

SHUAA Securities Morning Report

13 May 2019

Market Stats

Indices	Close	Change	1M Change	3M Change	1Y Change
ADX	5,098	0.9%	0.9%	1.4%	15.2%
DFM	2,630	-1.6%	-5.7%	5.5%	-9.1%
TASI	8,675	-2.1%	-4.5%	0.7%	8.1%
BHSEASI	1,428	-0.6%	-0.7%	3.9%	12.3%
EGX	14,122	0.4%	-6.5%	-5.5%	-17.8%
Dow Jones	25,942	0.4%	-1.8%	1.6%	4.5%
S&P 500	2,881	0.4%	-0.9%	4.7%	5.6%
Nasdaq	7,917	0.1%	-0.8%	6.7%	6.9%
FTSE 100	7,203	-0.1%	-3.1%	0.2%	-6.7%
DAX	12,060	0.7%	0.5%	8.0%	-7.2%
CAC40	5,327	0.3%	-3.2%	5.0%	-3.9%
Nikkei225	21,217	-0.6%	-3.0%	0.3%	-6.8%
HIS	28,550	0.8%	-4.5%	0.2%	-8.3%

UAE Trading Summary

AEDm	BUY	SELL	Net
ADX	99	99	-
Local	31%	49%	-18%
Foreign	69%	51%	18%
Institution	64%	47%	17%
Retail	36%	53%	-17%
DFM	122	122	-
Local	62%	61%	1%
Foreign	38%	39%	-1%
Institution	41%	45%	-4%
Retail	59%	55%	4%
Total	221	221	-
Local	48%	56%	-8%
Foreign	52%	44%	8%

Upcoming Corporate Actions & Events

Date	Company	Event
13-May	DXBE	BoD/General
13-May	DSI	BoD/General
13-May	Aldar	BoD/Results
13-May	GFH	BoD/Results
13-May	Mazaya	BoD/Results
13-May	Salam Bah	BoD/Results
14-May	Arabtec	BoD/Results
14-May	Damac	BoD/Results
14-May	Al Madina	BoD/Results
15-May	Marka	General Assembly
15-May	UPP	General Assembly
15-May	Aman	General Assembly
16-May	Invest Bank	General Assembly
26-May	Manazel	General Assembly
27-Jun	Sudatel	General Assembly

KEY STORIES

Adnoc Distribution announces five-year expansion plan: Acting CEO

UAE March CPI -2.48pct YoY and -0.59pct MoM

Eshraq Investments posted Q1 profit 2.1mln dirhams vs 7.7mln a year ago. Eshraq has submitted its applications for cross listing to the Securities and Commodities Authority.

Waha Capital reports first quarter net loss of AED 57.8mln due to revaluation of investment in Aercap vs profit of AED 107.4mln. Q1 total income of AED 189.9million

Amanat Holdings posted Q1 net profit attributable to shareholders 20.7mln dirhams vs 14.4mln dirhams year ago

Marka posted Q1 loss attributable to shareholders 295.8mln dirhams vs loss of 242.7mln dirhams year ago

Abu Dhabi National Takaful posted Q1 profit 26.8mln dirhams vs 23.2mln dirhams year ago

Sharjah Cement and Industrial Development posted Q1 net profit attributable to shareholders 0.8mln dirhams vs 12.2mln dirhams year ago

Alliance Insurance posted Q1 profit 13.5mln dirhams vs 14.1mln dirhams year ago

National General Insurance posted Q1 profit 11.5mln dirhams vs 8.5mln dirhams year ago

Al Firdous Holdings posted FY net loss 6.9mln dirhams vs loss of 8.8mln dirhams year ago

Ras Al Khaimah Cement posted Q1 net profit 2.1mln dirhams vs 1.9mln dirhams year ago

