

PRE-MARKET REPORT

29 June 2021

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MARKET INDICATORS

Market Indices	Current Close	Change	D/D	YTD	Price to Earnings	Price to Book	Div Yield
	Index	Point	%	%	(x)	(x)	%
MSCI GCC Index	671.9	-0.96	-0.14%	17.93%	23.58	2.14	2.3%
Muscat Stock Exchange	4,057.5	12.71	0.31%	10.90%	14.25	0.82	3.9%
Saudi Stock Exchange	10,957.1	-9.64	-0.09%	26.10%	36.14	2.42	1.9%
Kuwait Stock Exchange	6,477.7	12.65	0.20%	16.80%	41.21	1.66	2.0%
Qatar Exchange	10,679.1	-60.70	-0.57%	2.33%	18.06	1.60	2.7%
Bahrain Stock Exchange	1,586.4	2.53	0.16%	6.48%	27.23	1.05	2.1%
Dubai Financial Market	2,840.0	-30.72	-1.07%	13.96%	21.57	0.99	2.8%
Palestine Stock Exchange	536.9	-0.05	-0.01%	13.93%	20.41	1.25	2.4%
Tunis Se Index	7,296.1	-8.12	-0.11%	5.97%	25.40	2.43	2.0%
EGX 30 Index	10,273.9	-31.10	-0.30%	-5.27%	10.25	1.45	1.7%
Amman General Index	2,125.0	16.33	0.77%	28.23%	25.27	0.90	3.5%

World Markets	Country	Value	D/D	YTD	Currency Cross Rates	Units/1 USD	YTD %
			%	%	Currency		
Europe					Australian Dollar (AUD)	1.323	1.76%
FTSE 100	UK	7,073.0	-0.88%	9.48%	British Pound (GBP)	0.721	-1.50%
DAX	Germany	15,554.2	-0.34%	13.38%	Canadian Dollar (CAD)	1.234	3.11%
CAC 40	France	6,558.0	-0.98%	18.13%	Chinese Renm. (CNH)	6.459	0.68%
United States					Egyptian Pound (EGP)	15.643	0.53%
DJIA	USA	34,283.3	-0.44%	12.01%	Euro (EUR)	0.839	2.49%
S&P 500	USA	4,290.6	0.23%	14.23%	Indian Rupee (INR)	74.229	-1.57%
NASDAQ	USA	14,500.5	0.98%	12.51%	Japanese Yen (JPY)	110.560	-6.61%
Asia Pacific					Swiss Franc (CHF)	0.920	-3.76%
NIKKEI 225	Japan	28,763.2	-0.98%	4.81%	Omani Rial (OMR)	0.385	0.00%
HANG SENG	Hongkong	29,017.9	-0.84%	6.56%	Pakistan Rupee (PKR)	158.108	1.09%
KSE 100 Index	Pakistan	47,431.6	0.92%	8.40%	Russian Ruble (RUB)	72.122	3.18%
NSE Nifty 50	India	15,764.2	-0.32%	12.75%	Singapore Dollar (SGD)	1.343	-1.54%
SHANGHAI COMPOSITE	China	3,578.8	-0.77%	3.04%	Turkish Lira (TRY)	8.692	-14.40%
SHANGHAI SHENZHEN CSI 300	China	5,200.2	-0.98%	-0.21%			

Commodity Prices	Price	D/D	YTD	GCC 3m Interbank Rates	Current Rate %	YTD %
	USD	%	%			
Oil				UAE	0.35	-31.2%
Brent Crude (per bbl)	74.5	-0.27%	45.04%	Saudi Arabia	0.79	-3.0%
WTI Crude (per bbl)	72.8	-0.23%	49.94%	Kuwait	1.50	4.3%
Oman Crude Oil (Last Closing)	73.1	-1.16%	43.15%	Oman	2.12	-20.9%
OPEC (per bbl)	74.2	0.13%	47.67%	Qatar	0.97	-13.7%
				Bahrain	1.64	-27.0%

