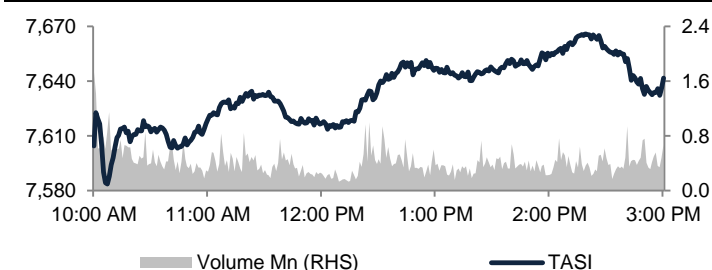


Saudi Stock Exchange

Index	Closing	High	Low	Daily Change %	YTD %
TASI	7,643	7,668	7,582	0.4	5.8
NOMU	2,551	2,571	2,479	2.1	(18.8)

TASI movement during session



Index	Close	Daily Change %	% YTD	PE (TTM)
Energy	4,731	0.5	10.5	16.1
Materials	5,496	0.5	8.8	17.4
Capital Goods	3,630	(0.1)	(16.4)	-12.8
Commercial Service	4,340	(0.1)	3.2	18.8
Transportation	3,724	(0.1)	(7.2)	22.6
Consumer Durables	3,609	(0.1)	(12.9)	-33.0
Consumer Services	3,197	4.3	(13.2)	18.1
Media	11,875	(0.2)	53.5	71.3
Retailing	6,043	0.8	7.3	22.6
Food & Staples	5,646	2.6	0.6	31.3
Food & Beverages	3,984	(0.9)	(18.7)	25.5
Healthcare	3,835	(0.0)	(13.7)	18.2
Pharma & Bio Tech	4,030	1.0	1.5	26.0
Banks	6,658	0.4	21.0	12.2
Diversified Financials	3,476	0.7	(13.7)	-30.1
Insurance	3,760	1.2	(20.4)	30.5
Telecom	4,956	0.4	16.6	31.0
Utilities	3,509	(0.5)	(23.1)	98.9
REITs	3,652	0.1	(21.2)	53.8
Real Estate	3,454	0.9	(26.5)	28.3

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
7,590	7,648	7,806	2.55

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000 shares)
Current Week	7.9	383.2	272.4
Previous week	10.8	475.4	400.3

Top Gainers

Company	Price	Change%
ALTAYYAR	23.00	7.4
SACO	71.00	4.6
SADAFCO	89.20	3.7
Dar Al Arkan	9.22	3.7
Bupa Arabia	100.00	3.6

Top Losers

Company	Price	Change%
Al Alamiya	35.00	4.9
Gulf Union	13.60	4.1
Amana Insurance	14.96	2.9
MAADEN	48.90	2.6
SCC	23.28	2.6

Top Weighted Companies

Company	Price	Change%
Al Rajhi	81.90	0.7
SABIC	118.60	1.5
NCB	41.30	0.2
SAMBA	29.50	0.9
STC	81.90	0.5

Major Economic News

- According to Saudi Press Agency, the appointment of three private sector employees to the State Real Estate Authority's board for a three-year term is approved by the Saudi cabinet. The cabinet recently approved converting the State Property Department to a general authority and to be called State Real Estate Authority. (Source: Argaam)
- Arriyadh Development Authority (ADA) granted the contract to provide operation and maintenance (O&M) services for lines 3, 4, 5, and 6 of the Riyadh Metro over 12 years, including the mobilization period to FLOW consortium, comprising Alstom, Ansaldo STS, and Ferrovie dello Stato Italiane. (Source: Argaam)
- According to the Governor of the Saudi Arabian Monetary Authority (SAMA), KSA is likely to record a current account surplus of SAR 71.0bn in 2Q2018. He further added that expat remittances declined 7.0% during 2016-17, and that further decline is expected. (Source: Argaam)

Major Corporate News

- Saudi Basic Industries Corporation (SABIC) inked a governance agreement with Clariant AG to describe its position as a major shareholder and sanction Clariant AG's independence as a public company under Swiss corporate laws. According to the agreement, the number of Clariant AG's board of directors will increase to 12, of which 4 will be nominated by SABIC. However, the approval of an extraordinary general assembly is pending. (Source: Argaam)
- SAMA granted a no-objection letter to Saudi Indian Cooperative Insurance Co. on its proposed capital hike. The proposed raise in capital will only be carried out once all necessary approvals are obtained, including that from the company's extraordinary general assembly. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 0.4% to 7,643.4 on Tuesday. The value traded stood at SAR 2.7bn (down 6.2% over previous day), while the advance-decline ratio stood at 99/71. The parallel market index increased 2.1% to 2,550.9 points. The value traded stood at SAR 0.6mn (up 53.8% over previous day). Most sectors in the main market ended in the green. Consumer Services and Food & Staples (up 4.3% and 2.6%, respectively) advanced the most; Food & Beverages and Utilities (down 0.9% and 0.5%, respectively) led the laggards.

