

PRE-MARKET REPORT

31 August 2021

Market Indices	Current Close		Change	D/D	YTD	Price to Earnings	Price to Book	Div Yield
	Index	Point	Point	%	%	(x)	(x)	%
MSCI GCC Index	705.83	3.59	0.51%	23.90%	20.54	2.16	2.6%	
S&P GCC Comp PR USD	145.75	1.37	0.95%	27.78%	22.63	2.08	2.5%	
Muscat Stock Exchange	3,969.91	3.97	0.10%	8.50%	12.66	0.79	3.9%	
Saudi Stock Exchange	11,255.05	74.86	0.67%	29.52%	27.27	2.41	2.3%	
Kuwait Stock Exchange	6,825.64	12.93	0.19%	23.07%	32.25	1.70	1.8%	
Qatar Exchange	11,107.57	25.59	0.23%	6.44%	16.89	1.62	2.6%	
Bahrain Stock Exchange	1,657.14	-8.77	-0.53%	11.23%	11.69	0.83	3.3%	
Dubai Financial Market	2,899.84	-1.37	-0.05%	16.37%	21.41	0.99	2.7%	
Abu Dhabi Exchange	7,684.87	32.73	0.43%	52.32%	23.61	2.19	3.0%	
Palestine Stock Exchange	570.47	0.76	0.13%	21.05%	17.72	1.31	2.3%	
Tunis Se Index	7,352.33	3.91	0.05%	6.79%	24.84	2.41	2.1%	
EGX 30 Index	11,163.23	49.49	0.45%	2.93%	10.00	1.56	1.5%	
Amman General Index	2,058.02	8.69	0.42%	24.19%	23.87	0.87	3.4%	

World Markets	Country	Value	D/D	YTD	Currency Cross Rates	Units/1 USD	YTD %
Europe					Currency		
FTSE 100	UK	7,148.0	0.32%	10.64%	Australian Dollar (AUD)	1.368	5.25%
DAX	Germany	15,887.3	0.22%	15.81%	British Pound (GBP)	0.726	-0.83%
CAC 40	France	6,687.3	0.08%	20.46%	Canadian Dollar (CAD)	1.260	0.98%
United States					Chinese Renm. (CNH)	6.466	0.57%
DJIA	USA	35,399.8	-0.16%	15.66%	Egyptian Pound (EGP)	15.691	0.23%
S&P 500	USA	4,528.8	0.43%	20.57%	Euro (EUR)	0.846	3.36%
NASDAQ	USA	15,265.9	0.90%	18.45%	Indian Rupee (INR)	73.269	-0.28%
Asia Pacific					Japanese Yen (JPY)	109.880	-6.03%
NIKKEI 225	Japan	28,011.8	0.81%	2.07%	Swiss Franc (CHF)	0.915	-3.30%
HANG SENG	Hongkong	25,174.2	-1.43%	-7.55%	Omani Rial (OMR)	0.385	0.00%
KSE 100 Index	Pakistan	47,365.7	0.00%	8.25%	Pakistan Rupee (PKR)	166.007	-3.72%
NSE Nifty 50	India	16,952.1	0.12%	21.24%	Russian Ruble (RUB)	73.515	1.22%
SHANGHAI COMPOSITE	China	3,501.5	-0.75%	0.82%	Singapore Dollar (SGD)	1.344	-1.66%
SHANGHAI SHENZHEN CSI 300	China	4,748.6	-1.34%	-8.88%	Turkish Lira (TRY)	8.382	-11.24%

Commodity Prices	Price	D/D	YTD	GCC 3m Interbank Rates	Current Rate %	YTD %
				UAE	0.36	-30.7%
				Saudi Arabia	0.80	-2.7%
				Kuwait	1.50	4.3%
				Oman	2.12	-20.6%
				Qatar	1.13	0.4%
				Bahrain	1.55	-31.1%
				GCC Latest 10-Yr Government Bond Yields		
					Maturity date	YTM, %
				KUWAIT	20/03/2027	1.27
				UAE	16/04/2030	1.87
				QATAR	16/04/2030	1.98
				SAUDI ARABIA	22/10/2030	2.22
				OMAN	25/01/2031	5.04
				BAHRAIN	30/09/2031	5.69

Midswaps	Price	YTM %	USD Libor	Rate (%)	YTD
3 year	99.96	0.4	1m	0.09	-40.2%
5 year	99.95	0.8	3m	0.12	-49.7%
10 year	99.77	1.3	6m	0.15	-39.9%
30 year	102.44	1.9	1 year	0.24	-31.2%

Source: Bloomberg

GCC CORPORATE NEWS & DISCLOSURES

Oman

Oman Refreshment Company announces the Acquisition of Atlas Bottling Corporation Limited

- Oman Refreshment Company SAOG ("ORC") announced that it have acquired 100% of the Shareholding of Atlas Bottling Company ("ABC") on 30th August 2021
- The value of the acquisition was OMR 23.101mn
- ABC is the manufacturer and distributor of PEPSICO products in Algeria, and has been in operation for more than 20 years.

