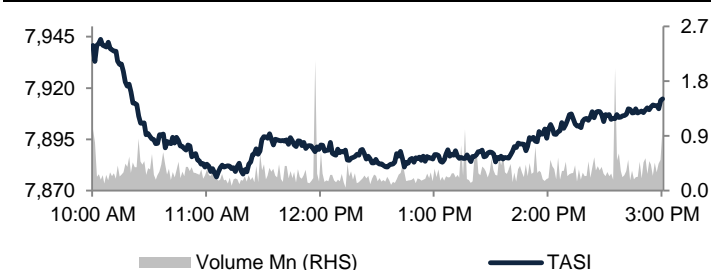


Saudi Stock Exchange

Index	Closing	High	Low	Daily Change %	YTD %
TASI	7,915	7,944	7,877	(0.4)	9.5
NOMU	2,689	2,695	2,685	(0.1)	(14.4)

TASI movement during session



Index	Close	Daily Change %	% YTD	PE (TTM)
Energy	4,989	2.0	16.6	17.0
Materials	5,766	(0.6)	14.1	18.3
Capital Goods	3,822	(0.1)	(12.0)	-13.5
Commercial Service	4,639	(1.4)	10.3	20.1
Transportation	3,923	0.5	(2.2)	23.8
Consumer Durables	3,817	(0.4)	(7.8)	-34.9
Consumer Services	3,264	(2.0)	(11.4)	18.5
Media	12,135	(0.6)	56.9	72.9
Retailing	6,383	0.2	13.3	23.9
Food & Staples	5,915	(0.4)	5.4	32.8
Food & Beverages	4,226	(0.7)	(13.7)	27.0
Healthcare	4,184	(0.2)	(5.8)	19.9
Pharma & Bio Tech	4,083	(0.8)	2.8	26.3
Banks	6,840	(0.4)	24.3	12.5
Diversified Financials	3,647	(0.2)	(9.5)	-31.6
Insurance	3,855	0.7	(18.4)	31.3
Telecom	4,946	(1.1)	16.3	30.9
Utilities	3,862	(1.3)	(15.3)	108.8
REITs	3,741	0.2	(19.3)	55.1
Real Estate	3,463	(0.0)	(26.3)	28.4

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for previous month (bn)
7,976	7,944	8,100	3.26

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000 shares)
Current Week	9.8	421.2	352.0
Previous week	15.2	585.5	445.3

Top Gainers

Company	Price	Change%
SSP	20.90	10.0
Al Alamiya	33.75	9.1
Extra	59.70	4.2
Aldrees	27.60	4.2
APC	10.68	3.5

Top Losers

Company	Price	Change%
Dur	19.34	-3.2
Alinma	21.06	-3.0
Al-baha	16.34	-2.7
ALTAYYAR	23.38	-2.6
YSCC	14.34	-2.3

Top Weighted Companies

Company	Price	Change%
Al Rajhi	85.00	-0.1
SABIC	124.80	-1.0
NCB	44.60	0.9
SAMBA	28.40	-1.0
STC	81.70	-1.0

Major Economic News

- According to the Saudi Arabian Monetary Authority (SAMA), point-of-sale (PoS) transactions in KSA increased 25.0% to SAR 19.18bn in July 2018 from SAR 15.30bn in July 2017. (Source: Argaam)
- KSA's crude oil production rose to 10.424mn barrels per day (mbd) in August from 10.288 mbd in July. However, total oil supplied by the Kingdom was slightly higher at 10.467 mbd, which means supplies were greater than total production in the month. (Source: Argaam)
- Ahead of bidding for the Citizen's Account call center project, KSA's Ministry of Labor and Social Development offered companies to participate in the contractor prequalification program. The Ministry added the project seeks to improve communication with beneficiaries by explaining the scheme's services and registration process and providing assistance to all users. (Source: Argaam)
- According to SAMA, KSA's foreign reserves rose by SAR 91.0mn MoM to SAR 573.67bn in July 2018. The Kingdom's current account, as against June, fell by SAR 12.14bn in July to around SAR 24.15bn. (Source: Argaam)
- According to new data, assets held by SAMA declined SAR 17.7bn MoM to SAR 1.9tn in July. However, on YoY basis, assets increased SAR 10.6bn in July. Moreover, SAMA's investments in foreign securities, which constitute 62.0% of its total assets, fell 4.0% YoY to SAR 1.2tn in July. (Source: Argaam)

