

### || Banking Sector:

	Company	Net Funded Income (AED Mn)			Non-Funded Income (AED Mn)			Net Profit (AED Mn)			Impairment Charges (AED Mn)			EPS (AED)		
		2Q23	2Q24F	YoY Change	2Q23	2Q24F	YoY Change	2Q23	2Q24F	YoY Change	2Q23	2Q24F	YoY Change	2Q23	2Q24F	YoY Change
1	Abu Dhabi Commercial Bank (ADCB)	2,930	3,360	14.7%	1,129	1,246	10.4%	1,933	2,046	5.8%	-748	-810	8.3%	0.26	0.28	7.7%
2	Abu Dhabi Islamic Bank (ADIB)	1,504	1,734	15.3%	724	844	16.6%	1,168	1,389	18.9%	-223	-141	-36.8%	0.30	0.36	20.0%
3	Mashreq Bank	1,870	2,186	16.9%	737	850	15.3%	1,906	1,948	2.2%	43	-116	-369.8%	9.50	9.71	2.2%
4	Commercial Bank of Dubai (CBD)	880	994	13.0%	342	403	17.8%	650	716	10.2%	-267	-301	12.7%	0.20	0.22	10.0%
5	Dubai Islamic Bank (DIB)	2,119	2,129	0.5%	706	833	18.0%	1,571	1,555	-1.0%	-463	-315	-32.0%	0.20	0.20	0.0%
6	Sharjah Islamic Bank (SIB)	347	376	8.4%	134	134	0.0%	262	263	0.4%	-60	-42	-30.0%	0.08	0.08	0.0%
7	Commercial Bank International (CBI)	87	91	4.6%	35	46	31.4%	45	36	-20.0%	1	-6	NM	0.03	0.02	-19.2%
8	United Arab Bank (UAB)	100	134	34.0%	50	32	-36.0%	66	71	7.6%	-15	-10	-33.3%	0.03	0.03	0.0%
9	National Bank of Ras Al Khaimah (RAKBANK)	828	883	6.6%	288	290	0.7%	450	557	23.8%	-260	-164	-36.9%	0.22	0.28	27.3%
10	Emirates NBD	7,232	7,679	6.2%	3,592	3,279	-8.7%	6,226	5,748	-7.7%	-478	-365	-23.6%	0.97	0.89	-8.2%
11	Ajman Bank	110	110	0.0%	79	90	13.9%	53	86	62.3%	-42	-10	-76.2%	0.02	0.03	45.5%

### Commentary:

- UAE banking system advances rose 6.1% YOY to AED 1,776.6 Bn in 1Q24. On the other hand, deposits expanded at a faster rate, recording a 15.2% YOY growth to AED 2,657.3 Bn in 1Q24.
- The loan-to-deposit ratio fell from 68.9% in 4Q23 to 66.9% in 1Q24 which indicates ample liquidity and credit offering in the UAE banking system.
- The US Fed hiked interest rates for the last time in July 2023 by 25 to 5.25-5.50% to the highest level in 16 years; however, due to softening of the inflation, the Fed left the interest rates unchanged for the seventh time in June 2024. In June 2024, the Fed signalled to cut interest rates only once in 2024 instead of the previous estimate of three interest rate cuts.
- The average cost-to-income ratio of UAE banks declined from 36.5% in 1Q23 to 35.4% in 1Q24, the average annualised cost of risk for the banks under our coverage fell to 0.69% in 1Q24 from 1.87% in 4Q23 mainly due to a decline in Ajman Bank's cost of risk.

### || Property Sector:

Company	Revenue (AED Mn)			EBITDA (AED Mn)			EBITDA Margin (%)		Net Profit (AED Mn)			Net Margin (%)		EPS (AED)	
	2Q23	2Q24F	YoY Change	2Q23	2Q24F	YoY Change	2Q23	2Q24F	2Q23	2Q24F	YoY Change	2Q23	2Q24F	2Q23	2Q24F
1 Aldar Properties	3,240	5,366	65.6%	1,437	1,759	22.4%	44.4%	32.8%	1,198	1,331	11.1%	37.0%	24.8%	0.15	0.17
2 Emaar Properties	5,978	7,001	17.1%	2,713	3,487	28.6%	45.4%	49.8%	1,740	3,124	79.6%	29.1%	44.6%	0.20	0.35
3 Emaar Development	2,080	3,688	77.3%	1,163	1,780	53.0%	55.9%	48.3%	1,119	1,555	39.0%	53.8%	42.2%	0.28	0.39
4 Tecom Group	535	574	7.3%	426	448	5.3%	79.6%	78.1%	229	248	8.1%	42.9%	43.2%	0.05	0.05
5 RAK Properties	253	311	23.0%	64	83	30.1%	25.2%	26.7%	44	46	5.1%	17.2%	14.7%	0.02	0.02

