

SHUAA Securities Morning Report

15 April 2019

Market Stats

Indices	Close	Change	1M Change	3M Change	1Y Change
ADX	5,174	2.4%	3.5%	3.8%	10.1%
DFM	2,788	-0.1%	8.3%	11.9%	-11.5%
TASI	9,055	-0.4%	5.5%	8.5%	13.6%
BHSEASI	1,445	0.5%	2.5%	7.8%	11.8%
EGX	15,069	-0.2%	0.5%	12.1%	-14.3%
Dow Jones	26,412	1.0%	2.2%	9.8%	8.4%
S&P 500	2,907	0.7%	3.0%	11.4%	9.5%
Nasdaq	7,984	0.5%	3.8%	13.7%	12.3%
FTSE 100	7,437	0.3%	2.9%	7.9%	2.4%
DAX	12,000	0.5%	2.7%	10.2%	-3.6%
CAC40	5,503	0.3%	1.8%	15.0%	3.5%
Nikkei225	22,192	1.5%	3.5%	8.0%	1.9%
HIS	30,085	0.6%	3.7%	12.1%	-2.3%

UAE Trading Summary

AEDm	BUY	SELL	Net
ADX	277	277	-
Local	26%	74%	-48%
Foreign	74%	26%	48%
Institution	77%	46%	31%
Retail	23%	54%	-31%
DFM	182	182	-
Local	70%	48%	22%
Foreign	30%	52%	-22%
Institution	37%	56%	-19%
Retail	63%	44%	19%
Total	459	459	-
Local	44%	64%	-20%
Foreign	56%	36%	20%

Upcoming Corporate Actions & Events

Date	Company	Event
15-Apr	Amlak	General Assembly
15-Apr	Gulfnav	General Assembly
15-Apr	Deyaar	General Assembly
15-Apr	DXBE	Board Meeting
16-Apr	ENBD	Board Meeting
16-Apr	Eshraq	General Assembly
17-Apr	CBD	Board Meeting
17-Apr	DIC	General Assembly
17-Apr	Taqa	General Assembly
17-Apr	Dana	GA & BoD Meeting
18-Apr	Aman	General Assembly
18-Apr	Salama	General Assembly
18-Apr	UPP	General Assembly
18-Apr	Julphar	General Assembly
21-Apr	CBI	Board Meeting
22-Apr	Emaar	General Assembly

KEY STORIES

DIB says it is looking to acquire other banks as part of expansion strategy

Abu Dhabi's pension fund joins KKR, BlackRock in ADNOC pipeline deal

Emirates NBD Bank confirms that the green shoe option in network international holdings has been exercised for gross proceeds from the sale amount to GBP 66.55mln.

Olivier Harnisch steps down as Emaar Hospitality CEO

Global courier DHL expands UAE ops with new EZDubai plans

Saudi Exchange says foreigners buy a net 1.21bln riyals of stocks last week

Saudi PIF in talks to raise up to \$8bln bridge loan

A few months remaining before beginning of construction, says CEO of NEOM

Saudi's Riyadh Reit announces development relating to Riyadh Reit signing management and operation agreement with Hilton to manage Hilton Garden Inn Hotel

Saudi's Leejam Sports says have chosen not to further continue one of their contracts with Shabab Football Club as the initial term had expired

Shell Oman Marketing posted Q1 net profit after tax 1.8mln rials vs 2.5mln rials year ago

National Bank of Kuwait posted Q1 net profit attributable to shareholders 107.7mln dinars vs 93.6mln dinars year ago

Egypt expects its debt to become 'euroclearable' in October –minister

Egypt's El Nile Company for Pharmaceuticals and Chemical Industries posted nine-month net profit after tax EGP 11.3mln vs loss of EGP 6.7mln year ago

Egypt's Memphis Pharmaceuticals and Chemical Industries posted nine-month net loss after tax EGP 16.9mln vs loss of EGP 30.7mln year ago

Egypt's Madinet Nasr for Housing and Development records bookings and contracts worth EGP 1.72bln in Q1 2019 vs EGP 1.58bln year ago

Egypt's Abu Qir Fertilizers and Chemical Industries posted nine-month net profit after tax EGP 2.60bln vs EGP 1.95bln year ago

Egypt Free Shops Company posted nine-month standalone net profit EGP 110.4mln vs EGP 76.5mln year ago. Nine-month standalone total revenue EGP 570.8mln vs EGP 357.6mln year ago.