Major Corporate News

- Al Hammadi Company for Development and Investment cancelled the MoU inked with Sudair Pharma Co. for a potential acquisition. The MoU was terminated, as the agreement's deal condition was not finalized. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 0.4% to 7,915.1 on Sunday. The value traded stood at SAR 2.0bn (up 2.8% over previous day), while the advance-decline ratio stood at 58/106. The parallel market index decreased 0.1% to 2,688.9 points. The value traded stood at SAR 3.6mn (up 142.0% over previous day). Most sectors in the main market ended in the red. Energy and Insurance (up 2.0% and 0.7%, respectively) advanced the most; Consumer Services and Commercial Service (down 2.0% and 1.4%, respectively) led the laggards.

Regional Markets

Market	Close	Daily Change %	MTD %	YTD %
Dubai (DFM)	2,842	0.1	0.1	-15.7
Abu Dhabi (ADX)	4,940	-0.9	-0.9	12.3
Kuwait (KSE)	4,892	-0.1	-0.1	**NA
Qatar (QE)	9,864	-0.2	-0.2	15.7
Oman (MSM)	4,436	0.4	0.4	-13.0
Bahrain (BSE)	1,337	-0.1	-0.1	0.4
Egypt (EGX30)	15,852	-1.0	-1.0	5.5

International Markets

Index	Close	Daily Change %	MTD %	YTD %
Dow Jones	25,965	0.0	2.2	5.0
Nasdaq	7,655	0.0	5.8	19.7
S&P 500	2,902	0.0	3.0	8.5
FTSE 100	7,432	0.0	-4.1	-3.3
Germany DAX 30	12,364	0.0	-3.4	-4.3
France CAC 40	5,407	0.0	-1.9	1.8
Japan Nikkei 225	22,865	0.0	2.5	0.4
Hong Kong Hang Seng	27,889	0.0	-2.4	-6.8
China Shanghai Composite	2,725	0.0	-5.3	-17.6
Australia ASX 200	6,320	0.0	0.6	4.2
India Sensex	38,645	0.0	2.8	13.5

Commodity Markets

Commodity	Price	Daily Change %	MTD %	YTD %
Arab Light Crude (\$/bbl)	77.3	0.0	-0.4	18.6
Brent Crude (\$/bbl)	77.4	0.0	4.3	15.8
Texas crude (\$/bbl)	69.8	0.0	-0.1	15.5
Natural Gas (\$/mmbtu)	2.92	0.0	4.8	-1.3
Gold (\$/oz)	1,201	0.0	-1.9	-7.8
Silver (\$/oz)	14.5	0.0	-6.5	-14.4
Steel (\$/ton)	865	0.0	-4.9	30.7
Iron Ore (CNY/MT)	481	0.0	10.4	-1.4
Wheat (\$/bu)	519	0.0	-6.4	21.4
Corn (\$/bu)	351	0.0	-5.7	0.1
Sugar (\$/lb)	10.6	0.0	0.5	-30.1
SMP* (EUR/MT)	1,702	0.0	15.8	22.1

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change (bps)	MTD (bps)	YTD (bps)
USD LIBOR	2.321	0.0	-2.8	62.6
Saudi Arabia (SAIBOR)	2.613	0.2	0.2	71.6
UAE (EIBOR)	2.617	8.3	8.3	82.2
Kuwait (KIBOR)	2.063	0.0	0.0	18.8
Qatar (QIBOR)	2.658	0.9	0.9	1.1
Bahrain (BHIBOR)	3.525	0.0	0.0	80.0