UAE says no date yet to lift ban on Boeing 737 Max planes

Aster DM Healthcare looking at acquisitions in UK, Finland, Australia

Dubai's Foreign visitors at 4.75m in first three months

Saudi's National Gas and Industrialization posted Q1 net profit after zakat and tax 85.8mln riyals vs 38.8mln riyals year ago

Saudi's Jabal Omar Development posted Q1 net profit after zakat and tax 1.6mln riyals vs loss of 128.2mln riyals year ago

Saudi's Leejam Sports Company posted Q1 net profit after tax and zakat 39.6mln riyals vs 32.7mln riyals year ago

Saudi's Tawuniya posted Q1 net profit of shareholders capital investment 27.8mln riyals vs 21.5mln riyals year ago

Saudi's Bupa Arabia posted Q1 net profit of shareholders capital investment 23.1mln riyals vs 20.8mln riyals year ago

Saudi's Abdullah Al Othaim markets posted Q1 net profit after zakat and tax 68.3mln riyals vs 67.3mln riyals year ago

Saudi Cable posted Q1 net loss of 32.5mln riyals vs loss of 21mln riyals year ago

Saudi's Ash Sharqiyah Development signs agreement to buy real estate assets for 135mln riyals

Saudi's Bupa says company has been awarded as health insurance provider for the Sabic
 Kuwait revives debate of 5% expat tax on remittances

Bahrain's Al Baraka Banking Group posted Q1 net profit attributable to shareholders USD 24mln vs USD 35mln year ago

Egypt's GB Auto posted Q1 consolidated net profit attributable to shareholders EGP 16mln vs EGP 33.5mln year ago

Egypt's Sidi Kerir posted Q1 net profit after tax EGP 193mln vs EGP 283mln year ago

Egypt's Ibsina Pharma posted Q1 net profit EGP 41mln vs EGP 28mln year ago

Egypt's Orascom Development posted Q1 net consolidated profit EGP 111.3mln vs EGP 83.1mln year ago

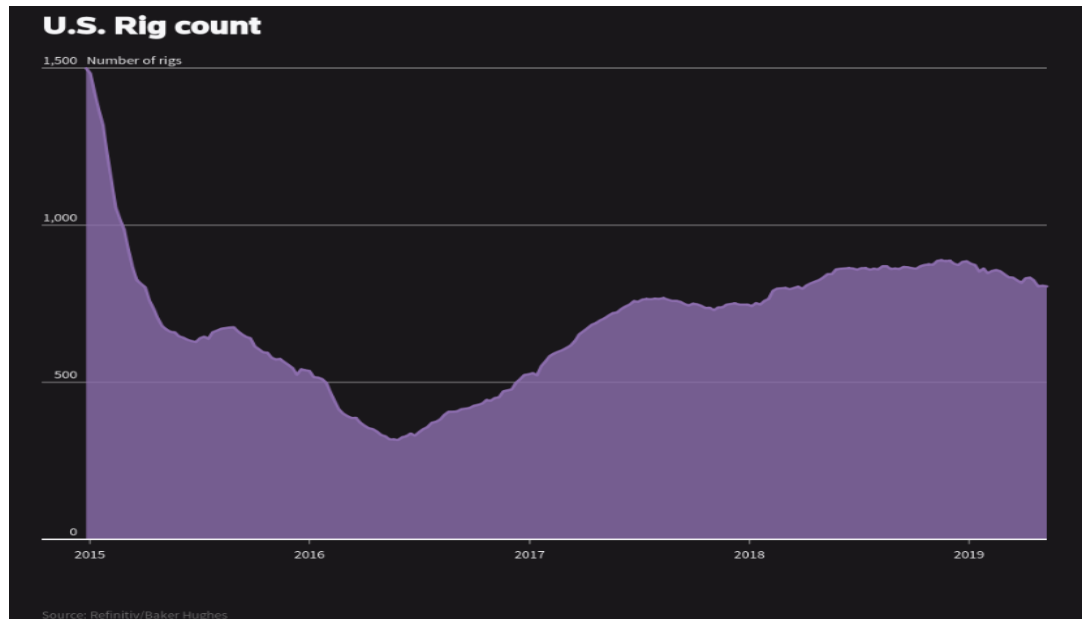
Egypt's Heliopolis Company for Housing and Development offers 32 plots of land for sale in Sheraton area through direct sales at company's headquarters