Egyptian Company for Construction Development seeks shareholders' approval on issued capital increase to EGP 65.1mln from EGP 34.1mln

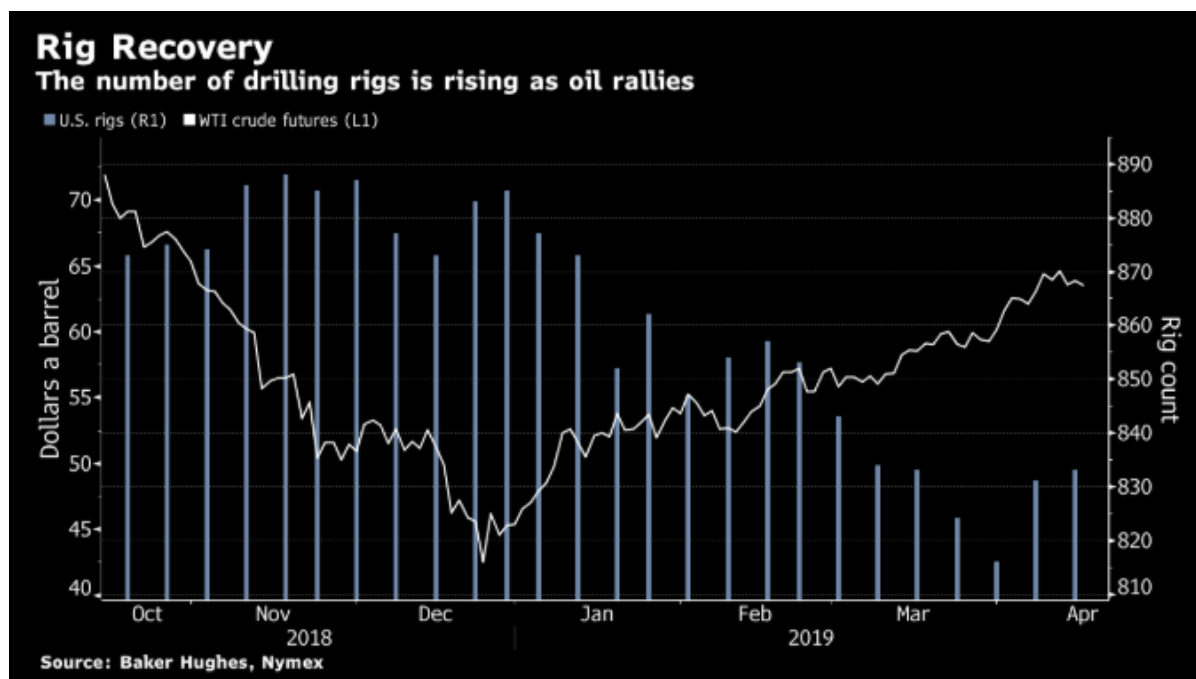
Egypt's Univert Food Industries shareholders approve voluntary delisting of company from Egyptian Exchange

Key Global Trends/ Market Clues

Asian shares neared nine-month highs on Monday after U.S. Treasury Secretary Steven Mnuchin said he hoped U.S.-China trade talks were approaching a final lap, while strong Chinese export and bank loan data boosted confidence in the global economy. The consequent improvement in risk appetite resulted in the dollar easing against other major currencies. MSCI's broadest index of Asia-Pacific shares outside Japan climbed 0.6 percent to its highest since late July. Chinese shares led the growth with the blue-chip CSI300 index rising 2.2 percent.

Oil prices edged lower on Monday after international benchmark Brent hit a fresh five-month high in the previous session, but concerns over global supplies provided a floor to losses. Brent crude oil futures were at \$71.40 a barrel at 0015 GMT, down 15 cents, or 0.2 percent, from their last close.