### Commentary:

- **Emaar Properties** announced an investment of AED 1.5 Bn in the expansion of Dubai Mall to launch 240 new luxury retail and dining options. The Company also reported the highest-ever quarterly property sales of AED 13.5 Bn (USD 3.7 Bn) in 1Q24. As a result of the strong growth in property sales in 1Q24, the revenue backlog grew 9% QOQ to AED 78.3 Bn (USD 21.3 Bn)
- **Emaar Development** acquired a land plot measuring 60 Mn SQFT near The Oasis masterplan, with a development value of AED 41 Bn (USD 11 Bn). Also, the Company launched two developments, The Heights Country Club & Wellness and Grand Polo Club & Resort, spanning over a total of 141 Mn SQFT of land, with a combined development value of AED 96 Bn (USD 26 Bn).
- **RAK Properties** launched multiple projects in 1Q24, including the NB Collection of 11 exclusive high-end villas and EDGE a 237-unit residential development. The Company also inaugurated its second five-star luxury hotel the Anantara Mina Al Arab Hotel and Resort with 174 keys.
- **Aldar Properties** launched a first-of-its-kind 'active living' concept Athlon in Dubai. The project features 1,492 residential units and was launched in partnership with Dubai Holdings. Aldar Properties unveiled Verdes by Haven, a community of apartments designed to integrate nature and wellness with contemporary living. The project contains 1,050 units and is expected to start sale in July 2024.
- Aldar Investment Properties (AIP), a subsidiary of Aldar Properties issued its second tranche of USD 500 Mn green Sukuk, a part of the USD 2 Bn trust certificate issuance program. The issuance was 4x oversubscribed and achieved the tightest credit spread ever priced by Aldar.
- **Tecom** launched a plan to invest AED 1.7 Bn in strategic projects to expand its portfolio. TECOM Investment FZ LLC (a subsidiary of Tecom) will acquire two grade A office buildings with a leasable area of 334,000 SQFT from DHAM with a combined value of AED 420 Mn. Dubai Industrial City LLC (a subsidiary of Tecom) will acquire several plots with a total area of 13.9 Mn SQFT for a combined value of AED 410 Mn from DHAM. Another subsidiary, Dubai Design District FZ LLC will acquire 629,000 SQFT gross floor area (GFA) from DHAM for AED 136 Mn.

### || Basic Material Sector:

Company	Revenue (USD Mn)			EBITDA (USD Mn)			EBITDA Margin (%)		Net Profit (USD Mn)			Net Margin (%)		EPS (USD)	
	2Q23	2Q24F	YoY Change	2Q23	2Q24F	YoY Change	2Q23	2Q24F	2Q23	2Q24F	YoY Change	2Q23	2Q24F	2Q23	2Q24F
1 Fertigllobe PLC	552	480	-12.9%	217	186	-14.6%	39.4%	38.6%	79	52	-34.4%	14.4%	10.8%	0.01	0.01
2 Borouge PLC	1,416	1,380	-2.5%	518	600	15.8%	36.6%	43.5%	229	299	30.7%	16.2%	21.7%	0.01	0.01