Key Global Trends/ Market Clues

U.S. stock futures and Asian shares fell on Monday on growing anxiety over whether the United States and China will be able to salvage a trade deal, after Washington sharply hiked tariffs and Beijing vowed to retaliate. MSCI's broadest index of Asia-Pacific shares outside Japan dropped 0.5%.

Oil futures were mixed on Monday, with U.S. crude edging lower, as investors and traders fretted over global economic growth prospects amid a standoff in Sino-U.S. trade talks. Meanwhile Brent crude futures were at \$70.73 a barrel, up 11 cents, or 0.2%, from their last close. Brent ended the previous session little changed. The trade conflict between the world's top two economies escalated on Friday, with the United States hiking tariffs on \$200 billion worth of Chinese goods.

In an early indicator of future output, U.S. energy companies last week reduced the number of oil rigs operating for the third time in four weeks. Drillers cut two oil rigs in the week to May 10, bringing the total count down to 805.



UAE Stories

Adnoc Distribution is planning to expand its facilities and investment services around the UAE, especially in Dubai, which currently serves only four stations, announced Saeed Mubarak Al Rashdi, Acting CEO of ADNOC Distribution. The company plans to increase the number of stations in Dubai over the next five years, by constructing a total of 75 new stations, equivalent to 15 new stations per year, he added. He also revealed that the company's board of directors decided to construct three more stations in Saudi Arabia, following the success of two stations launched earlier in 2018, which attained profits of over 30 percent.

UAE March CPI -2.48pct YoY and -0.59pct MoM.

Eshraq Investments posted Q1 profit 2.1mln dirhams vs 7.7mln a year ago. Q1 operational revenue 6.8mln dirhams vs 7.2mln dirhams year ago. Eshraq has submitted its applications for cross listing to the Securities and Commodities Authority (SCA) and awaiting approval to call for general assembly of its shareholders.

Waha Capital reports first quarter net loss of AED 57.8million due to revaluation of investment in Aercap vs profit of AED 107.4mln. Q1 total income of AED 189.9million.

Amanat Holdings posted Q1 net profit attributable to shareholders 20.7mln dirhams vs 14.4mln dirhams year ago. Q1 revenue 40.6mln dirhams. Board approve provision of a shareholders' loan to royal hospital for women with value of USD 3.2mln.

Marka posted Q1 loss attributable to shareholders 295.8mln dirhams vs loss of 242.7mln dirhams year ago. Q1 revenue 76mln dirhams vs 99.6mln dirhams year ago.

Abu Dhabi National Takaful posted Q1 net profit 26.8mln dirhams vs 23.2mln dirhams year ago. Q1 gross contributions written 113.5mln dirhams vs 83.6mln dirhams year ago.

Sharjah Cement and Industrial Development posted Q1 net profit attributable to shareholders 0.8mln dirhams vs 12.2mln dirhams year ago. Q1 total operating revenue 153.1mln dirhams vs 172.7mln dirhams year ago.

Alliance Insurance posted Q1 profit 13.5mln dirhams vs 14.1mln dirhams year ago. Q1 gross premiums 85.5mln dirhams vs 88.7mln dirhams year ago.

National General Insurance posted Q1 profit 11.5mln dirhams vs 8.5mln dirhams year ago. Q1 gross written premiums 143.3mln dirhams vs 121.1mln dirhams year ago.

Al Firdous Holdings posted FY net loss 6.9mln dirhams vs loss of 8.8mln dirhams year ago. FY sales 2.4mln dirhams vs 3.5mln dirhams year ago.