Regional Markets

Market	Close	Daily Change %	MTD %	YTD %
Dubai (DFM)	2,743	-0.3	-3.4	-18.6
Abu Dhabi (ADX)	4,876	-0.1	-2.2	10.9
Kuwait (KSE)	4,748	0.1	-3.0	**NA
Qatar (QE)	9,824	-0.1	-0.6	15.3
Oman (MSM)	4,496	-0.4	1.7	-11.8
Bahrain (BSE)	1,340	0.1	0.1	0.6
Egypt (EGX30)	14,654	0.0	-8.5	-2.4

International Markets

Index	Close	Daily Change %	MTD %	YTD %
Dow Jones	26,247	0.7	1.1	6.2
Nasdaq	7,494	0.8	-2.1	17.2
S&P 500	2,904	0.5	0.1	8.6
FTSE 100	7,300	0.0	-1.8	-5.0
Germany DAX 30	12,158	0.5	-1.7	-5.9
France CAC 40	5,364	0.3	-0.8	1.0
Japan Nikkei 225	23,421	1.4	2.4	2.9
Hong Kong Hang Seng	27,085	0.6	-2.9	-9.5
China Shanghai Composite	2,700	1.8	-0.9	-18.4
Australia ASX 200	6,162	-0.4	-2.5	1.6
India Sensex	37,291	-0.8	-3.5	9.5

Commodity Markets

Commodity	Price	Daily Change %	MTD %	YTD %
Arab Light Crude (\$/bbl)	78.2	0.7	1.2	20.0
Brent Crude (\$/bbl)	79.0	1.3	2.1	18.2
Texas crude (\$/bbl)	69.9	1.5	0.0	15.6
Natural Gas (\$/mmbtu)	2.93	4.2	0.6	-0.7
Gold (\$/oz)	1,198	-0.2	-0.3	-8.0
Silver (\$/oz)	14.1	-0.2	-2.6	-16.7
Steel (\$/ton)	860	-0.2	-0.6	29.9
Iron Ore (CNY/MT)	506	0.6	5.2	3.7
Wheat (\$/bu)	511	0.8	-1.5	19.6
Corn (\$/bu)	343	-1.4	-2.2	-2.1
Sugar (\$/lb)	10.5	-1.0	-0.8	-30.6
SMP* (EUR/MT)	1,624	-1.1	-4.6	16.5

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change (bps)	MTD (bps)	YTD (bps)
USD LIBOR	2.339	0.0	1.8	64.4
Saudi Arabia (SAIBOR)	2.644	0.6	3.4	74.8
UAE (EIBOR)	2.626	-0.6	9.2	83.1
Kuwait (KIBOR)	1.938	0.0	-12.5	6.3
Qatar (QIBOR)	2.674	2.8	2.5	2.7
Bahrain (BHIBOR)	3.575	0.0	5.0	85.0

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

Data Sources: Tadawul, Bloomberg, Reuters

Updated as of September 19, 2018

Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi decreased 0.3% and 0.1%, respectively. Kuwait and Bahrain increased 0.1% each, while Qatar and Oman decreased 0.1% and 0.4%, respectively. Meanwhile, Egypt remained flat.
- The US housing market index remained unchanged at 67 in September (in line with the consensus) compared with August, which is lowest reading recorded since September 2017. Sales indications are robust and increased 1 point to 74 for current sales and 2 points for future sales, which also stood at 74. (Source: Econoday)
- According to the US Redbook, same store sales increased 5.4% in the week ended September 15, compared with 6.3% prior. Month-to-date sales versus the previous month increased only 0.3%; however, the full month YoY gain fell 0.4 percentage points to 5.9%. (Source: Econoday)
- Oil prices increased 1.3% on Tuesday due to expectations of low global output as KSA stated that it is comfortable with higher oil prices, and major oil producers also do not plan to increase output.
- Gold prices fell 0.2% on Tuesday as the US dollar bolstered after the news that reported China would respond against new US tariffs on its goods.

Forex / Currency

Currency	Close	Daily Change %	MTD %	YTD %
Dollar Index	94.6	0.2	-0.5	2.7
Euro	1.17	-0.2	0.6	-2.8
Japanese Yen	112.4	0.5	1.2	-0.3
Sterling Pound	1.31	-0.1	1.4	-2.7
Chinese Yuan	6.86	0.1	0.4	5.4
Indian Rupee	72.7	0.2	2.4	13.9
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	0.0
Bahraini Dinar	0.38	0.0	-0.1	0.0
Egyptian Pound	17.86	-0.1	0.4	0.7

Corporate Calendar

Date	Company	Event
19th Sep	SACO	Cash Dividend Distribution
20th Sep	Pharmaceutical	Cash Dividend Distribution
20th Sep	Abo Moati	Cash Dividend Distribution
25th Sep	Alhokair	OGM
26th Sep	Saudi Investment	EGM
26th Sep	A.Othaim Market	OGM

*EGM: Extra Ordinary Meeting

*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.