Drilling rigs targeting crude oil in the U.S. rose by 2 to 833, the second straight increase after six weeks of declines. Gas rigs dropped by 5 to 189. Total down by 3 to 1022.



U.S. negotiators have tempered demands that China curb industrial subsidies as a condition for a trade deal after strong resistance from Beijing, marking a retreat on a core U.S. objective for the trade talks. The world's two biggest economies are nine months into a trade war that has cost billions of dollars, roiled financial markets and upended supply chains. U.S. President Donald Trump's administration has slapped tariffs on \$250 billion worth of imports of Chinese goods to press demands for an end to policies - including industrial subsidies - that Washington says hurt U.S. companies competing with Chinese firms. China responded with its own tit-for-tat tariffs on U.S. goods.

UAE Stories

Dubai Islamic Bank said it is looking at acquisitions among other options as part of its expansion strategy amid reports it is considering a takeover of a rival lender. The clarification comes after the lender last week declined to comment on reports that it is planning to takeover Noor Bank.

Abu Dhabi National Oil Company (ADNOC) said on Sunday that Abu Dhabi Retirement Pensions and Benefits Fund (ADRPBF) has signed a deal to invest in a pipeline infrastructure entity that ADNOC is setting up with BlackRock and KKR. ADRPBF will invest 1.1 billion dirhams (\$300 million) and will acquire a 3 percent stake in the newly formed entity, ADNOC Oil Pipelines, with BlackRock and KKR together holding 40 percent and ADNOC the remaining 57 percent, ADNOC said in a statement.

Emirates NBD Bank confirms that the green shoe option in network international holdings has been exercised on behalf of the selling shareholders. As a result, Emirates NBD Bank has finalised sale of 15.3mln over-allocated shares at 435 pence per share. Gross proceeds from the sale amount to GBP 66.55 million.

Emaar Hospitality CEO Olivier Harnisch has stepped down from his role “to pursue new interests”, according to a company spokesperson.

International courier, parcel and express mail company DHL Express has revealed that it will soon be expanding its UAE operations to a new facility in EZDubai, the new addition to Dubai South’s Logistics District. The new 3,200sqm facility will handle rising B2C exports in Dubai South, with 13 pick-up and delivery routes to be relocated to EZDubai.

GCC/ MENA

Saudi Exchange says foreigners buy a net 1.21bln riyals of stocks last week

Saudi Arabia's Public Investment Fund (PIF) is in talks with banks to raise a short-term bridge loan for as much as \$8 billion to use for new investments, two sources said. The sovereign wealth fund finalised a deal last month to sell its 70 percent stake in Saudi Basic Industries (Sabic) to Saudi Aramco for USD69.1 billion.

The CEO of NEOM City Project Nazmi Al-Nasr has confirmed that the NEOM Project working team is set within a few months to relocate to the project site and begin laying down the first bricks for construction.

Saudi's Riyadh Reit announces development relating to Riyadh Reit signing management and operation agreement with Hilton to manage Hilton Garden Inn Hotel. Management and operations agreement extends for period of 20 years starting from date of operation of hotel. Riyadh Reit expects commencement of operation of the hotel to be in early 2021 after the completion of renovations of Fursan Towers.

Saudi's Leejam Sports says have chosen not to further continue one of their contracts with Shabab Football Club as the initial term had expired. The company has handed back the football academy centre to the club.

Shell Oman Marketing posted Q1 net profit after tax 1.8mln rials vs 2.5mln rials year ago.

National Bank of Kuwait posted Q1 net profit attributable to shareholders 107.7mln dinars vs 93.6mln dinars year ago. Q1 total operating revenue 225.6mln dinars vs 213.4mln dinars year ago.

Egypt has signed an agreement with Euroclear, Europe's biggest settlement house for securities, to allow holders of its sovereign debt to clear transactions outside the country beginning in six months' time, its finance minister said. Mohamed Maait also said that Egypt hopes to announce a new sovereign debt issue by the end of September and hopes it will be eligible for clearing via Belgium-based Euroclear.