Comments: *The acquisition will enable ORC to achieve its growth targets, and to utilize its experience of more than four decades in the Beverages industry.*

SAUDI ARABIA

CMA Approved AYYAN Investment Company request to increase its capital to acquire 26.43% shares of Al-Ahsa Medical Services Company.

- The CMA announces the issuance of its resolution approving AYYAN Investment Company request to increase its capital from SAR 737.321mn to SAR 806.363 by issuing 6,904,259 ordinary shares to acquire 26.43% shares of Al-Ahsa Medical Services Company.
- Shareholder circular related AYYAN Investment Company capital increase will be published within sufficient time before the Extraordinary General Assembly Meeting.
- The shareholder circular must include all relevant information that the shareholders need to know before making an informed decision when voting on the capital increase for the purpose described, including the increase in capital and risk factors.

Addendum Announcement from National Metal Manufacturing and Casting Co. in regards to signing a Memorandum of Understanding with IGL Companies

- The Memorandum of Understanding with IGL Companies to establish a plant for Aluminum Foundry is extended up to end of February 2022 (Extendable).
- Previously, in the announcement dated 28 Feb, the duration of the memorandum was six month expendable.

Saudi transport authority registers Bahri's Alanood carrier

- The Transport General Authority (TGA) announced, Aug. 30, registering National Shipping Company of Saudi Arabia's (Bahri) Alanood carrier in the Saudi Navy.
- In August 2017, Bahri Dry Bulk Co., which is 60% owned by Bahri, signed contracts worth \$120 million with Hyundai Heavy Industries, to build four bulk carriers
- Bahri received, in May 2020, the new dry-bulk carrier 'Sara' from Hyundai Vietnam Shipbuilding (HVS).
- The company also took delivery of its new dry-bulk carriers 'Alanood' and 'AlJazi' carriers in August and September 2020, respectively.

United Electronics Company (eXtra) announced the opening of its new Branch

- United Electronics Company (eXtra) announced the opening of its new store in Karam Mall in Al Majma'ah city on 30 Aug 2021.
- Bringing the total number of eXtra Stores to 47 in Saudi Arabia and 52 in GCC.
- The total investment in the new store reached SAR 5mn
- The financial impact of this new store will be noticed in the 3rd quarter of 2021.

National Fertilizer Co. announced net profit of SAR 12.205mn

- The company net profit increased by 10% to reach SAR 12.205mn compared to same period previous year
- The Revenue increased by 5% and reached to SAR 100.986mn compared to SAR 96.027mn same period last year
- The reason for the increase in net income during this period compared to the previous period by 10% is due to a 5% increase in sales and a decrease in losses of bad debts of SAR 1.574 and a decrease in financing expenses of SAR 347,862

UAE

UAE's ADQ pulls out from Abu Dhabi National Hotels merger plans

- Abu Dhabi National Hotels Co (ADNH) has been notified by state-owned ADQ that the holding company will not pursue its offer to merge Abu Dhabi National Exhibitions Company (ADNEC) with the hotel firm.
- The merger would have created one of the largest hospitality, events and catering groups in the region.
- As part of the merger proposal in June, ADNH was to issue to ADQ a convertible instrument that would convert into 1.221 billion ordinary shares in the capital of ADNH at 3.93 dirhams (\$1.07) per share.
- Upon completion of the merger, the combined group would potentially have assets of around 20 billion dirhams, with ADQ owning around 54.98 percent of the share capital of ADNH.

Comments: ADQ, formerly known as Abu Dhabi Development Holding Co, manages \$110 billion in assets and has investments in a broad portfolio of businesses, including the companies that operate Abu Dhabi Ports, Abu Dhabi Airport, the Abu Dhabi Securities Exchange and major industrial assets such as Emirates Steel.

ADX waives minimum commission fee on trading on all listed securities

- The Abu Dhabi Securities Exchange (ADX) has announced it waived its minimum commission fee on trades in all listed securities starting today 31st August to further encourage market participation among individual investors on one of the best performing markets in the world this year.
- The decision follows the announcement on Saturday of a 50% reduction in trading commissions along with an extension of market opening hours by one hour to 3 pm.
- These initiatives are part of the "ADX One" strategy announced at the beginning of this year, which aims to bolster activity and deepen liquidity on the exchange.
- The reduction in trading fees to 0.025% from 0.05%, which will take effect on 1st of September, is the exchange's second commission cut in 2021, and the third in three years. Meanwhile, the decision to extend trading hours will be implemented from 3rd October.

