

SHUAA Securities Morning Report

23 March 2020

# Market Stats					
Indices	Close	Change	1M Change	3M Change	1Y Change
ADX	3,553	-3.6%	-29.4%	-30.0%	-30.7%
DFM	1,782	-2.1%	-34.9%	-35.5%	-32.2%
TASI	6,172	-1.5%	-22.9%	-25.6%	-29.1%
BHSEASI	1,395	-1.0%	-16.4%	-12.5%	-2.2%
EGX	9,751	5.9%	-28.9%	-29.8%	-34.0%
Dow Jones	19,174	-4.5%	-34.4%	-32.6%	-25.5%
S&P 500	2,305	-4.3%	-31.7%	-28.4%	-18.4%
Nasdaq	6,880	-3.8%	-29.4%	-22.9%	-11.0%
FTSE 100	5,191	0.8%	-30.2%	-31.5%	-28.8%
DAX	8,929	3.7%	-34.7%	-33.0%	-23.1%
CAC40	4,049	5.0%	-33.2%	-32.8%	-24.8%
Nikkei225	16,553	-1.0%	-29.3%	-30.6%	-23.2%
HIS	22,805	5.0%	-17.4%	-18.2%	-22.2%

UAE Trading Summary

AEDm	BUY	SELL	Net
ADX	91	91	-
Local	77%	39%	38%
Foreign	23%	61%	-38%
Institution	56%	67%	-12%
Retail	44%	33%	12%
DFM	240	240	-
Local	72%	54%	17%
Foreign	28%	46%	-17%
Institution	24%	24%	-1%
Retail	76%	76%	1%
Total	332	332	-
Local	73%	50%	23%
Foreign	27%	50%	-23%

Upcoming Corporate Actions & Events

Date	Company	Event
23-Mar	GFH	AGM
24-Mar	ADCB	BoD/General
24-Mar	ETISALAT	AGM
24-Mar	DXBE	AGM
24-Mar	UPP	BoD/General
25-Mar	AIR ARABIA	BoD/General
25-Mar	ESHRAQ	BoD/General
25-Mar	SALAMA	BoD/Dividend
25-Mar	KHCB	AGM/EGM
25-Mar	DFM	AGM
26-Mar	ESHRAQ	AGM
29-Mar	ADIB	AGM
30-Mar	CBI	AGM
30-Mar	REEM	AGM
30-Mar	RAKBANK	AGM
30-Mar	CBI	AGM
31-Mar	ADNOC	AGM

KEY STORIES

UAE suspends all inbound, outbound passenger flights, transit of airline passengers for two weeks

UAE has decided to close all commercial centres, and shopping malls along with fish, meat and vegetables markets for a renewable period of two weeks

UAE approved an additional AED 16bn on Sunday for a total stimulus package of AED 126bn to counter the coronavirus outbreak

Emaar Properties will not be taking bookings at three more Dubai hotels for 10 weeks from Sunday, due to a collapse in demand caused by the coronavirus outbreak

Dana Gas said that its exploration and production facilities and operations in Kurdistan Region of Iraq and Egypt remain fully operational and production has not been affected by the pandemic

RAK Properties shareholders approve 4% FY19 cash dividend

Emirates Group retains cargo operations, but temporarily suspends passenger operations by 25 March. Emirates Group says will not cut jobs and decides for temporary reduction of basic salary for the majority of employees for three months ranging from 25% to 50%

Dubai delays one of world's richest horse races on virus concern

Saudi King Salman ordered a curfew to curb the spread of the coronavirus, from 7 pm to 6 am for 21 days

Saudi's Jarir Marketing says all Jarir bookstore showrooms in kingdom temporarily shut down effective 20 March and shutdown will continue until further notice

Saudi Airlines Catering board delays Q4 dividend distribution until further notice to maintain liquidity to face risk from coronavirus

The Kuwaiti cabinet has decided to extend the suspension of work in all ministries and state agencies by two additional weeks, said Government Spokesman

Oman banned public gatherings, limited staffing at state entities and shut currency exchange bureaus as part of measures to fight the coronavirus

Egypt will allocate EGP 20bn (USD 1.27bn) to support the stock exchange, battered by the impact of the spreading coronavirus on the economy - President Abdel Fattah al-Sisi

Egypt's Rubex for Plastic Manufacturing decides to halt operation at all factories and departments till end March due to coronavirus

Egypt's Eastern Company board approves to buyback upto 3% of shares

Key Global Trends/ Market Clues

Asian shares sank on Monday as a rising tide of national lockdowns threatened to overwhelm policymakers' frantic efforts to cushion what is likely to be a deep global recession. In a taste of the pain to come, E-Mini futures for the S&P 500 dived 5% at the open to be limit down, and were last off 3.8%. EUROSTOXXX 50 futures plummeted 5.9% and FTSE futures 5.1%. MSCI's broadest index of Asia-Pacific shares outside Japan lost 4.4%, with New Zealand's market shedding a record 10% as the government closed all non-essential

businesses. Shanghai blue chips dropped 1.9%, though Japan's Nikkei unexpectedly rose 2.2% aided perhaps by expectations of more aggressive asset buying by the Bank of Japan. There was little to cheer in coronavirus news as the global death toll exceeded 14,000 with more than 300,000 infections.