### Commentary:

- **Fertigllobe** awarded the construction contract of the TA'ZIZ low-carbon Ammonia facility at Ruwais Industrial City with capacity of a 1 Mn ton per annum to Tecnimont S.p.A. (MAIRE Group). The construction will start in 3Q24, and the facility is expected to be operational in FY2027. The facility is anticipated to capitalize on the growing demand for low-carbon ammonia as a carrier fuel for clean hydrogen.
- Fertigllobe launched a cost savings & Manufacturing Improvement Plan (MIP) to further optimize the cost structure and strengthen its cash cost positioning. It plans to generate a cost saving of USD 100 Mn by the end of FY2025 through this program.
- **Borouge** plans to pay USD 1.3 Bn in dividends in FY2024, demonstrating the Company's ability to generate strong cash flow through the cycle.
- Borouge announced that its Borouge 4 project will add 1.4 Mn tonnes of production capacity, potentially generating an additional revenue of USD 1.5-1.9 Bn annually after a full ramp-up. The project is 60% complete in 1Q24 and is anticipated to increase the company's production capacity by nearly a third to 6.4 million tonnes. The project is expected to be ready by the end of FY2025.
- Borouge has scheduled the turnaround of the Borouge 3 plant during 4Q24 as a part of regular maintenance and expects a total volume impact of 330 thousand tonnes (kt).
- Borouge is also planning for a second Ethylene unit (EU2) to increase the production of olefins and polyolefins by 230 thousand tonnes (kt). The project is expected to be operational by FY2028 and is anticipated to generate USD 220-250 Mn in additional revenue.

### || Consumer Staples Sector:

Company	Revenue (AED Mn)			EBITDA (AED Mn)			EBITDA Margin (%)		Net Profit (AED Mn)			Net Margin (%)		EPS (AED)	
	2Q23	2Q24F	YoY Change	2Q23	2Q24F	YoY Change	2Q23	2Q24F	2Q23	2Q24F	YoY Change	2Q23	2Q24F	2Q23	2Q24F
1 Agthia Group	1,019	1,064	4.4%	131	147	12.2%	12.8%	13.9%	38	60	57.9%	3.8%	5.6%	0.05	0.08
2 Americana Restaurant (USD, Mn)	652	508	-22.1%	165	123	-25.5%	25.3%	24.3%	87	42	-51.7%	13.3%	8.2%	0.01	0.01

### Commentary:

- **Agthia Group** introduced a new range of organic dates; in addition, it also launched the Abu Auf Ramadan gifting range of 11 SKUs, and several new Al Ain-brand food products in UAE.
- Abu Auf of Agthia Group expanded its product range by launching multiple new products and extending product lines, aiming to reinforce its position in Egypt and increase exports to the UAE. Abu Auf significantly expanded its retail footprint by opening 27 new stores and launched several new innovative SKUs in 1Q24. The expansion in the retail chain is anticipated to support Abu Auf's growth going forward.
- Agthia Group launched two new specialty Flour products in the Agri-Business and the new Agrivita Dairy Premix to meet UAE farmers' growing needs for improved animal nutrition.
- Agthia Group started the trial run of a new protein facility in Jeddah (Saudi Arabia) and is expected to reach full capacity in 2Q24. The site is anticipated to provide localized production capacity to support growth plans with phase one capex of AED 88 Mn and a capacity of 6,500-7,000 tonnes per annum.
- **Americana Restaurant's** portfolio included 2,456 restaurants at the end of 1Q24 across 12 countries, including the Middle East, North Africa, and Kazakhstan. The company continues to expand its portfolio with a gross addition of 37 new restaurants in 1Q24, with an additional 37 restaurants under construction. The Company expects to add 200-225 restaurants to its portfolio in FY2024.

### || Industrials Sector:

Company	Revenue (AED Mn)			EBITDA (AED Mn)			EBITDA Margin (%)		Net Profit (AED Mn)			Net Margin (%)		EPS (AED)	
	2Q23	2Q24F	YoY Change	2Q23	2Q24F	YoY Change	2Q23	2Q24F	2Q23	2Q24F	YoY Change	2Q23	2Q24F	2Q23	2Q24F
1 RAK Ceramics	872	838	-3.9%	155	149	-3.8%	17.8%	17.8%	70	63	-9.8%	8.0%	7.5%	0.07	0.06
2 Abu Dhabi Ports	2,060	4,084	98.2%	686	1,080	57.4%	33.3%	26.5%	286	384	34.3%	13.9%	9.4%	0.06	0.08