Precious Metals	Price	D/D	YTD	GCC Latest 10-Yr Government Bond Yields		
		%	%		Maturity date	YTM, %
Gold100 OZ (per oz)	1,778.2	-0.02%	-6.33%	KUWAIT	20/03/2027	1.37
Silver (per oz)	26.1	-0.07%	-1.16%	UAE	16/04/2030	2.01
Platinum (per oz)	1,091.2	-0.36%	1.78%	QATAR	16/04/2030	2.06
Other Metals				SAUDI ARABIA	22/10/2030	2.30
Copper, MT	9,388	-0.27%	20.89%	OMAN	25/01/2031	5.20
Aluminium, MT	2,490	0.16%	25.79%	BAHRAIN	30/09/2031	5.43
Lead, MT	2,233	0.59%	11.99%			
Zinc, MT	2,905	-0.09%	5.60%			

Midswaps	Price	YTM %	USD Libor	Rate (%)	YTD
3 year	99.38	0.5	1m	0.10	-33.2%
5 year	99.88	0.9	3m	0.15	-38.8%
10 year	101.30	1.5	6m	0.17	-35.8%
30 year	106.06	2.1	1 year	0.25	-27.1%

Source: Bloomberg

GCC CORPORATE NEWS, ANNOUNCEMENTS & DISCLOSURES

OMAN

Ministry of health has awarded a tender to Oman National Engineering & investment company

- Ministry of health has awarded Oman National Engineering & investment company SAOG (ONEIC), on 28 June 2021, the contract for operation and maintenance of equipment at Al Nahdha Hospital in Muscat.
- For the sum of OMR 823.230k for the period of 3 years comencing on 1 October 2021.

OIFC - Award of Variation Order concerning Majan Tender

- Oman Investment and finance (OIFC) has announced award variation order concerning Majan electricity company
- As per its latter dated 24/6/2021, Majan electricity has issued a variation order extending OIFC's contract for providing the services of meter reading, bill printing and delivery and disconnection and connection of the services related to the electricity and water, for a period of 6 months from 1/7/2021 to 31/12/2021.
- The value of this variation order is OMR 1.661mn.
- OIFC expects to make reasonable profit out of this contract.

Sharakah, BankDhofar join hands to support SMEs

- A new collaboration between Sharakah and BankDhofar was established recently to support the SMEs in Oman.
- The collaboration is to facilitate a wider array of funding and supporting opportunities to small and medium enterprises in the Sultanate. With a keen interest to help entrepreneurs, the joint support will also ensure better facilities for the startups and established businesses alike.
- Commenting on this initiative, Dinkar Kishor, Deputy General Manager at Sharakah said: "We are delighted to collaborate with BankDhofar to play a significant role in the SME ecosystem in Oman and push it forward in alignment with Vision 2040.

SAUDI ARABIA

CMA approves IPO of stc solutions

- The Capital Market Authority (CMA) approved a request by Arabian Internet and Communications Services Co. (stc solutions) to float a 20% stake, or 24 million shares in an initial public offering (IPO).
- The company will publish the prospectus within sufficient time ahead of the IPO, the market regulator said in a statement.
- The prospectus includes all relevant information that the investor needs to know before making an investment decision, including the company's financial statements, activities and management.
- The offering's approval is valid for six months as of today, June 28 and will be cancelled if the offering and listing of the shares are not completed within this period.
- Arabian Internet is a 100%-owned subsidiary of stc. It provides communications and information technology, information technology management services and digital services.
- Incorporated in 2002, stc solutions provides internet services, as well as information processing and transmission in the Saudi market.
- In December 2007, stc fully acquired stc solutions' share capital worth SAR 100mn.

CMA approves direct listing of Banan Real Estate, Canadian Medical Center on Nomu

- The Capital Market Authority (CMA) issued its resolution approving Banan Real Estate Co. and Canadian Medical Center Co.'s applications for the registration of its shares for direct listing on the Nomu Parallel Market.
- Banan Real Estate is active in the investment and development of income-generating properties across the Kingdom, and is currently focused on managing and renting a range of commercial and residential properties, hotels, managing and renting owned or leased properties, managing and operating hotel apartments, real estate management activities for commission, and in-kind registration services for the property, according to data compiled by Argaam.
- Canadian Medical Center opened its first branch in Dammam in 2007 and currently has branches in Al Khobar and Abqaiq, which are specialized medical complexes covering various specialties and medical services for patients. The company is one of the first national companies licensed by Saudi Aramco to provide advanced medical services to oil and gas companies, providing many innovative emergency services to industrial companies and oil and gas manufacturers in the GCC countries.

