3pct in Dec - c.bank

Egypt spent 30.169 billion Egyptian pounds on fuel subsidies in July-Dec 2018, up from 26.651 billion EGP year earlier - finance ministry report

Egypt has revised its average expected exchange rate to 18 Egyptian pounds to the dollar from 17.25 pounds for the 2018-2019 fiscal year, according to a Finance Ministry report published on Sunday. The report, issued after the first half of the financial year running from July to June, also revised its forecast for the average interest rate offered on treasury bonds and bills to 18.6 percent, up from 14.7 percent previously. The Egyptian pound has strengthened slightly against the U.S. currency since late January, and was trading at 17.605 to the dollar on Sunday.

Egypt's Financial Regulatory Authority says Veon Holdings submits mandatory purchase offer for 2bln shares of Global Telecom at price of EGP 5.30 per share.

Saudi Egyptian Investment and Finance posted FY net profit after tax EGP 22.3mln vs EGP 21.3mln year ago. FY revenue EGP 29.2mln vs EGP 26.4mln year ago.

Egypt's Alexandria Spinning & Weaving posted H1 net loss after tax EGP 43.8mln vs loss of EGP 4.2mln year ago. H1 revenue EGP 139.4mln vs EGP 140.9mln 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	48,603	9.35	9.50	6.50	10.37	1.69	4.9%	12.0%	14.9%	32.8%	30.2%
ADIB	15,581	4.29	4.38	3.46	5.96	1.19	6.3%	3.1%	17.2%	16.5%	12.7%
ADNIC	1,350	3.60	4.00	3.40	7.56	0.64	NA	-7.7%	-6.5%	-6.5%	-6.5%
Agthia	2,334	3.89	5.00	3.42	11.07	1.25	3.9%	-2.8%	-6.3%	-19.0%	-9.5%
Air Arabia	4,713	1.01	1.33	0.94	9.72	0.70	9.9%	-2.9%	-1.9%	-3.8%	-21.1%
Ajman Bank	1,785	0.85	1.10	0.82	8.79	0.73	0.0%	-5.3%	-8.1%	-13.0%	-22.7%
Al Waha Capital	3,150	1.62	2.20	1.59	21.24	0.93	9.3%	-11.0%	-18.2%	-12.0%	-22.5%
Aldar Properties	11,951	1.52	2.30	1.46	7.10	0.50	7.9%	-1.9%	-16.0%	-21.2%	-32.7%
Amanat Holdings	2,675	1.07	1.50	0.98	99.26	1.06	1.4%	1.9%	-2.7%	-10.8%	-27.2%
Amlak Finance	566	0.38	1.00	0.32	NA	0.41	0.0%	-5.8%	-35.1%	-45.4%	-61.6%
Arabtec	3,180	2.12	2.64	1.58	14.10	1.96	1.0%	1.0%	-9.4%	9.8%	-19.7%
Aramex	6,281	4.29	4.75	3.72	12.76	2.43	7.6%	5.7%	-2.1%	-4.7%	4.9%
Bank of Sharjah	2,014	0.96	1.20	0.96	6.52	0.49	0.0%	-3.1%	-11.2%	-11.2%	-17.3%
DAMAC Properties	7,381	1.22	3.50	1.10	4.78	0.53	12.3%	-18.7%	-42.7%	-45.3%	-62.3%
Dana Gas	6,118	0.88	1.21	0.71	19.90	0.58	1.5%	-7.7%	-21.7%	-23.1%	18.5%
Deyaar Development	2,092	0.36	0.55	0.32	14.90	0.47	0.0%	-3.5%	-17.7%	-7.7%	-33.5%