Comments: The removal of the minimum commission fee will facilitate higher volumes of small trades, typically undertaken by individual investors. The idea has been met with positive feedback in informal soundings among key stakeholders, including investors, brokers and listed companies.

Qatar

Qatar First Bank Plans to Raise Capital by 60% via Rights Issue

- An increase in the Bank's nominal share capital from QAR 700mn up to QAR 1,120mn (representing an increase of 60% from the current paid-up nominal share capital of the Bank)
- Within a period of one (1) year from the date of the decision of the EGM hereby convened by way of offering 420mn new ordinary shares for subscription by means of rights issue at par value of QAR 1 (one Qatari Riyal) with an additional premium per share, to be determined by the Chairman of the Board of Directors (or such person authorised by him for such purpose)

ECONOMIC & GENERAL NEWS

OMAN

Madayn woos Saudi businessmen to invest in Ibri Industrial City

Eng. Khalid bin Abdulaziz Al Falih, Investment Minister of Saudi Arabia, accompanied by a delegation, visited on Monday the Public Establishment for Industrial Estates – Madayn at its headquarters in the Knowledge Oasis Muscat (KOM). Welcoming the delegation, Dr Saleh bin Said Masan, Undersecretary of the Ministry of Commerce, Industry and Investment Promotion for Commerce and Industry, and Chairman of Madayn’s Board of Directors emphasised the robust bilateral ties between the Sultanate and Saudi Arabia and the significance of economic integration and trade relations between the two countries.

[Source](#)

Oman’s Ghuzayn copper project offers paradigm for engagement with local community

Efforts to get Oman’s first industrial-scale underground copper mining project off the ground at Ghuzayn in North Al Batinah Governorate are making headway with the Ministry of Energy and Minerals confirming that progress has been achieved in addressing the reservations of local communities living nearby.

[Source](#)

Oman-Saudi bilateral trade soars to RO 960m in 2020

Bilateral trade between Oman and Saudi Arabia nearly doubled over the past decade to reach RO 960 million at the end of 2020, up from RO 506 million in 2010. Of the total for 2020, Oman’s exported RO 548 million worth of commodities and goods to Saudi Arabia against RO 411 million worth of imports from the latter.

[Source](#)

PDO eyes commissioning of new wind farm by 2023

Building on its already sizable presence in the renewable energy space in the Sultanate, Petroleum Development Oman (PDO) – the nation’s biggest producer of hydrocarbons – says it aims to commission its first wind power development by 2023.

[Source](#)

MIDDLE EAST

Saudi mortgage lending picks up in July 2021

More Saudis have taken out new mortgages in July after a short slump in June, however, the total banks lending to the real estate sector is still higher in the first six months of this year compared to last year as the effects of the pandemic have eased, official data showed.

[Source](#)

Swvl completes PIPE's \$35.5m pre-funding to support growth strategy

Dubai-based Swvl Inc. has announced the completion of the \$35.5 million pre-funding of the aggregate private investment in public equity (PIPE) subscription secured in connection with the company's proposed business combination with Queens Gambit Growth Capital.

[Source](#)

Car marketplace Syarah secures \$20m to expand beyond KSA

Saudi Arabia-based online car marketplace Syarah has raised \$20 million in its latest funding round, as the startup aims to expand its local and regional operations.

[Source](#)

INTERNATIONAL

China's economy under pressure as factory activity slows in Aug, services contract

China's businesses and the broader economy came under increasing pressure in August as factory activity expanded at a slower pace while the services sector slumped into contraction, raising the likelihood of more near-term policy support to boost growth.

[Source](#)

South Korea drafts aggressive spending plan for 2022, taking debt to 50% of GDP

South Korea's government on Tuesday unveiled an aggressive spending increase in the final annual budget of President Moon Jae-in's five-year term, pushing out any prospect of achieving balanced budgets amid a worsening fiscal deficit.

[Source](#)

Groups, mayors urge U.S. Congress to back \$10 billion in new public transit funding

U.S. groups representing transit systems and city leaders on Monday joined unions and environmental groups in calling on Congress to back at least \$10 billion in additional public transit spending along with new funding for high-speed rail.

[Source](#)

COMMODITIES

Ida's fury hits U.S. oil production, gasoline supplies

Energy companies on Monday were beginning a days-long evaluation of facilities hit by Hurricane Ida as widespread power outages and flooding onshore presented major hurdles to restarting oil and gas processing plants.