CMA approves Arabian Contracting Services IPO

- The Capital Market Authority (CMA) approved Arabian Contracting Services Co.'s request to offer 15 million, or 30% of its share capital, in an initial public offering (IPO), according to a statement.
- The offering prospectus will be published before the start of the subscription period.
- In May 2015, the contractor obtained the CMA's approval of the offering. However, a complaint filed against the company related to its ownership structure led to the cancellation of its planned IPO.

Alkhabeer REIT Fund completes acquisition of Vision College for Education

- Alkhabeer REIT Fund, announced that it completed on June 27, the acquisition of Vision College for Education, according to a bourse filing.
- The fund manager aims from the acquisition to expand the fund's asset base and diversify its sources of income, which will positively impact the fund results and performance.
- Alkhabeer REIT Fund announced on June 17, the successful completion of the cash subscription process in the second increase in the total value of the fund's assets from SAR 1727.2 million to SAR 2062.7 million, where 307.36% of the total cash offering volume was oversubscribed.
- The move aimed to acquire some real estate assets, including Vision College for Education (previously known as Al Farabi College for Education), located at Al-Rayyan district, east of Al-Haramain highway, Jeddah.

Anaam announces SAR 33mn positive impact on acceptance of some objections against GAZT claims

- Anaam International Holding Group announced that the positive financial impact resulting from the decision of the Committee for the Resolution of Tax Violations and Disputes on accepting some of the company's objections reaches nearly SAR 33 million.
- The Tadawul-listed firm added that it has objected to the entire amount of assessment in advance from the General Authority for Zakat and Tax (GAZT).
- In February 2018, Anaam was asked by GAZT to pay SAR 106.9 million in Zakat arrears and differentials for 1995-2011 and withholding tax of SAR 138,937 for 2007 and 2010.

Sumou Real Estate acquires 10% of Tanal for SAR 68mn

- Sumou Real Estate Co. announced today, June 28, the acquisition of a 10% stake in Tanal Real Estate Development and Investment Co. valued at SAR 68.06 million, according to a bourse filing.
- The deal was executed according to the swap agreement signed between Sumou Real Estate and Sumou Holding Co. (a related party) in December 2020.
- In return, Sumou Real Estate transferred part of its investment in Makkah Entrance Project to Sumou Holding for the same amount.
- The acquisition will have a positive impact on the company's financial results as of H1 2021.

UAE

du partners with Nokia to develop new 5G use cases for UAE's industrial sectors

- Emirates Integrated Telecommunications Company (du) has entered into a Memorandum of Understanding (MoU) with Nokia to develop new 5G use cases to accelerate the digital transformation of enterprises in the UAE.
- The use cases will enhance operational and cost efficiency across various industrial sectors in the UAE, including manufacturing, transport, shipping, aviation, energy, and health, for their digital transformation.
- Under the partnership, Nokia will offer its latest innovative and end-to-end enterprise solutions, such as high-speed enterprise digital solutions and enterprise 5G use cases, for resale under Nokia's global partner program.

Emaar Properties expects EBITDA of AED 8bn in 2021

- Emaar Properties PJSC announced that based on current market trends and business initiatives planned, the projected EBITDA for Emaar Group is expected to be approximately AED 8 billion.
- The performance is dependent on a number of external factors and therefore is an indication only of the possible performance of the group.
- Earlier, Emaar Properties PJSC has mandated Dubai Islamic Bank, Emirates NBD Capital, First Abu Dhabi Bank, Mashreqbank and Standard Chartered Bank as joint lead managers and bookrunners to arrange a global investor call as well as a series of 1-1 and group fixed income investor calls commencing June 28.
- Emaar Properties is rated Baa3 (negative) by Moody's / BB+ (stable) by S&P.