Dubai Financial Market	6,328	0.79	1.12	0.70	38.67	0.81	6.3%	-5.5%	-13.1%	-19.2%	-26.8%
Dubai Investment	4,975	1.17	2.35	1.16	7.65	0.41	10.3%	-12.0%	-28.2%	-42.1%	-50.2%
Dubai Islamic Bank	33,343	5.06	5.61	4.66	7.00	1.38	6.9%	-0.4%	-5.4%	1.0%	-8.3%
DXB Entertainments	2,040	0.26	0.60	0.23	NA	0.36	0.0%	-3.4%	-28.2%	-22.3%	-57.1%
Emaar Dev	13,480	3.37	5.47	3.30	4.32	1.78	0.0%	-18.4%	-31.8%	-32.6%	-37.8%
Emaar Malls	19,391	1.49	2.37	1.43	9.06	1.16	6.7%	-16.3%	-22.4%	-28.0%	-32.9%
Emaar Properties	28,567	3.99	6.47	3.85	5.25	0.61	3.5%	-1.7%	-23.3%	-24.7%	-38.4%
Emirates Integrated Tele	23,177	5.07	5.24	4.73	12.56	2.83	4.3%	1.4%	1.8%	-1.6%	-0.4%
Emirates NBD	57,245	10.30	11.00	8.25	6.05	1.05	3.9%	13.2%	13.2%	3.0%	21.9%
Eshraq Properties	1,081	0.47	0.77	0.41	17.93	0.72	NA	-5.5%	-26.0%	-21.2%	-34.5%
Etisalat	147,497	16.96	18.00	15.70	17.09	3.38	4.7%	-0.4%	-2.3%	0.7%	-2.5%
First Abu Dhabi Bank	164,989	15.14	15.60	10.75	14.24	1.81	4.6%	5.3%	5.0%	8.1%	32.2%
GFH	3,829	1.04	1.52	0.73	9.23	0.96	8.4%	10.8%	-18.1%	-25.7%	-25.7%
Gulf Navigation Holding	751	0.82	1.17	0.72	NA	0.90	0.0%	-1.6%	-27.1%	-14.2%	-22.2%
Gulf Pharmaceutical	2,190	1.89	2.38	1.89	NA	1.22	5.1%	-9.1%	-13.7%	-12.1%	-11.9%
Marka	138	0.28	0.60	0.26	NA	NA	NA	0.0%	0.0%	0.0%	-50.9%
Mashreqbank	13,315	75.00	80.00	68.05	6.46	0.66	5.3%	-3.8%	4.2%	0.0%	0.0%
National Bank of Fujairah	7,893	4.80	4.80	2.50	15.58	1.76	1.5%	0.0%	41.2%	71.4%	14.7%
National Central Cooling Co	4,616	1.70	1.88	1.45	10.63	0.99	5.6%	-2.3%	0.0%	-6.1%	-6.1%
RAK Bank	6,789	4.05	4.85	4.00	7.52	0.98	7.4%	-3.6%	-4.9%	-3.1%	-15.6%
RAK Properties	930	0.47	0.84	0.45	7.56	0.25	10.8%	-2.9%	-21.2%	-27.3%	-39.6%
Ras Al Khaimah	1,649	1.83	3.10	1.75	9.41	0.67	13.0%	1.1%	-9.9%	-21.5%	-33.5%
SALAMA	593	0.49	0.76	0.38	7.55	0.79	0.0%	-3.4%	-32.2%	25.6%	-2.8%
Sharjah Islamic Bank	3,522	1.20	1.34	1.11	7.00	0.66	6.7%	0.0%	1.7%	-0.8%	-10.4%
Takaful Emarat Insurance	242	1.61	2.70	1.48	9.16	1.67	0.0%	3.2%	-8.5%	-15.7%	-12.5%
TAQA	5,763	0.95	1.45	0.57	14.56	1.29	0.0%	-7.8%	-14.4%	-20.8%	66.7%
Union National Bank	14,225	5.17	5.48	3.36	9.67	0.84	3.9%	4.7%	6.2%	34.6%	30.6%
Union Properties	1,673	0.39	0.93	0.38	13.51	0.60	0.0%	-7.6%	-37.1%	-45.0%	-57.6%
United Arab Bank	2,475	1.20	1.87	1.01	39.89	0.95	0.0%	0.0%	-4.0%	13.2%	-35.8%

(Source: Bloomberg)

^ current dividend yield based on last year dividend declaration



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