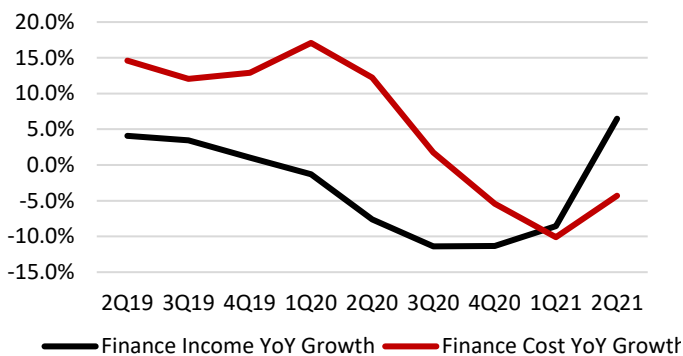
[Source](#)

CHART / TABLE OF THE DAY

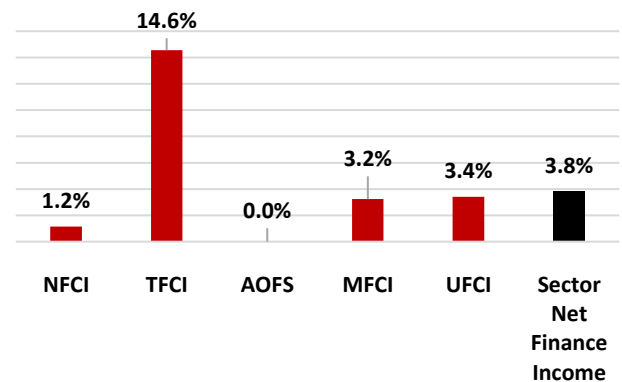
Leasing companies' Net Finance Income and Net Finance Assets recovered in 1H21

- Leasing companies have shown improvement in Net Finance Income in 1H21 compared to last year, as financing spread has improved for most companies while growth in net finance income has also picked up since the start of 2021.
- Taageer Finance was the only company to post higher-than-sector-average YoY growth in Net Finance Income.
- We believe that net finance assets will continue to recover during 2H21, as economic activity is getting back on track. This will lead to a higher net finance income for the companies.
- The first half showed a YoY increase in both finance income as well as finance cost.
- All companies have posted YoY rise in net interest income for 1H21, except for AOFS with no change. This is primarily due to finance income recovering at faster pace than finance cost for most companies.

Growth Trends for Finance Income & Cost



YoY Growth in Net Finance Income (1H21)



TECHNICALS OF THE DAY

Stock Name	Market Name	Purchase Price	Target 1	Status	Target 2	Status	Return T1	Return T2	Turnover Ratio	Stop Loss	Risk	Recommendation Date
PETRO RABIGH	KSA	24.86	25.60		26.00		2.98%	4.59%	0.12	24.80	-0.2%	30-Aug-21
BAHRI	KSA	37.85	39.00		39.50		3.04%	4.36%	0.09	37.50	-0.9%	30-Aug-21
TAKWEEN	KSA	21.70	22.30		22.50		2.76%	3.69%	0.09	21.60	-0.5%	30-Aug-21
FIPCO	KSA	66.70	68.50		69.00		2.70%	3.45%	0.08	66.65	-0.1%	30-Aug-21
PIPES	KSA	19.38	20.00		20.20		3.20%	4.23%	0.09	19.30	-0.4%	30-Aug-21
CATERING	KSA	82.00	85.00		85.50		3.66%	4.27%	0.09	81.50	-0.6%	30-Aug-21
AMLAK FINANCE	UAE	0.282	0.290		0.292		2.84%	3.55%	0.11	0.280	-0.7%	30-Aug-21
ITHMAR	UAE	0.223	0.228		0.230		2.24%	3.14%	0.09	0.22	-1.3%	30-Aug-21
ESHRAQ PEOPERTIES	UAE	0.343	0.352		0.356		2.62%	3.79%	0.10	0.34	-0.6%	30-Aug-21
ARKAN BUILDING	UAE	1.67	1.72		1.74		2.99%	4.19%	0.09	1.66	-0.6%	30-Aug-21
DOHA BANK	QATAR	2.78	2.85		2.88		2.52%	3.60%	0.09	2.75	-1.1%	30-Aug-21
INDUSTRIAL QATAR	QATAR	13.00	13.30		13.40		2.31%	3.08%	0.12	12.95	-0.4%	30-Aug-21