Oman Insurance partners for its life insurance policies with Mashreq Bank and Afia Insurance Brokers

- Oman Insurance Company, UAE's largest insurance provider, launched a new Straight Through buying Process for its term life insurance policies. In line with its 'customer first' strategy, the company partnered with Mashreq Bank and InsuranceMarket.ae by AFIA Insurance Brokerage Services to enable customers to protect themselves and their loved ones with a comprehensive plan within minutes.
- The 100% online process ensures instant policy approval for all standard non-medical cases and end to end digital process to ensure fast and seamless service to the customers.

FOODCO Holding Company PJSC raises foreign ownership limit to 49%

- Following are the new ownership limit on FOODCO Holding Company (FOODCO) shares, effective from Tuesday, 29th of June 2021.
- The percentage of participation of UAE nationals at any time during the company's existence shall not be less than 51% of its capital.
- Foreign ownership raised to 49%.

Al Yah Satellite IPO Books Demand Exceeds Max. Deal Size: Terms

- Al Yah Satellite Communications Co. has gathered investor orders in excess of the maximum deal size of its IPO on the Abu Dhabi stock exchange, according to terms seen by Bloomberg.
- Maximum deal size is 40% of the company's capital.
- Yahsat is taking orders for an up to \$811m IPO at 2.55 dirhams to 3.05 dirhams a share.

QATAR

Qatar International Islamic Bank mulls 100% foreign ownership

- Qatar International Islamic Bank's (QIIB) board of directors has recommended allowing foreign investors to own up 100 percent of the bank's capital instead of 49 percent previously allowed.
- In a statement to the Qatar stock exchange, where its shares are traded, the bank said the amendment would need the approval of the supervisory and regulatory authorities and would then be submitted to the shareholders for their approval.
- QIIB shares were slightly lower at 9.39 Qatari riyals shortly after trading opened Monday.
- QIIB is the smallest of four Islamic banks in Qatar, with about a 14 percent market share of Islamic banks' assets, according to Fitch Ratings.
- In April 2021, the Qatari cabinet approved a draft law to allow foreign investors to fully own companies listed on the exchange. The move, if approved into a law, is expected to bring in overseas funds.

BAHRAIN

Investcorp buys Italian digital sales platform CloudCare

- Bahrain-based global investment manager Investcorp has acquired CloudCare, a leading Italian tech-enabled digital sales and marketing solutions platform active in energy, telecommunications and insurance markets.
- CloudCare which has achieved an average annual revenue growth in excess of 40 percent, operates as a channel partner and digital broker, connecting consumers and service providers through both its own proprietary online platform and clients' web platforms.
- Investcorp has previously partnered with technology-enabled services companies globally and in Europe specifically, including: Investis Digital, a global digital corporate communications and marketing company; Vivaticket, a global provider of tech-enabled ticketing management solutions; ABAX, a telematics solutions provider in Europe; and SecureLink, one of Europe's largest dedicated cybersecurity infrastructure and managed services providers.

ECONOMIC & GENERAL NEWS

OMAN

PDO/EDO plan new 100MW solar power project in North Oman

Petroleum Development Oman (PDO) and its parent holding company Energy Development Oman (EDO) are moving ahead with plans for the implementation of a new renewables-based Independent Power Project (IPP) in the northern part of its sprawling Block 6 concession in the Sultanate. The proposed IPP centres on a 100MW capacity solar-based generation component. In addition, it will feature — for the first time in Oman — a large-scale battery storage component designed to ensure consistent and sustained power supply overcoming intermittency challenges typically associated with solar or wind based generation.

[Source](#)

Ministry Signs Agreement with Oman LNG

The Ministry of Heritage and Tourism on Monday signed an agreement with Oman LNG to finance a project to restore Qalhat archaeological city (first phase). The agreement was signed by Eng. Ibrahim Said Al Kharousi, Heritage undersecretary, and Dr Amer Nasir Al Mataani, CEO of Oman LNG. He added that the funding of the project constitutes a model of corporate partnership with the heritage sector and a move to boost economic and social sustainability projects. Al Kharousi pointed out that the project will generate new jobs and benefit various segments of local society in the vicinity of the project, the Wilayat of Sur and the Governorate of South Al Sharqiyah.