Ras Al Khaimah Cement posted Q1 net profit 2.1mln dirhams vs 1.9mln dirhams year ago. Q1 total revenue 49.7mln dirhams vs 56.5mln dirhams year ago.

The UAE said on Thursday it is unable to give a date when it will relax a ban on Boeing 737-8 Max aircraft operating in its airspace. The UAE's General Civil Aviation Authority (GCAA) said it could not name a date "until it has enough information to ensure passengers safety is protected".

Aster DM Healthcare is looking at potential acquisitions in Europe and Australia and has been approached to use its experience in India and the GCC to enter the African market as an operator, according to the company's senior executives.

The total number of international guests who visited Dubai during first three months of 2019 grew by 100,000 compared to same period of 2018, according to data published by Dubai Department of Tourism and Commerce Marketing on website. 4.75m foreign tourists visited Dubai in Jan.-March 2019 vs. 4.65m, 4.57m and 4.11m in same period of 2018, 2017 and 2016, respectively. Avg. occupancy rate for hotel establishments in Jan.-March 2019 84% vs. 87%, 87% and 85% in same period of 2018, 2017 and 2016, respectively. Revenue per available room AED417 in Jan.-March 2019 vs. AED488, AED500 and AED520 in same period of 2018, 2017 and 2016, respectively. Avg. daily room rate AED498 in Jan.-March 2019 vs. AED562, AED574 and AED609 in same period of 2018, 2017 and 2016, respectively.

GCC/ MENA

Saudi's National Gas and Industrialization posted Q1 sales 493.9mln riyals vs 490.5mln riyals a year ago. Q1 net profit after zakat and tax 85.8mln riyals vs 38.8mln riyals year ago.

Saudi's Jabal Omar Development posted Q1 net profit after zakat and tax 1.6mln riyals vs loss of 128.2mln riyals year ago. Q1 sales 177.6mln riyals vs 142.1mln riyals year ago.

Saudi's Leejam Sports Company posted Q1 net profit after tax and zakat 39.6mln riyals vs 32.7mln riyals year ago. Q1 sales 217.3mln riyals vs 177.5mln riyals year ago.

Saudi's Tawuniya posted Q1 net profit of shareholders capital investment 27.8mln riyals vs 21.5mln riyals year ago. Q1 gross written premiums 2.46bln riyals vs 2.10bln riyals year ago.

Saudi's Bupa Arabia posted Q1 net profit of shareholders capital investment 23.1mln riyals vs 20.8mln riyals year ago. Q1 gross written premiums 2.91bln riyals vs 2.49bln riyals year ago.

Saudi's Abdullah Al Othaim markets posted Q1 net profit after zakat and tax 68.3mln riyals vs 67.3mln riyals year ago. Q1 sales 1.96bln riyals vs 1.80bln riyals year ago.

Saudi Cable posted Q1 net loss after tax and zakat 32.5mln riyals vs loss of 21mln riyals year ago. Q1 sales 102.5mln riyals vs 275.1mln riyals year ago.

Saudi's Ash Sharqiyah Development signs agreement with Omar Bin Saleh Bin Abdul Aziz Babeker to acquire 2 income generating real estate assets in Riyadh by increasing capital and issuing shares to seller. The value of acquired assets is 135mln riyals. Capital after increase will be 120mln riyals from 75mln riyals.

Saudi's Bupa Arabia says company has been awarded as health insurance provider for the Saudi Basic Industries Corporation (SABIC) to provide health insurance for Sabic employees and their families for one year starting 4 July 2019. Contract revenues are expected to be greater than 5% of 2018 annual gross written premium of Bupa Arabia.

Talks to introduce a 5 percent tax on expat remittances have been revived, according to several media reports. A member of parliament (MP) has started collecting signatures in a bid to table a motion on the issue before the National Assembly, according to a report by the Kuwait Times. The proposal is aiming to implement the 5 percent tax on expat remittances of over 500 Kuwait dinars (\$1,640).

