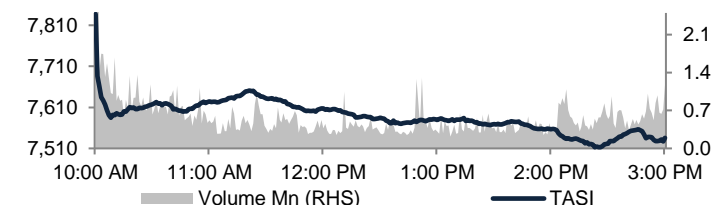


Daily Report

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change %	YTD %
TASI	7,531	7,834	7,511	(3.9)	4.2
NOMU	2,431	2,507	2,420	(4.1)	(22.6)

TASI movement during session



Index	Close	Daily Change %	% YTD	PE (TTM)
Energy	4,870	(4.6)	13.8	16.6
Materials	5,317	(4.4)	5.2	16.8
Capital Goods	3,579	(2.0)	(17.5)	-12.6
Commercial Service	4,139	(3.0)	(1.6)	17.9
Transportation	3,628	(3.0)	(9.6)	22.0
Consumer Durables	3,510	(2.6)	(15.2)	-32.0
Consumer Services	3,009	(3.2)	(18.4)	17.0
Media	11,248	(3.8)	45.4	67.6
Retailing	6,234	(0.5)	10.7	23.3
Food & Staples	5,502	(4.8)	(1.9)	30.5
Food & Beverages	3,755	(2.9)	(23.3)	24.0
Healthcare	3,690	(2.7)	(16.9)	17.5
Pharma & Bio Tech	4,057	(1.0)	2.2	26.1
Banks	6,668	(4.6)	21.2	12.2
Diversified Financials	3,416	(2.0)	(15.2)	-29.6
Insurance	3,703	(2.6)	(21.6)	30.1
Telecom	4,865	(2.3)	14.4	30.4
Utilities	3,455	(2.4)	(24.2)	97.4
REITs	3,599	(1.0)	(22.3)	53.0
Real Estate	3,382	(1.8)	(28.0)	27.7

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
7,821	7,913	7,808	3.02

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000 shares)
Current Week	14.9	640.8	495.3
Previous week	15.1	607.9	459.0

Top Gainers

Company	Price	Change%
SIECO	57.30	10.0
SPM	12.48	5.1
SCC	33.35	4.6
MEDGULF	15.36	1.7
Bupa Arabia	104.20	1.2

Top Losers

Company	Price	Change%
Al Alamiya	32.90	-8.6
MAADEN	47.30	-7.3
ARNB	30.00	-6.7
FITNESS TIME	47.00	-5.8
Al Hokair Group	17.60	-5.8

Top Weighted Companies

Company	Price	Change%
Al Rajhi	82.90	-4.4
SABIC	116.20	-5.1
NCB	42.85	-5.5
SAMBA	30.00	-5.4
STC	81.00	-1.8

Major Economic News

- According to Moody's Investors Service, to absorb new labor market entrants while maintaining a stable unemployment rate, KSA needs to create at least 1.5mn jobs for nationals in the next 20 years. The report further stated that to halve the unemployment rate amongst the nationals, which is currently around 13.0%, to 6.4%, the required number of jobs would rise to 2.0mn, more than 15.0% of last year's total employment. (Source: Argaam)
- According to a Fitch Solutions Macro Research (a unit of Fitch Group) report, due to the introduction of 5.0% value added tax (VAT) in the Kingdom, total vehicle sales in KSA are expected to decline 10.0% in 2018. The report further stated that auto sales dropped 24.0% QoQ despite the addition of female drivers to the market from June; the positive impact of this on sales would reflect much later. (Source: Argaam)
- The Saudi Fund for Development (SFD) signed two contracts worth USD 25.0mn with the Bahraini government. Both agreements form a part of phase III of the Saudi USD 2.5bn grant to Bahrain within the framework of the Gulf Cooperation Council (GCC) development program. (Source: Argaam)

Major Corporate News

- Public Transportation Co., an 80.0% subsidiary of Saudi Public Transportation Company (SAPTCO), availed an SAR 200.0mn Murabaha loan facility from the Arab National Bank (ANB). The loan is guaranteed by waiving the project's proceeds, and its tenure extends for six years. (Source: Argaam)
- Nama Chemicals Co. submitted its request to the Capital Market Authority (CMA) and the Saudi Stock Exchange (Tadawul) to raise capital through a rights issue. Earlier in July, the company's board of directors revised its previous recommendation to increase capital by SAR 200.0mn instead of SAR 400.0mn through a rights issue. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 3.9% to 7,530.8 on Thursday. The value traded stood at SAR 4.0bn (up 54.9% over previous day), while the advance-decline ratio stood at 10/174. The parallel market index decreased 4.1% to 2,430.7 points. The value traded stood at SAR 1.9mn (up 306.5% over previous day). All sectors in the main market ended in the red. Food & Staples and Banks (down 4.8% and 4.6%, respectively) led the laggards.