[Source](#)

Oman, Kuwait Discuss Trade, Investment Relations

The Sultanate and the State of Kuwait today conducted a discussion session to enhance trade and investment relations between the two countries in the areas of agriculture, livestock and fisheries. The online meeting, organized by Oman Chamber of Commerce and Industry, reviewed investment opportunities in the agricultural, livestock and fisheries fields available on both sides. The Kuwaiti specialists of the Public Authority for Food and Nutrition (PAFN) previewed the laws, regulations and standard specifications related to importing and exporting agricultural, animal and fish products.

[Source](#)

MIDDLE EAST

Sheikh Mohammed launches new economic growth initiatives

His Highness Sheikh Mohammed bin Rashid Al Maktoum, Vice President and Prime Minister of the UAE and Ruler of Dubai, today said the vision, proactive strategy and committed efforts of the UAE's federal and local teams have enabled the UAE economy to be progressive, resilient and stable and maintain a high level of preparedness to deal with any kind of crises and challenges. The UAE constantly refines its economic model and strategic approaches to ensure it is able to leverage new opportunities brought by the evolving regional and global environment, he said.

[Source](#)

Over 80% of Saudi SMEs seem optimistic about next 12 months

A recent study showed that 83% of the small and medium-sized enterprises (SMEs) in Saudi Arabia are optimistic about future growth in the coming 12 months, backed by potential for digitalization, access to better data, in addition to training and upskilling. This percentage was compared to a regional average of 81%, according to the inaugural Mastercard Middle East and Africa (MEA) SME Confidence Index. The study added that 83% of the Saudi SMEs projected revenues to either grow or hold steady, while 50% expected an increase. Saudi Vision 2030 aims to increase SMEs' contribution to the gross domestic product (GDP) to 35%.

[Source](#)

Demand soars for \$10m properties in Dubai

Homebuyers have already snapped up 22 Dubai luxury properties worth \$770 million in 2021, compared with the 19 similar properties sold across the whole of 2020. Real estate company Knight Frank said the trend towards buying homes worth \$10 million or more in the emirate could signal the start of a new "Roaring Twenties" for global residential real estate, adding that the number of luxury properties sold in the emirate this year is now the highest since 2015. Knight Frank attributes the spike in sales to the emirate's quick response to the pandemic, which made it one of the first cities in the world to create a path to normalisation following the global lockdowns.

[Source](#)

Riyadh awaits IPO tsunami

The Capital Market Authority (CMA) on Monday approved a request by Arabian Internet and Communications Services Co. (STC Solutions) to float a 20 percent stake as part of an initial public offering (IPO). The STC Solutions approval remains valid for six months from June 28. On the same day, the CMA also approved applications from Banan Real Estate Co. and Canadian Medical Center Co. to register shares for a listing on the Nomu Parallel Market. Monday's announcements come as anecdotal evidence indicates that there is a veritable tsunami of IPOs lined up for Tadawul later this year. Up to 30 companies in talks to launch listings by the end of this year

[Source](#)

Regional e-commerce market size hits \$22 bn in 2020, says Noon

The e-commerce market size regionally reached nearly \$22 billion by the end of 2020, Al Sharq TV channel reported, citing Ahmed Gadouri, General Manager – Saudi Arabia, Noon. He stated that 80% of the region's e-commerce market demand comes from Saudi Arabia, the UAE and Egypt. Increasing demand for e-commerce and how companies can meet this demand is among the most important challenges, Gadouri said. Noon is constantly focusing on interacting with its customers by diversifying services into food delivery, currently available in Riyadh and Jeddah.