Oil prices fell on Monday as governments escalated lockdowns to curb the spread of the global coronavirus outbreak that has slashed the demand outlook for oil and threatened a global economic contraction. Brent crude futures fell USD 1.09, or 4%, to USD 25.89 a barrel by 0209 GMT.

UAE Stories

Emaar Properties will not be taking bookings at three more Dubai hotels for 10 weeks from Sunday, which sources familiar with the matter said was due to a collapse in demand caused by the coronavirus outbreak. Address Dubai Mall, Address Sky View and Palace Downtown cannot be booked from March 22 to May 31, the website shows.

Dana Gas said that its exploration and production facilities and operations in Kurdistan Region of Iraq and Egypt remain fully operational and production has not been affected by the pandemic.

RAK Properties shareholders approve 4% FY19 cash dividend.

Emirates Group decides for temporary reduction of basic salary for the majority of employees for three months ranging from 25% to 50%, employees will continue to be paid their other allowances during this time. Junior level employees will be exempt from basic salary reduction. Emirates retains cargo operations, but temporarily suspends passenger operations by 25 March. Dnata significantly reduces operations, including temporary closure of operations at some international locations where demand is low. Emirates group says will not cut jobs. Presidents of Emirates and Dnata will take a 100% basic salary cut for three months.

Dubai decided to postpone one of the world's richest horse races to next year amid concerns over the spread of the coronavirus. The 25th edition of Dubai World Cup, a race which attracts some of the best horses, had a prize money of about USD 12mln. The event was scheduled to take place on March 28.

GCC/ MENA

Saudi King Salman ordered a curfew to curb the spread of the coronavirus, from 7 pm to 6 am for 21 days, state media said on Sunday. The decision will take effect from Monday evening March 23.

Saudi's Jarir Marketing says all Jarir bookstore showrooms in kingdom temporarily shut down effective 20 March and shutdown will continue until further notice.

Saudi Airlines Catering board delays Q4 dividend distribution until further notice to maintain liquidity to face risk from coronavirus.

The Kuwaiti cabinet has decided to extend the suspension of work in all ministries and state agencies by two additional weeks, said Government Spokesman.

Oman banned public gatherings, limited staffing at state entities and shut currency exchange bureaus as part of measures to fight the coronavirus. Authorities in the sultanate, which has reported 55 cases of the virus, also asked the private sector to facilitate remote working and urged commercial businesses and individuals to limit cash transactions, state television reported.

Egypt will allocate EGP 20bn (USD 1.27bln) to support the stock exchange, battered by the impact of the spreading coronavirus on the economy, President Abdel Fattah al-Sisi said on Sunday.

Egypt's Rubex for Plastic Manufacturing decides to halt operation at all factories and departments till end March due to coronavirus.

Egypt's Eastern Company board approves to buyback upto 3% of shares.