* Three-month Interbank rate **NA: Not Available

Data Sources: Tadawul, Bloomberg, Reuters

Updated as of September 03, 2018

Regional and International Markets

- Among other regional markets, Dubai increased 0.1%, while Abu Dhabi decreased 0.9%. Kuwait, Qatar, Bahrain and Egypt decreased 0.1%, 0.2%, 0.1% and 1.0%, respectively; while Oman increased 0.4%.
- The US Chicago PMI Business Barometer Index Level fell to 63.6 in August (consensus: 63.8) from 65.5 in July. Growth in new orders increased slightly, but the build in backlogs slowed. Delivery times improved in August, which helped Chicago's sample to build inventories during the month. (Source: Econoday)
- In the Eurozone, the HICP (harmonised index of consumer prices) inflation increased 2.0% YoY in August (consensus: 2.1%) compared with 2.1% in July. The core measures, excluding energy, food, alcohol, and tobacco, declined, falling 1.0% YoY in August (consensus: 1.1%) against 1.1% in July. Excluding just energy and unprocessed food, inflation slipped to 1.2% from 1.3%. (Source: Econoday)
- The Eurozone unemployment level remained unchanged at 8.2% in July (consensus: 8.3%). Regionally, the unemployment rate in Italy fell 0.4 percentage points to 10.4%, whereas France's unemployment rate edged a tick higher to 9.2%. Spain's unemployment rate fell 0.1 percentage points to 15.1%, while Germany's unemployment rate remained unchanged at 3.4%. (Source: Econoday)

Forex / Currency

Currency	Close	Daily Change %	MTD %	YTD %
Dollar Index	95.1	0.0	0.7	3.3
Euro	1.16	0.0	-0.8	-3.3
Japanese Yen	111.0	0.0	-0.8	-1.5
Sterling Pound	1.30	0.0	-1.2	-4.1
Chinese Yuan	6.83	0.0	0.4	5.0
Indian Rupee	71.0	0.0	3.7	11.2
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	0.0	0.0	0.0
Kuwaiti Dinar	0.30	0.0	0.0	0.4
Omani Rial	0.38	0.0	0.0	0.1
Bahraini Dinar	0.38	0.0	-0.2	0.0
Egyptian Pound	17.78	0.0	-0.2	0.3

Corporate Calendar

Date	Company	Event
03 rd Sep	QACCO	Cash Dividend Distribution
03 rd Sep	Taleem REIT	OGM
04 th Sep	Abo Moati	OGM
05 th Sep	Jarir	Cash Dividend Distribution
05 th Sep	SEICO	EGM
05 th Sep	SSP	OGM