[Source](#)

INTERNATIONAL

Asian shares pressured by fears over Delta virus variant, U.S. data in focus

Asian shares edged lower on Tuesday on concerns new coronavirus outbreaks in the region could undercut an economic recovery even as robust momentum in the United States prompts the Federal Reserve to contemplate a quicker exit from accommodative policy. MSCI's broadest index of Asia-Pacific shares outside Japan was 0.11% lower, hovering near recent highs, though momentum has stalled as some countries re-impose lockdowns to contain the spread of the Delta virus variant. Australian and Japanese shares took the brunt of early losses, with the ASX/200 index down 0.76% and the Nikkei falling 0.91%. The South Korean market was 0.39% lower, and Chinese stocks were also down 1.06%.

[Source](#)

Dollar bides time below two-month highs before payrolls test

The dollar hovered below a two-month high versus major counterparts on Tuesday, with traders largely sidelined ahead of a closely watched U.S. jobs report, which could sway the timing of an exit from Federal Reserve stimulus. The dollar index, which tracks the greenback against a basket of six major currencies, was at 91.884 early in the Asian session after retreating from as high as 92.408 on June 18, in the week the Federal Open Market Committee shocked markets by predicting two interest rate hikes by end-2023.

[Source](#)

Fed's Kashkari says banks can't expect government to bail them out of every crisis – FT

Banks cannot expect the government to bail them out of every crisis and must increase their equity funding to protect against the next "unexpected shock," Minneapolis Federal Reserve President Neel Kashkari wrote in an op-ed for the Financial Times. Kashkari wrote in the newspaper on Monday that the losses in the banking sector were far smaller than his analysis during the COVID-19 pandemic. "Does their performance during the COVID downturn indicate that large banks are strong enough? No, it does not," he wrote, adding that the losses in the banking sector were much smaller than expected because governments were aggressive in providing fiscal support for families and businesses affected by the crisis.

[Source](#)

Goldman, Blankfein, Cohn must face shareholder lawsuit over 1MDB scandal

Goldman Sachs Group Inc and two former top executives were ordered by a U.S. judge on Monday to face a lawsuit accusing them of misleading shareholders about the bank's work for 1MDB, a Malaysian fund that became embroiled in a corruption scandal. U.S. District Judge Vernon Broderick in Manhattan said shareholders in the proposed class action adequately alleged that several statements by Goldman, former Chief Executive Lloyd Blankfein and former Chief Operating Officer Gary Cohn about 1MDB and Goldman's ethics were false and misleading.

[Source](#)

Rising producer prices in China won't likely drive up consumer costs, says JPMorgan

The recent surge in producer prices in China will not likely to drive up costs for consumers, says JPMorgan Private Bank's Alex Wolf. "We don't see (producer inflation) really going into consumer prices. They've risen a bit, but we don't see much of a further rise in consumer prices that would force the (People's Bank of China) to act in any way," said Wolf, who is head of investment strategy for Asia at the firm. Producer inflation "has likely peaked and likely come down," while consumer prices in some cases are also appearing to peak, he told CNBC's "Street Signs Asia" on Monday.

[Source](#)

European markets head for flat open as investors watch delta variant, await U.S. data

European stocks are heading for a muted open Tuesday as global investors monitor the spread of the delta Covid-19 variant and await key economic data out of the U.S. Britain's FTSE 100 is seen around 4 points lower at 7,069, Germany's DAX is set to inch around 8 points lower to 15,546 and France's CAC 40 is set to shed a single point to 6,557, according to IG data.

[Source](#)

COMMODITIES

Oil falls as flare-ups of COVID-19 variant threaten fuel demand

Oil prices slipped for a second day on Tuesday on worries about slower fuel demand growth as outbreaks of the highly contagious COVID-19 variant Delta sparked new mobility restrictions around the world. U.S. West Texas Intermediate (WTI) crude futures fell 14 cents, or 0.2%, to \$72.77 a barrel at 0045 GMT, extending a 1.5% loss on Monday. Brent crude futures dipped 10 cents, or 0.1%, to \$74.58 a barrel, after sliding 2% on Monday. The flare-up in cases of the Delta variant comes as the Organization of the Petroleum Exporting Countries (OPEC), Russia and allies, together known as OPEC+, are set to meet on July 1 to discuss easing their supply curbs.