Egypt's El Nile Company for Pharmaceuticals and Chemical Industries posted nine-month net profit after tax EGP 11.3mln vs loss of EGP 6.7mln year ago. Nine-month revenue EGP 503.2mln vs EGP 357mln year ago.

Egypt's Memphis Pharmaceuticals and Chemical Industries posted nine-month net loss after tax EGP 16.9mln vs loss of EGP 30.7mln year ago. Nine-month revenue EGP 281.1mln vs EGP 274mln year ago.

Egypt's Madinet Nasr for Housing and Development records bookings and contracts worth EGP 1.72bln in Q1 2019 vs EGP 1.58bln year ago.

Egypt's Abu Qir Fertilizers and Chemical Industries posted nine-month net profit after tax EGP 2.60bln vs EGP 1.95bln year ago. Nine-month revenue EGP 6.49bln vs EGP 5.69bln year ago.

Egypt Free Shops Company posted nine-month standalone net profit EGP 110.4mln vs EGP 76.5mln year ago. Nine-month standalone total revenue EGP 570.8mln vs EGP 357.6mln year ago.

Egyptian Company for Construction Development seeks shareholders' approval on issued capital increase to EGP 65.1mln from EGP 34.1mln.

Egypt's Univert Food Industries shareholders approve voluntary delisting of company from Egyptian Exchange.