### Commentary:

- **Rak Ceramics** completed a 100% acquisition in Rak Porcelain LLC, making it a fully owned subsidiary. Rak Porcelain entered the home and lifestyle segment in June 2024, with the launch of its first retail showroom in Dubai Hills Mall.
- Rak Ceramics working on multiple expansionary projects such as upgrading the tiles plant in India and expect GVT tiles plant to commence production in 2Q24. Additionally, the Company is investing in tiles and sanitary production facilities in the UAE to improve production efficiencies. The Company is also planning a greenfield production facility in Saudi Arabia.
- **AD Ports Group** signed multiple agreements with Unicargas and Multiparques to secure the 20-year concession agreement (extendable for another 10 years) with the Luanda Port Authority to operate and upgrade the existing Luanda multipurpose port terminal in Angola. The Company committed USD 251 Mn for the modernisation of the terminal and development of the logistics business between FY2024-26, with a potential increase in investment of up to USD 379 Mn.
- AD Ports Group signed a concession agreement with the Red Sea Port Authority (RSPA) to develop, manage, and operate three cruise terminals at Hurgada, Safaga, and Sharm El Sheikh ports. The Company will invest USD 4.7 Mn in the next 15 years to cover operations and management of three terminals which are expected to be operational by 2025.
- AD Ports Group started two 30-year concession agreements for the development, management, and operations of a Ro-Ro terminal and a cruise terminal at Sokhna Port with the General Authority of the Suez Canal Economic Zone (SCZONE)
- AD Ports Group formed a joint venture to establish East Africa Gateway Ltd (EAGL) based in KEZAD in Abu Dhabi with Adani International Port Holding Pte Ltd, (a wholly owned subsidiary of Adani Ports and Special Economic Zone Limited (APSEZ)), and East Harbour Terminals Ltd. All three parties acquired 95% of Tanzania International Container Terminal Services Ltd (TICTS) from Hutchison Port Holdings Limited for a total purchase consideration of USD 39.5 Mn. The Company will hold a 30% stake in the joint venture

### || Energy Sector:

company	Revenue (AED Mn)			EBITDA (AED Mn)			EBITDA Margin (%)		Net Profit (AED Mn)			Net Margin (%)		EPS (AED)	
	2Q23	2Q24F	YoY Change	2Q23	2Q24F	YoY Change	2Q23	2Q24F	2Q23	2Q24F	YoY Change	2Q23	2Q24F	2Q23	2Q24F
1 Dana Gas (USD,Mn)	100	94	-6.0%	56	57	1.8%	56.0%	61.0%	33	35	6.1%	33.0%	36.7%	0.01	0.01
2 ADNOC Drilling(USD,Mn)	724	925	27.8%	344	447	29.9%	47.5%	48.4%	228	288	26.3%	31.4%	31.2%	0.01	0.02
3 ADNOC Distribution	8,132	8,980	10.4%	851	862	1.3%	10.5%	9.6%	551	571	3.6%	6.8%	6.4%	0.04	0.05
4 ADNOC GAS (USD, Mn)	4,059	4,695	15.7%	1,589	1,964	23.6%	39.1%	41.8%	984	1,221	24.1%	24.2%	26.0%	0.01	0.02
5 ADNOC L&S (USD, Mn)	632	860	36.1%	219	284	29.7%	34.6%	33.0%	162	188	16.0%	25.7%	21.8%	0.02	0.03