[Source](#)

Gold stuck in a rut as virus fears counter Fed's hawkish tilt

Gold drifted sideways on Monday as investors were caught between fears of a spike in the highly transmissible Delta strain of the coronavirus and expectations of an early interest rate hike by the U.S. Federal Reserve. Non-yielding gold, which is also seen as a safe investment during uncertain times, tends to fall out of favor among investors when interest rates rise. Spot gold was steady at \$1,779.70 per ounce by 1:31 p.m. EDT (1731 GMT). U.S. gold futures settled up 0.2% at \$1,780.70.

[Source](#)

FIXED INCOME / RATING ACTION / RATING AGENCY OUTLOOK

UAE

IPT: Emaar Properties 10y USD Sukuk at 4.250% Area

- Global books open, today's business.
- Issuer: Emaar Sukuk Limited
- Obligor: Emaar Properties PJSC
- Obligor Ratings: Baa3 by Moody's (negative) / BB+ by S&P (stable)
- Expected Issue Ratings: Baa3 (Moody's) / BB+ (S&P)
- Status: Senior Unsecured
- Format: RegS, Registered, Cat 2
- Sukuk Structure: Ijara / Commodity Murabaha
- Settlement: 6 July 2021 (T + 5)
- Tenor: 10-year
- Maturity: 6 July 2031
- Currency & Issue Size: USD 500mn (will not grow)
- IPTs: 4.250% area
- Profit Rate: TBC; FXD, S/A, 30/360
- Documentation: USD 2.0bn Trust Certificate Issuance Program
- Denominations: USD 200k + USD 1k
- Listing: Nasdaq Dubai

Fitch Affirms TAQA at 'AA-'; Outlook Stable

- Fitch Ratings has affirmed Abu Dhabi National Energy Company's (TAQA) Long-Term Issuer Default Rating (IDR) and senior unsecured rating at 'AA-'. The Outlook on the Long-Term IDR is Stable.
- The affirmation is supported by Fitch's view of the strength of links, under its Government-Related Entities (GRE) Rating Criteria, between TAQA and its majority indirect shareholder Abu Dhabi (AA/Stable). TAQA's Standalone Credit Profile (SCP) of 'bbb+' is more than four notches lower than the Abu Dhabi sovereign rating, which leads to a top-down minus one approach under the GRE Criteria.
- Supportive Parent Links: TAQA is rated one notch below its indirect majority shareholder the Government of Abu Dhabi. Under the GRE Criteria, we assess status, ownership and control; and socio-political and financial implications of a default, as 'Strong', while we view the support track record-and- expectations factor as 'Very Strong'. This assessment results in a score of 35, leading to a 'top-down minus one' rating approach.

QATAR

MANDATE: Ahli Bank of Qatar Hires Banks for 5-Year \$ RegS Bond

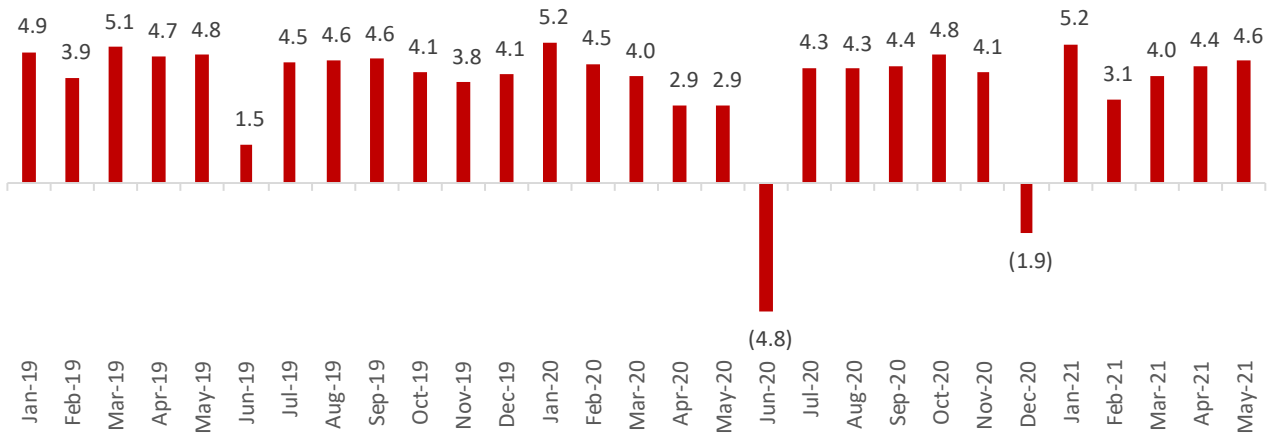
- Ahli Bank has mandated Barclays Bank, JPMorgan, Mizuho Securities, QNB Capital and Standard Chartered Bank as joint lead managers and joint bookrunners for its upcoming offering under ABQ Finance \$2 billion EMTN program.
- A 5-year fixed rate USD Regulation S unsecured offering may follow as early as June 29, subject to market conditions.