*EGM: Extra Ordinary Meeting

03 September 2018

Daily Report



*OGM: Ordinary General Meeting

Head of Research

Talha Nazar

+966 11 2256250

t.nazar@aljaziracapital.com.sa

Analyst

Sultan Al Kadi, CAIA

+966 11 2256374

s.alkadi@aljaziracapital.com.sa

Analyst

Jassim Al-Jubran

+966 11 2256248

j.aljabran@aljaziracapital.com.sa

Analyst

Waleed Al-Jubayr

+966 11 2256146

W.aljubayr@aljaziracapital.com.sa

Analyst

Muhanad Al-Odan

+966 11 2256115

m.alodan@aljaziracapital.com.sa

General Manager - Brokerage Division

Mr. Ala'a Al-Yousef

+966 11 2256000

a.yousef@aljaziracapital.com.sa

Regional Manager - West and South Regions

Mansour Hamad Al-Shuaibi

+966 12 6618443

m.alshuaibi@aljaziracapital.com.sa

AGM-Head of international and institutional brokerage

LuayJawad Al-Motawa

+966 11 2256277

lalmutawa@aljaziracapital.com.sa

Sales And Investment Centers Central Region Manager

Sultan Ibrahim AL-Mutawa

+966 11 2256364

s.almutawa@aljaziracapital.com.sa

Area Manager –Qassim & Eastern Province

Abdullah Al-Rahit

+966 16 3617547

aalrahit@aljaziracapital.com.sa

AlJazira Capital, the investment arm of Bank AlJazira, is a Shariaa Compliant Saudi Closed Joint Stock company and operating under the regulatory supervision of the Capital Market Authority. AlJazira Capital is licensed to conduct securities business in all securities business as authorized by CMA, including dealing, managing, arranging, advisory, and custody. AlJazira Capital is the continuation of a long success story in the Saudi Tadawul market, having occupied the market leadership position for several years. With an objective to maintain its market leadership position, AlJazira Capital is expanding its brokerage capabilities to offer further value-added services, brokerage across MENA and International markets, as well as offering a full suite of securities business.

Disclaimer:

The purpose of producing this report is to present a general view on the company/economic sector/economic subject under research, and not to recommend a buy/sell/hold for any security or any other assets. Based on that, this report does not take into consideration the specific financial position of every investor and/or his/her risk appetite in relation to investing in the security or any other assets, and hence, may not be suitable for all clients depending on their financial position and their ability and willingness to undertake risks. It is advised that every potential investor seek professional advice from several sources concerning investment decision and should study the impact of such decisions on his/her financial/legal/tax position and other concerns before getting into such investments or liquidate them partially or fully. The market of stocks, bonds, macroeconomic or microeconomic variables are of a volatile nature and could witness sudden changes without any prior warning, therefore, the investor in securities or other assets might face some unexpected risks and fluctuations. All the information, views and expectations and fair values or target prices contained in this report have been compiled or arrived at by Aljazira Capital from sources believed to be reliable, but Aljazira Capital has not independently verified the contents obtained from these sources and such information may be condensed or incomplete. Accordingly, no representation or warranty, express or implied, is made as to, and no reliance should be placed on the fairness, accuracy, completeness or correctness of the information and opinions contained in this report. Aljazira Capital shall not be liable for any loss as that may arise from the use of this report or its contents or otherwise arising in connection therewith. The past performance of any investment is not an indicator of future performance. Any financial projections, fair value estimates or price targets and statements regarding future prospects contained in this document may not be realized. The value of the security or any other assets or the return from them might increase or decrease. Any change in currency rates may have a positive or negative impact on the value/return on the stock or securities mentioned in the report. The investor might get an amount less than the amount invested in some cases. Some stocks or securities maybe, by nature, of low volume/trades or may become like that unexpectedly in special circumstances and this might increase the risk on the investor. Some fees might be levied on some investments in securities. This report has been written by professional employees in Aljazira Capital, and they undertake that neither them, nor their wives or children hold positions directly in any listed shares or securities contained in this report during the time of publication of this report, however, The authors and/or their wives/children of this document may own securities in funds open to the public that invest in the securities mentioned in this document as part of a diversified portfolio over which they have no discretion. This report has been produced independently and separately by the Research Division at Aljazira Capital and no party (in-house or outside) who might have interest whether direct or indirect have seen the contents of this report before its publishing, except for those whom corporate positions allow them to do so, and/or third-party persons/institutions who signed a non-disclosure agreement with Aljazira Capital. Funds managed by Aljazira Capital and its subsidiaries for third parties may own the securities that are the subject of this document. Aljazira Capital or its subsidiaries may own securities in one or more of the aforementioned companies, and/or indirectly through funds managed by third parties. The Investment Banking division of Aljazira Capital maybe in the process of soliciting or executing fee earning mandates for companies that is either the subject of this document or is mentioned in this document. One or more of Aljazira Capital board members or executive managers could be also a board member or member of the executive management at the company or companies mentioned in this report, or their associated companies. No part of this report may be reproduced whether inside or outside the Kingdom of Saudi Arabia without the written permission of Aljazira Capital. Persons who receive this report should make themselves aware, of and adhere to, any such restrictions. By accepting this report, the recipient agrees to be bound by the foregoing limitations.