Bahrain's Al Baraka Banking Group posted Q1 net profit attributable to shareholders USD 24mln vs USD 35mln year ago. Total operating income reached USD 216mln during Q1 of 2019, decreasing by 16% compared to same period in 2018.

Egypt's GB Auto posted Q1 consolidated net profit attributable to shareholders EGP 16mln vs EGP 33.5mln year ago. Q1 consolidated sales EGP 5.88bln vs EGP 4.76bln year ago.

Egypt's Sidi Kerir Petrochemicals posted Q1 net profit after tax EGP 193mln vs EGP 283mln year ago. Q1 sales EGP 1.23bln vs EGP 1.24bln year ago. Board approves to sign NI Capital to advise on capital increase for equity financing of propylene and polypropylene projects.

Egypt's Ibsina Pharma posted Q1 net profit EGP 41mln vs EGP 28mln year ago. Q1 sales EGP 3.81bln vs EGP 2.96bln year ago.

Egypt's Orascom Development posted Q1 net consolidated profit EGP 111.3mln vs EGP 83.1mln year ago. Q1 consolidated revenue EGP 837.6mln vs EGP 654.9mln year ago.

Egypt's Heliopolis Company for Housing and Development offers 32 plots of land for sale in Sheraton area through direct sales at company's headquarters.