CHART / TABLE OF THE DAY

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- Saudi Banks aggregate profit up 9% YoY during 5M-2021 at SAR 12.2bn compared to SAR 19.5bn in same period last year.
- The banks reported a 57% rise in aggregate net profit before Zakat and tax to SAR 4.55bn in May 2021, from SAR 2.90bn a year earlier.
- Banks' aggregate assets grew by over 9% YoY to SAR 3.069 trillion in May.
- Combined deposits decreased by 7.5% YoY to SAR 2.001 trillion in the same month.
- Loans to the private sector saw an increase of 15.5% YoY to around SAR 1.904 trillion by the end of May.

Saudi Banking Sector Profit (SAR bn)



Source: SAMA

TECHNICALS OF THE DAY

GCC Technical Analysis

Stock Name	Market Name	Purchase Price	Target 1	Target 2	Return T1	Return T2	Stop Loss	Risk
اسم السهم	السوق	سعر الشراء	الهدف الأول	الهدف الثاني	العائد الأول	العائد الثاني	وقف الخسارة	المخاطرة
FIPCO	SAUDI	70.30	72.00	72.50	2.42%	3.13%	70.10	-0.3%
MAADANIYAH	SAUDI	40.75	42.00	42.50	3.07%	4.29%	40.50	-0.6%
BABTAIN	SAUDI	41.20	42.50	43.00	3.16%	4.37%	41.00	-0.5%
SEERA	SAUDI	21.80	22.50	22.60	3.21%	3.67%	21.70	-0.5%
DUR	SAUDI	34.50	35.50	36.00	2.90%	4.35%	34.20	-0.9%
SHAMS	SAUDI	63.40	65.00	65.50	2.52%	3.31%	63.20	-0.3%
AL KHALIJ TRAINING	SAUDI	30.95	31.80	32.00	2.75%	3.39%	30.85	-0.3%
SASCO	SAUDI	36.80	38.00	38.50	3.26%	4.62%	36.70	-0.3%
ASH SHARQIYAH	SAUDI	106.80	109.00	110.00	2.06%	3.00%	106.00	-0.7%
MOUWASAT	SAUDI	180.00	184.00	185.00	2.22%	2.78%	179.00	-0.6%
AL INMA BANK	SAUDI	20.48	21.00	21.50	2.54%	4.98%	20.35	-0.6%
AL JAZIRA TAKAFUL	SAUDI	31.30	32.20	32.50	2.88%	3.83%	31.20	-0.3%
MEDGULF	SAUDI	26.95	27.60	27.70	2.41%	2.78%	26.80	-0.6%
SAICO	SAUDI	24.28	25.00	25.10	2.97%	3.38%	24.18	-0.4%
WATANIYAH	SAUDI	51.80	53.00	53.50	2.32%	3.28%	51.70	-0.2%
DU	UAE	6.84	7.00	7.10	2.34%	3.80%	6.82	-0.3%
ADCB	UAE	6.90	7.10	7.12	2.90%	3.19%	6.85	-0.7%
DANA GAS	UAE	0.839	0.865	0.870	3.10%	3.69%	0.835	-0.5%
QATAR ISLAMIC BANK	QATAR	17.27	17.85	18.00	3.36%	4.23%	17.20	-0.4%

Note:

Support & Resistance for the 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

Prices are in Countries respective currency

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