### Commentary:

- **DANA Gas** is expecting the successful completion of its KM 250 Project which will boost the field production capacity by 250 MMscf (Million standard cubic feet) in 2H2024. It also expected to enhance the Company revenue by USD 150 Mn.
- **ADNOC Distribution** fuel volumes expanded 17.3% YOY to 3.7 Bn liters in 1Q24 due to increased mobility, strong economic growth, and consolidation of TotalEnergies Egypt. New stations were launched in Dubai, and network renovation in KSA led to a rise in retail fuel volumes.
- **ADNOC Drilling** secured a USD 733 Mn contract from ADNOC Offshore for three island rigs amid expansion in operations at the Zakum oilfield. The rig is expected to commence operations in FY2026. The drilling fleet count is expected to at least reach 148 by FY2026.
- **ADNOC Gas** reported a 14% YOY increase in sales volume to 890 TBTU in 1Q24, out of which Domestic Gas, Export & Traded Liquids, LNG JV Products share, and Sulfur contributed 573 TBTU, 241 TBTU, 74 TBTU, and 3 TBTU, respectively. The domestic gas products sales volume, Exports & Traded Liquids, and LNG JV Products are expected to reach 2,215 – 2,300 TBTU, 940 – 960 TBTU, and 240 – 260 TBTU, respectively in FY2024.
- **ADNOC L&S awarded** contract to Samsung Heavy Industries and Hanwha Ocean to develop new LNG (Liquified Natural Gas) carriers worth USD 2.5 Bn (AED 9.2 Bn) aligned with its fleet expansion and growth strategy. The shipbuilders are contracted to construct 4 firm vessels with the option for an additional one which will be delivered starting from FY2028 and contracted to ADNOC Group Companies for 20 years.
- **ADNOC L&S** signed an agreement to fully acquire Navig8 TopCo Holdings Inc, an overseas shipping pool operator and commercial management company. The company will acquire an 80% stake in Navig8 for USD 1.04 Bn (AED 3.8 Bn) and the economic ownership interest will transfer with effect from 1 January 2024. The remaining 20% stake will be acquired in FY2027 for a deferred value of USD 335-450 Mn (AED 1.2 Bn to AED 1.7 Bn), aligned with the company's growth strategy and investment target and it is likely to realize cost synergies and witness enhanced service offerings and expansion in the customer base.

### || Transportation Sector:

Company	Revenue (AED Mn)			EBITDA (AED Mn)			EBITDA Margin (%)		Net Profit (AED Mn)			Net Margin (%)		EPS (AED)	
	2Q23	2Q24F	YoY Change	2Q23	2Q24F	YoY Change	2Q23	2Q24F	2Q23	2Q24F	YoY Change	2Q23	2Q24F	2Q23	2Q24F
1 Air Arabia	1,396	1,535	10.0%	541	381	-29.6%	38.7%	24.8%	459	260	-43.4%	32.9%	16.9%	0.10	0.06
2 Aramex	1,389	1,505	8.3%	143	167	16.9%	10.3%	11.1%	19	35	82.9%	1.4%	2.3%	0.01	0.02
3 Dubai Taxi Company	476	564	18.4%	122	151	23.7%	25.7%	26.8%	92	98	6.0%	19.4%	17.4%	0.04	0.04

### Commentary:

- According to IATA, globally air traffic demand measured in terms of revenue passenger kilometer (RPK) rose 10.7% YOY and the Passenger load factor (PLF) increased 1.7 percentage points (ppt) YOY to 83.5% in May 2024. The growth is driven by a robust air travel demand amid a continuous rise in industry-wide traffic.
- Globally, domestic air traffic measured in terms of RPK rose by 4.7% YOY in May 2024. International traffic measured in RPK grew 14.6% YOY to reach an all-time high in May 2024. International PLF stood at 82.8% and domestic PLF at 84.5% in May 2024.
- Carriers in the Middle East registered a 10.2% YOY growth in RPK and PLF rose 0.9% YOY to 80.8% in May 2024.
- **Air Arabia** operated 74 aircraft in service, including 65 Airbus A320 and 9 Airbus A321 during 1Q24. Air Arabia remained committed to diversifying and growing its operation, which is evident from the addition of 2 new routes to its network from its operating hubs in the UAE, Morocco, Egypt and Pakistan. The number of passengers increased from 3.9 Mn in 1Q23 to 4.4 Mn in 1Q24 and the seat load factor stood at 85.4% in 1Q24.
- **Aramex** appointed Arqaam Securities LLC, a regional financial institution regulated by the UAE's Securities and Commodities Authority (SCA), as a liquidity provider for the company's shares aimed at enhancing market liquidity and decreasing the spread between bid and ask prices. Under the one-year agreement, Arqaam Securities will trade Aramex's shares within the specified parameters of the mandate by entering two-way daily quotes in the market trading system.
- **Dubai Taxi Company** entered into a strategic agreement with UAE's leading delivery platform, Talabat UAE, to provide delivery and transportation solutions through DTC's vehicle fleet. The partnership is aligned with the company's growth strategy which aims to establish its role as a major player in the domestic and international delivery and transport markets. The collaboration is likely to enhance the operational efficiency of Talabat by leveraging logistics technologies and DTC's extensive network.