Last week actual performance for 12 companies													
Stock Name	Market Name	Closing Price	Purchase Price	Target 1	Status	Target 2	Status	Return T1	Return T2	Turnover Ratio	Stop Loss	Risk	Recommendation Date
MEPCO	KSA	37.50	34.90	36.00		36.20		3.15%	3.72%	0.05	34.80	-0.3%	12-Jul-21
SHAKER	KSA	28.65	32.00	33.00		33.50		3.13%	4.69%	0.09	31.70	-0.9%	12-Jul-21
ASSIR	KSA	24.40	26.40	27.20		27.30		3.03%	3.41%	0.08	26.30	-0.4%	12-Jul-21
ASLAK	KSA	37.70	39.75	41.00		41.25		3.14%	3.77%	0.08	39.50	-0.6%	12-Jul-21
GYPSSUM	KSA	48.60	55.60	57.00		57.25		2.52%	2.97%	0.09	55.50	-0.2%	12-Jul-21
MAHARAH	KSA	79.10	76.90	79.00		79.25		2.73%	3.06%	0.08	76.85	-0.1%	12-Jul-21
AJMAN BANK	UAE	0.730	0.775	0.800		0.805		3.23%	3.87%	0.09	0.770	-0.6%	12-Jul-21
GULF FINANCE HOUSE	UAE	0.753	0.770	0.790		0.800		2.60%	3.90%	0.08	0.76	-1.3%	12-Jul-21
AGTHIA GROUP	UAE	6.10	6.32	6.50		6.55		2.85%	3.64%	0.07	6.30	-0.3%	12-Jul-21
RAK CEMENT	UAE	3.36	2.29	2.35		2.39		2.62%	4.37%	0.08	2.28	-0.4%	12-Jul-21
COMMERCIAL BANK OF QATAR	QATAR	6.04	5.44	5.60		5.65		2.94%	3.86%	0.07	5.40	-0.7%	12-Jul-21
GULF INTERNATIONAL	QATAR	1.49	1.52	1.55		1.56		2.18%	2.83%	0.09	1.51	-0.5%	12-Jul-21

(Week 29 - 2021) -----

% Gain/Loss* = +1.73%

Achieved Near To Losses

Weekly performance for the past weeks					
No. of the Week	Report No.	% Gain/Loss for GTP *	U Capital GCC 50 Index	MSCI GCC Index	S & P GCC Index
Week 29 - 2021	201	1.73%	1.60%	0.85%	0.33%
Week 28 - 2021	200	0.04%	-0.88%	-0.20%	-0.11%
Week 27 - 2021	199	1.52%	0.67%	-0.40%	-0.18%
Week 26 - 2021	198	0.12%	-0.25%	0.60%	0.04%

Historical performance - Monthly					
No. of the Month	Report No.	% Gain/Loss for GTP *	U Capital GCC 50 Index	Bloomberg GCC 200	S & P GCC Index
Month 01 - 2021	173-177	4.69%	4.57%	-0.13%	1.84%
Month 02 - 2021	178-181	5.93%	2.95%	-2.80%	2.86%
Month 03 - 2021	182-185	6.45%	0.56%	-0.40%	1.30%
Month 04 - 2021	186-189	7.51%	7.97%	1.60%	2.33%
Month 05 - 2021	190-193	3.78%	2.06%	3.02%	2.98%
Month 06 - 2021	194-197	7.81%	4.23%	0.91%	2.33%
Month 07 - 2021	198-201	3.41%	1.14%	0.85%	0.08%
Month 08 - 2021	202-205				
Month 09 - 2021					
Month 10 - 2021					
Month 11 - 2021					
Month 12 - 2021					
YTD		39.58%	23.48%	3.05%	13.72%

Historical performance - Yearly					
Year	Report No.	% Gain/Loss for GTP *	U Capital GCC 50 Index	Bloomberg GCC 200	S & P GCC Index
2015 - 2016 - 2017 - 2018		(90%) - (85%) - (78%) - (83%)	(1.5%) - (14%) - (7%) - (19%)	(1.39%) - (1%) - (3%) - (-13%)	(-5.63%) - (3%) - (7%) - (7%)
2019		67%	10%	2%	14%
2020		90%	-3%	1%	12%
2021		40%	23%	3%	14%

Note:

Support & Resistance for the week expectations

Stop Loss: the clients should close / decrease his positions if it exceed this level

Risk: difference between price and support 1

Return T1: difference between Purchasing price and Target 1

Return T2: difference between Purchasing price and Target 2

Purchase Price is the last closing prices, if the stock didn't reach our targets we close the position depending on the closing price/stop loss whichever is higher

* Gross returns, excluding transaction cost & Prices are in Countries respective currency

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