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	60,181	8.65	10.26	6.67	9.81	1.61	5.3%	-6.0%	-7.5%	8.9%	26.8%
ADIB	16,053	4.42	4.95	3.46	7.42	1.29	6.2%	-10.3%	3.5%	8.3%	22.8%
ADNIC	1,350	3.60	4.00	3.32	10.56	0.65	8.3%	8.4%	-4.0%	-6.7%	5.9%
Agthia	2,130	3.55	5.00	3.41	10.46	1.14	4.2%	-9.0%	-7.6%	-6.6%	-22.0%
Air Arabia	4,760	1.02	1.20	0.90	NA	0.97	NA	1.0%	3.0%	0.0%	-13.6%
Ajman Bank	1,848	0.88	1.03	0.82	9.10	0.75	0.0%	0.0%	4.8%	-4.9%	-10.5%
Al Waha Capital	1,906	0.98	2.02	0.96	NA	0.59	7.7%	-14.8%	-32.4%	-49.2%	-43.0%
Aldar Properties	13,209	1.68	2.14	1.43	7.10	0.55	8.3%	-3.4%	13.5%	-1.2%	-18.0%
Amanat Holdings	2,550	1.02	1.39	0.93	51.68	1.00	1.5%	2.0%	2.0%	-8.1%	-23.9%
Amlak Finance	452	0.30	0.86	0.29	NA	0.38	0.0%	-14.0%	-11.7%	-45.8%	-59.0%
Arabtec	2,850	1.90	2.41	1.71	11.84	1.72	2.6%	-10.4%	-6.9%	-17.0%	8.0%
Aramex	6,720	4.59	5.01	3.72	13.49	2.72	3.6%	-4.4%	6.7%	9.8%	16.8%
Bank of Sharjah	1,945	0.93	1.15	0.92	5.54	0.48	0.0%	0.0%	-3.0%	-13.5%	-14.3%
DAMAC Properties	6,353	1.05	2.52	1.04	5.53	0.45	NA	-19.8%	-13.9%	-49.0%	-54.3%
Dana Gas	6,370	0.91	1.21	0.73	NA	0.67	1.5%	-5.6%	8.0%	-19.9%	-15.5%
Deyaar Development	1,936	0.34	0.49	0.32	16.26	0.43	0.0%	-5.1%	-5.6%	-23.0%	-27.5%
Dubai Financial Market	5,768	0.72	1.12	0.70	52.53	0.74	0.0%	-7.8%	-7.0%	-18.1%	-25.7%
Dubai Investment	5,443	1.28	2.20	1.04	11.34	0.46	7.8%	-14.7%	16.4%	-19.0%	-30.4%
Dubai Islamic Bank	33,673	5.11	5.41	4.66	7.06	1.47	6.8%	1.6%	2.0%	-2.9%	4.3%
DXB Entertainments	1,616	0.20	0.44	0.20	NA	0.42	0.0%	-17.9%	-17.6%	-41.4%	-46.1%
Emaar Dev	14,480	3.62	5.34	3.26	3.78	1.82	0.0%	-7.2%	7.4%	-24.1%	-28.5%
Emaar Malls	21,083	1.62	2.20	1.43	9.51	1.22	6.2%	-6.9%	8.0%	-16.1%	-21.0%
Emaar Properties	31,646	4.42	5.90	3.85	5.20	0.65	3.2%	-13.8%	14.8%	-10.9%	-11.1%
Emirates Integrated Tele	23,314	5.10	5.40	4.77	13.55	2.90	4.3%	0.6%	0.4%	1.4%	6.0%
Emirates NBD	61,691	11.10	12.10	8.25	6.26	1.12	3.6%	-5.9%	7.8%	22.8%	8.8%
Eshraq Properties	986	0.42	0.74	0.40	NA	0.68	NA	-11.9%	-1.9%	-29.9%	-40.3%
Etisalat	140,192	16.12	17.40	15.70	15.67	3.20	5.0%	-3.5%	-5.0%	-4.5%	0.8%
First Abu Dhabi Bank	173,628	15.90	16.96	11.30	14.82	2.00	4.4%	7.1%	6.7%	11.2%	38.9%
GFH	3,516	0.96	1.52	0.73	8.20	0.84	3.3%	-9.0%	3.5%	-24.2%	-34.6%
Gulf Navigation Holding	768	0.84	1.17	0.72	NA	0.84	0.0%	-3.6%	4.4%	-23.4%	-18.9%
Gulf Pharmaceutical	1,830	1.58	2.30	1.44	NA	1.02	6.1%	0.0%	-8.1%	-24.8%	-25.5%
Marka	138	0.28	0.28	0.28	NA	NA	NA	0.0%	0.0%	0.0%	0.0%
Mashreqbank	14,202	80.00	80.00	68.05	6.79	0.71	5.0%	7.2%	6.7%	8.1%	0.0%
National Bank of Fujairah	8,843	4.78	4.78	2.22	14.81	1.89	1.4%	0.0%	12.0%	58.2%	102.9%
National Central Cooling Co	4,100	1.51	1.88	1.45	9.44	0.90	6.3%	-0.7%	-12.7%	-10.1%	-15.2%
RAK Bank	7,962	4.75	4.75	4.00	8.25	1.16	6.3%	13.9%	15.9%	13.1%	7.7%
RAK Properties	812	0.41	0.68	0.40	6.23	0.21	0.0%	-9.2%	-10.8%	-28.8%	-36.6%
Ras Al Khaimah	1,590	1.68	2.38	1.65	10.40	0.69	NA	-1.2%	-9.5%	-14.4%	-28.0%
SALAMA	594	0.49	0.76	0.38	345.53	0.79	0.0%	-0.8%	5.8%	-29.0%	16.9%
Sharjah Islamic Bank	3,228	1.10	1.28	1.08	6.17	0.60	0.0%	-2.7%	-7.6%	-6.0%	-10.6%
Takaful Emarat Insurance	230	1.53	2.70	1.35	16.41	1.39	5.4%	-1.9%	-5.0%	-13.1%	-17.3%
TAQA	5,035	0.83	1.30	0.77	17.09	1.14	0.0%	-7.8%	-14.4%	-22.4%	-29.7%
Union Properties	1,458	0.34	0.85	0.34	11.49	0.47	0.0%	-9.6%	-5.6%	-45.5%	-57.8%
United Arab Bank	2,104	1.02	1.48	1.00	37.19	0.82	0.0%	-14.3%	-15.0%	-18.4%	-15.0%

(Source: Bloomberg)

^ current dividend yield based on last year dividend declaration

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