### || Financials Sector:

Company	Revenue (AED Mn)			EBITDA (AED Mn)			EBITDA Margin (%)		Net Profit (AED Mn)			Net Margin (%)		EPS (AED)	
	2Q23	2Q24F	YoY Change	2Q23	2Q24F	YoY Change	2Q23	2Q24F	2Q23	2Q24F	YoY Change	2Q23	2Q24F	2Q23	2Q24F
1 GFH Financial Group (USD, Mn)	87	110	26.4%	-	-	-	-	-	31	25	-18.6%	35.3%	22.7%	0.01	0.01
2 Dubai Financial Market (DFM)	128	136	6.4%	-	-	-	-	-	77	79	3.6%	59.8%	58.3%	0.01	0.01
3 Waha Capital	285	262	-8.3%	-	-	-	-	-	94	92	-1.8%	32.9%	35.2%	0.05	0.05
4 Abu Dhabi National Insurance Company (ADNIC)	1,135	1,244	9.6%	-	-	-	-	-	105	110	5.2%	9.2%	8.9%	0.18	0.19
5 Amanat Holdings	184	222	20.6%	-	-	-	-	-	50	46	-6.3%	26.9%	20.9%	0.02	0.02

### Commentary:

- **GFH Financial Group's** long- and short-term issuer default ratings (IDR) were reaffirmed, by Fitch ratings, at 'B' with the Outlook on the Long-Term IDR remaining Stable. It also maintained the long-term rating of the USD 500 Mn senior unsecured sukuk, which is maturing in FY2025, at 'B' owing to the company's consistent focus on generating stable fee-based revenue and the strategic goal to minimize the business model's volatility and maximize recurring income from investment management and treasury activities.
- **DFM** onboarded 44,259 new investors compared to 14,635 new investors in 1Q23, of which 85% were foreign investors. The Company's total trading value surpassed AED 25 Bn in 1Q24 compared to AED 19 Bn in 1Q23. Foreign investors accounted for 47% of the trading value with net purchases of AED 1.3 Bn in 1Q24.
- **Waha Investment's** total assets under management rose from AED 10.5 Bn in 4Q23 to AED 11.1 Bn in 1Q24, mainly due to capital inflows of AED 389 Mn received from the third party. Public market third-party AUM grew to AED 6 Bn in 1Q24, while Private investment AUMs stood at AED 911 Mn as of 1Q24.
- **Amanat Holdings** expanded its HDC footprint with the launch of two new daycare centers during 1Q24, the enrolments grew 18% YOY to reach c. 5k. Core higher education enrolments increased 12% YOY at NEMA Holding owing to a higher student intake at Liwa College and Abu Dhabi University. Furthermore, the GCC Education Market expects enrollments to grow from 13.1 Mn in 2022 to reach 14.2 Mn by FY2027.
- **ADNIC** acquired a 51% stake in Allianz Saudi Fransi Cooperative Insurance Company as a significant part of its strategy for growth and expand geographical footprint. The acquisition will strengthen the company's market position and make it one of the leading insurers in KSA. Post acquisition, ADNIC will start active field operations in two of the largest and fastest-growing insurance markets in the MENA region.



### || Telecom Sector:

Company	Revenue (AED Mn)			EBITDA (AED Mn)			EBITDA Margin (%)		Net Profit (AED Mn)			Net Margin (%)		EPS (AED)	
	2Q23	2Q24F	YoY Change	2Q23	2Q24F	YoY Change	2Q23	2Q24F	2Q23	2Q24F	YoY Change	2Q23	2Q24F	2Q23	2Q24F
1 Etisalat (e&)	13,614	14,503	6.5%	6,568	6,807	3.6%	48.2%	46.9%	2,522	2,609	3.4%	18.5%	18.0%	0.29	0.30
2 du	3,347	3,731	11.5%	1,517	1,643	8.3%	45.3%	44.0%	397	560	40.9%	11.9%	15.0%	0.09	0.12
3 AL Yah Satellite (YAHSAT) (USD'000)	104,717	102,674	-2.0%	62,517	65,178	4.3%	59.7%	63.5%	18,234	24,216	32.8%	17.4%	23.6%	0.01	0.01