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 (%)^	1M%	3M%	6M%	12M%
ADCB	33,744	4.85	10.26	4.33	6.72	0.61	9.5%	(36.0)	(38.6)	(40.1)	(49.3)
ADIB	13,802	3.80	5.85	3.60	6.01	0.72	7.1%	(33.5)	(30.1)	(24.6)	(14.6)
ADNIC	1,388	3.70	3.70	2.60	7.39	0.92	8.1%	-	32.1	32.1	-
ADNOC Dist	31,501	2.52	3.20	2.00	14.20	8.40	8.3%	(17.6)	(14.3)	(2.2)	15.1
Agthia	1,680	2.80	4.15	2.59	12.26	0.86	5.4%	(12.5)	(18.4)	(19.8)	(26.3)
Air Arabia	4,480	0.96	1.61	0.91	4.52	0.81	NA	(33.4)	(31.2)	(13.6)	5.3
Ajman Bank	1,082	0.52	0.98	0.50	13.21	0.43	6.8%	(39.4)	(42.8)	(43.7)	(38.0)
Al Waha Capital	1,554	0.80	1.33	0.72	NA	0.52	NA	(10.0)	(10.2)	(21.7)	(39.0)
Aldar Properties	12,423	1.58	2.37	1.35	6.26	0.50	8.9%	(29.1)	(27.2)	(27.5)	(16.0)
Amanat Holdings	1,510	0.60	1.06	0.57	25.16	0.59	2.5%	(25.4)	(30.7)	(32.9)	(37.3)
Amlak Finance	332	0.22	0.64	0.20	NA	0.29	0.0%	(50.9)	(55.4)	(28.0)	(30.9)
Arabtec	684	0.46	2.28	0.44	NA	0.58	11.0%	(45.1)	(66.2)	(71.9)	(78.6)
Aramex	3,075	2.10	4.85	2.05	6.18	1.17	7.9%	(40.0)	(40.8)	(48.5)	(56.2)
Bank of Sharjah	1,407	0.67	1.00	0.65	NA	0.37	0.0%	(16.1)	(15.7)	(19.9)	(29.0)
DAMAC Properties	2,541	0.42	1.42	0.36	13.26	0.18	NA	(36.9)	(44.1)	(53.8)	(70.2)
Dana Gas	3,987	0.57	1.10	0.54	6.89	0.41	9.6%	(36.9)	(38.6)	(39.9)	(36.5)
Deyaar Development	1,208	0.21	0.43	0.18	16.88	0.27	0.0%	(38.5)	(42.3)	(38.2)	(39.2)
Dubai Financial Market	4,216	0.53	1.00	0.50	34.92	0.54	0.0%	(41.4)	(43.9)	(38.7)	(30.2)
Dubai Investment	4,422	1.04	1.63	0.98	6.73	0.37	NA	(21.8)	(19.4)	(16.1)	(25.7)
Dubai Islamic Bank	29,833	4.12	5.86	3.92	5.96	0.85	8.5%	(27.3)	(24.5)	(20.8)	(15.4)
DXB Entertainments	856	0.11	0.27	0.09	NA	0.29	0.0%	(44.0)	(46.2)	(49.8)	(55.8)
Emaar Dev	9,000	2.25	4.91	2.07	2.59	1.00	23.1%	(43.0)	(42.5)	(45.3)	(42.6)
Emaar Malls	13,405	1.03	2.17	0.98	5.86	0.75	9.7%	(39.1)	(45.8)	(45.2)	(42.1)
Emaar Properties	15,251	2.13	5.53	1.90	2.46	0.29	7.0%	(45.2)	(47.4)	(55.4)	(54.7)
Emirates Integrated Tele	22,438	4.95	6.35	4.33	12.96	2.59	7.1%	(20.5)	(12.2)	(13.9)	(6.6)
Emirates NBD	44,596	7.06	13.93	6.89	2.90	0.55	5.7%	(42.5)	(41.9)	(41.7)	(26.8)
Eshraq Investments	416	0.18	0.55	0.17	NA	0.29	NA	(45.3)	(46.6)	(56.3)	(58.9)
Etisalat	112,191	12.90	17.80	11.02	12.91	2.41	6.2%	(20.3)	(22.3)	(22.8)	(23.7)
First Abu Dhabi Bank	98,064	8.98	16.96	7.78	8.19	0.91	8.2%	(35.2)	(37.6)	(37.9)	(40.8)
GFH	1,826	0.51	1.11	0.45	5.80	0.45	6.3%	(42.1)	(42.6)	(42.7)	(47.8)
Gulf Navigation Holding	382	0.38	1.00	0.30	NA	0.44	0.0%	(19.5)	(39.7)	(51.2)	(51.9)
IHC	24,590	13.50	14.00	0.87	NM	11.32	NA	(1.9)	125.0	168.9	1,250.0
Julphar	927	0.80	1.58	0.77	NA	1.33	0.0%	(14.4)	(5.9)	(33.3)	(49.4)
Mashreqbank	12,783	72.00	86.80	66.00	6.19	0.59	5.6%	-	(11.5)	(2.7)	(10.0)
National Bank of Fujairah	9,232	4.99	4.99	3.88	NA	NA	1.3%	NA	NA	NA	NA
Tabreed	4,942	1.82	2.14	1.44	10.45	1.00	5.2%	(10.8)	(6.2)	7.1	13.8
RAK Bank	6,454	3.85	5.00	3.75	5.89	0.83	7.8%	(19.3)	(16.1)	(17.9)	(10.5)
RAK Properties	786	0.39	0.50	0.35	7.81	0.20	0.0%	(13.1)	(8.6)	(12.7)	(11.3)
RAK Ceramics	1,351	1.36	1.81	1.33	7.83	0.53	10.5%	(15.6)	(1.2)	(0.6)	(16.0)
SALAMA	419	0.35	0.71	0.30	18.68	0.55	NA	(41.5)	(40.5)	(47.6)	(23.3)
Sharjah Islamic Bank	3,082	1.00	1.29	0.95	5.65	0.41	8.0%	(16.6)	(10.5)	(9.0)	(4.5)
SHUAA Capital	1,057	0.42	1.05	0.41	695.00	0.72	NA	(48.1)	(56.3)	(56.7)	(33.0)
Takaful Emarat Insurance	210	1.40	1.62	0.97	NA	1.77	5.0%	7.7	35.9	(2.1)	(11.9)
TAQA	3,640	0.60	0.94	0.40	15.56	0.87	0.0%	(17.4)	(4.8)	(17.8)	(36.1)
Union Properties	935	0.22	0.44	0.15	NA	0.32	0.0%	0.9	(24.3)	(31.0)	(37.7)
United Arab Bank	1,848	0.90	1.25	0.81	NA	0.86	0.0%	NA	0.3	(10.4)	(31.1)

(Source: Bloomberg)

^ 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.