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	48,551	9.34	9.79	6.67	10.36	1.69	4.9%	1.6%	11.3%	22.4%	29.7%
ADIB	17,833	4.91	4.99	3.46	7.76	1.37	5.6%	14.2%	16.6%	36.0%	36.4%
ADNIC	1,245	3.32	4.00	3.32	7.89	0.59	9.0%	-10.3%	-14.9%	-5.1%	-7.8%
Agthia	2,310	3.85	5.00	3.42	10.96	1.20	3.9%	1.3%	-3.5%	-3.5%	-12.5%
Air Arabia	4,713	1.01	1.22	0.90	NA	1.04	NA	9.8%	-1.9%	6.3%	-15.1%
Ajman Bank	1,890	0.90	1.07	0.82	9.31	0.77	0.0%	2.7%	4.3%	-0.9%	-15.9%
Al Waha Capital	2,236	1.15	2.02	1.08	15.06	0.59	6.5%	-11.5%	-36.8%	-38.5%	-36.8%
Aldar Properties	13,602	1.73	2.15	1.43	7.31	0.57	8.1%	-10.4%	14.6%	2.4%	-18.4%
Amanat Holdings	2,475	0.99	1.40	0.93	57.37	0.97	1.5%	-1.0%	-5.7%	-12.4%	-26.7%
Amlak Finance	530	0.35	0.86	0.31	NA	0.45	0.0%	7.0%	-1.1%	-37.0%	-57.0%
Arabtec	3,210	2.14	2.41	1.58	13.33	1.93	2.3%	0.0%	7.5%	22.3%	-2.7%
Aramex	7,057	4.82	5.01	3.72	14.33	2.93	3.4%	0.4%	22.6%	22.0%	14.2%
Bank of Sharjah	1,945	0.93	1.15	0.92	5.54	0.48	0.0%	-0.4%	-7.3%	-14.3%	-16.6%
DAMAC Properties	7,744	1.28	3.03	1.10	6.75	0.55	NA	-8.6%	-0.8%	-31.9%	-57.0%
Dana Gas	7,186	1.03	1.21	0.73	NA	0.76	1.4%	21.9%	14.2%	-9.6%	9.6%
Deyaar Development	2,045	0.35	0.49	0.32	14.57	0.46	0.0%	5.7%	-1.9%	-18.1%	-25.6%
Dubai Financial Market	6,304	0.79	1.12	0.70	50.11	0.81	0.0%	1.4%	-4.0%	-9.4%	-22.0%
Dubai Investment	6,378	1.50	2.20	1.04	9.81	0.54	6.7%	7.1%	19.0%	-7.4%	-29.2%
Dubai Islamic Bank	33,080	5.02	5.41	4.66	6.94	1.37	7.0%	6.4%	-1.6%	-2.7%	0.3%
DXB Entertainments	2,000	0.25	0.46	0.23	NA	0.52	0.0%	5.5%	3.3%	-31.1%	-43.2%
Emaar Dev	15,160	3.79	5.34	3.26	3.90	1.91	0.0%	-0.8%	-3.6%	-22.9%	-27.1%
Emaar Malls	21,734	1.67	2.24	1.43	10.10	1.26	6.0%	-7.2%	-1.8%	-7.7%	-23.0%
Emaar Properties	36,300	5.07	5.98	3.85	6.18	0.75	2.8%	10.2%	29.3%	6.7%	-15.2%
Emirates Integrated Tele	23,177	5.07	5.40	4.77	13.12	2.70	4.3%	-0.4%	0.4%	3.5%	2.2%
Emirates NBD	66,693	12.00	12.10	8.25	7.05	1.22	3.3%	25.5%	33.3%	31.9%	15.9%
Eshraq Properties	1,160	0.50	0.75	0.40	397.61	0.80	NA	19.4%	5.9%	-18.1%	-31.6%
Etisalat	144,888	16.66	17.40	15.70	16.25	3.22	4.8%	-1.3%	-1.4%	0.7%	-2.6%
First Abu Dhabi Bank	169,784	15.58	15.60	11.30	14.65	1.86	4.5%	7.4%	6.3%	7.4%	23.7%
GFH	3,866	1.05	1.52	0.73	9.01	0.93	3.0%	12.9%	20.6%	-19.2%	-19.8%
Gulf Navigation Holding	770	0.84	1.17	0.72	NA	0.84	0.0%	7.4%	3.3%	-16.2%	-18.6%
Gulf Pharmaceutical	1,830	1.58	2.38	1.44	NA	1.02	6.1%	-1.3%	-24.0%	-28.2%	-26.0%
Marka	138	0.28	0.46	0.26	NA	NA	NA	0.0%	0.0%	0.0%	-33.6%
Mashreqbank	13,244	74.60	80.00	68.05	6.43	0.66	5.4%	-6.8%	-4.4%	9.6%	-3.1%
National Bank of Fujairah	8,843	4.78	4.78	2.22	15.23	1.91	1.4%	12.0%	12.0%	58.2%	81.1%
National Central Cooling Co	4,128	1.52	1.88	1.45	9.51	0.88	6.3%	-2.6%	-10.6%	-3.2%	-13.1%
RAK Bank	7,040	4.20	4.50	4.00	7.84	0.99	7.1%	1.2%	2.2%	4.2%	-5.6%
RAK Properties	884	0.44	0.68	0.41	5.88	0.23	0.0%	-2.0%	-6.4%	-28.6%	-34.0%
Ras Al Khaimah	1,609	1.70	2.48	1.65	9.01	0.64	NA	-12.9%	-0.8%	-22.1%	-26.5%
SALAMA	605	0.50	0.76	0.38	351.86	0.80	0.0%	11.1%	6.6%	-32.0%	19.0%
Sharjah Islamic Bank	3,287	1.12	1.28	1.08	6.28	0.61	0.0%	1.8%	-6.7%	-4.3%	-0.9%
Takaful Emarat Insurance	234	1.56	2.70	1.35	16.73	1.42	5.3%	-3.7%	-2.5%	-11.9%	-17.0%
TAQA	5,460	0.90	1.45	0.77	13.73	1.26	0.0%	-6.2%	-9.9%	-18.9%	-15.9%
Union National Bank	14,968	5.44	5.65	3.36	13.55	0.89	3.7%	1.7%	11.5%	15.7%	43.5%
Union Properties	1,634	0.38	0.88	0.34	12.88	0.53	0.0%	7.3%	-7.1%	-42.8%	-56.2%
United Arab Bank	2,454	1.19	1.48	1.00	31.79	0.97	0.0%	0.0%	-0.8%	-0.8%	3.5%

(Source: Bloomberg)

[^] current dividend yield based on last year dividend declaration

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