### Commentary:

- **e& enterprise** signed an agreement with Mediterra Capital to acquire a 100% stake in GlassHouse, a cloud services provider based in Turkey, for USD 60 Mn on a cash and debt-free basis. The acquisition is aligned with the company's strategy to support e& enterprise in expanding its presence in the cloud and IT services market of Turkey and leverage the strength of GlassHouse.
- e&'s acquisition of PPF telecom assets is being investigated by the European Commission under Foreign Subsidies Regulation ('FSR') following e&'s agreement with PPF Group to acquire a 50%+1 share economic stake in infrastructure and service companies of PPF Telecom's assets in Bulgaria, Hungary, Serbia, and Slovakia. e& is cooperating with the European Commission to bring the authority's review of the foreign subsidies regulations to completion.
- **"Du"** launched 'du Pay' in April 2024 to deliver transformative fintech solutions for residents of the UAE. It offers services like international money transfers, bill payments, and salary deposits to diversify revenue sources.
- **Al Yah Satellite Communications Company** contracted with Airbus to manufacture new geostationary satellites, Al Yah 4 and Al Yah 5 satellite for AED 3.9 Bn (USD 1.1 Bn). Al Yah 4 and 5 will have a design life of 15 years and are expected to be launched in FY2027 and FY2028, respectively. The satellites will offer governmental connections across the Middle East, Africa, Europe, and Asia.
- Al Yahsat selected SpaceX to launch Al Yah 4 (AY4) and Al Yah 5 (AY5), following its contract with Airbus to manufacture the new geostationary satellites.
- Al Yah Satellite Communications Company signed a Memorandum of Understanding (MoU) with South Africa's Department of Communications and Digital Technologies to enhance collaboration across a range of areas including satellite and ICT-related services, satellite broadband connectivity, Internet of Things, geospatial applications, High-Altitude Pseudo Satellites (HAPS), and Earth Observation Satellites. It also establishes a framework for evaluating the prospects of developing ground stations in South Africa, collaborating on device and antenna manufacture, exchanging abilities, and making investments.

### || Utilities Sector:

Company	Revenue (AED Mn)			EBITDA (AED Mn)			EBITDA Margin (%)		Net Profit (AED Mn)			Net Margin (%)		EPS (AED)	
	2Q23	2Q24F	YoY Change	2Q23	2Q24F	YoY Change	2Q23	2Q24F	2Q23	2Q24F	YoY Change	2Q23	2Q24F	2Q23	2Q24F
1 Dubai Electricity and Water Authority (DEWA)	7,294	7,917	8.5%	3,711	4,021	8.4%	50.9%	50.8%	1,930	1,853	-4.0%	26.5%	23.4%	0.04	0.04
2 National Central Cooling (TABREED)	604	605	0.2%	322	314	-2.6%	53.3%	51.8%	150	152	1.0%	24.8%	25.0%	0.05	0.05

### Commentary:

- **DEWA** commenced operations of a new water reservoir boasting a capacity of 120 million imperial gallons (MIG) and built over a cost of AED 287.8 Mn in Enkhali. The new water reservoir is built to provide advanced and interconnected water and electrical infrastructure as well as expand Dubai's water storage capacity.
- DEWA and Parkin, a leading provider of paid public parking facilities in Dubai, signed a memorandum of understanding (MoU) to increase the total number of EV "Green Charger" stations in multiple prominent locations that Parkin manages. The initiative is aligned with DEWA's aim to boost sustainability through the use of EVs and enhance customer experience by providing convenient charging solutions.
- DEWA announced the upgrade of its long-term issuer rating by Moody's from Baa2 to A3 with a stable outlook. Moody's upgraded the credit rating owing to DEWA's dominant position in the power and water sector of Dubai as well as its robust asset base, robust credit metrics, a healthy cash flow as a result of its tariff structure, and a favorable liquidity profile.
- **Tabreed's** total connected capacity rose marginally from 1,303K refrigeration tonnes (RT) in 4Q23 to 1,305K RT in 1Q24 largely driven by organic growth. The Company progressed according to the planned capacity guidance of 2023-2024 and added 55K RT of capacity in 2023 and 1Q24, including 33K RT in UAE, 14K RT in Saudi, 3K RT each in Bahrain and Egypt, and the remaining 1K RT each for India and Oman.

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