Daily Report

Regional Markets

Market	Close	Daily Change %	MTD %	YTD %
Dubai (DFM)	2,755	-2.0	-2.8	-18.2
Abu Dhabi (ADX)	4,968	-0.9	0.7	12.9
Kuwait (KSE)	4,718	-0.4	-0.4	**NA
Qatar (QE)	9,862	-1.0	0.5	15.7
Oman (MSM)	4,490	-0.4	-1.2	-12.0
Bahrain (BSE)	1,316	-0.4	-1.7	-1.2
Egypt (EGX30)	13,283	-2.5	-9.1	-11.6

International Markets

Index	Close	Daily Change %	MTD %	YTD %
Dow Jones	25,340	1.1	-4.2	2.5
Nasdaq	7,157	2.8	-6.2	11.9
S&P 500	2,767	1.4	-5.0	3.5
FTSE 100	6,996	-0.2	-6.8	-9.0
Germany DAX 30	11,524	-0.1	-5.9	-10.8
France CAC 40	5,096	-0.2	-7.2	-4.1
Japan Nikkei 225	22,695	0.5	-5.9	-0.3
Hong Kong Hang Seng	25,801	2.1	-7.2	-13.8
China Shanghai Composite	2,607	0.9	-7.6	-21.2
Australia ASX 200	5,896	0.2	-5.0	-2.8
India Sensex	34,734	2.2	-4.1	2.0

Commodity Markets

Commodity	Price	Daily Change %	MTD %	YTD %
Arab Light Crude (\$/bbl)	80.7	-0.8	-1.2	24.0
Brent Crude (\$/bbl)	80.4	0.2	-2.8	20.3
Texas crude (\$/bbl)	71.4	0.6	-2.4	18.1
Natural Gas (\$/mmbtu)	3.16	-1.9	5.1	7.0
Gold (\$/oz)	1,218	-0.5	2.2	-6.5
Silver (\$/oz)	14.6	-0.1	-0.3	-14.1
Steel (\$/ton)	835	0.6	-0.7	26.1
Iron Ore (CNY/MT)	525	0.0	3.9	7.6
Wheat (\$/bu)	517	1.8	1.6	21.1
Corn (\$/bu)	374	1.2	4.9	6.6
Sugar (\$/lb)	13.1	1.2	25.4	-13.8
SMP* (EUR/MT)	1,565	-0.3	-0.8	12.3

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change (bps)	MTD (bps)	YTD (bps)
USD LIBOR	2.436	0.0	3.8	74.2
Saudi Arabia (SAIBOR)	2.731	-0.1	1.1	83.5
UAE (EIBOR)	2.701	-0.2	25.6	90.6
Kuwait (KIBOR)	2.063	6.3	0.0	18.8
Qatar (QIBOR)	2.772	-2.0	1.8	12.5
Bahrain (BHIBOR)	3.750	0.0	2.5	102.5

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

Data Sources: Tadawul, Bloomberg, Reuters

Updated as of October 14, 2018

Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi decreased 2.0% and 0.9%, respectively. Kuwait, Qatar, Oman, Bahrain and Egypt decreased 0.4%, 1.0%, 0.4%, 0.4% and 2.5%, respectively.
- According to the Energy Information Administration (EIA), oil inventories in the US rose 6.0mn barrels (prior: up 8.0mn) to 410.0mn in the week ended October 05. Distillate inventories decreased 2.7mn barrels (prior: down 1.8mn) to 133.5mn, while gasoline inventories rose 1.0mn barrels (prior: down 0.5mn) to 236.2mn. (Source: Econoday)
- According to Baker Hughes, North America's rig count increased to 1,258 from 1,234 in the week ended October 12. Rig count increased to 1,063 from 1,052 in the US and remained unchanged at 22 in the Gulf of Mexico. Rig count in Canada increased to 195 from 182 earlier. (Source: Econoday)
- Oil prices rose 0.2% on Friday, but still posted its highest weekly loss since the second quarter after data showed U.S. drillers increasing output, even as a second global energy agency said the market was adequately supplied.
- Gold prices fell 0.5% as the dollar rebounded from a two week low as inflation pressures softens.

Forex / Currency

Currency	Close	Daily Change %	MTD %	YTD %
Dollar Index	95.2	0.2	0.1	3.4
Euro	1.16	-0.3	-0.4	-3.6
Japanese Yen	112.2	0.0	-1.3	-0.4
Sterling Pound	1.32	-0.6	1.0	-2.6
Chinese Yuan	6.92	0.4	0.7	6.3
Indian Rupee	73.6	-0.6	1.5	15.3
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	0.6
Omani Rial	0.38	0.0	0.0	0.1
Bahraini Dinar	0.38	0.0	0.0	0.0
Egyptian Pound	17.90	0.1	0.6	1.0

Corporate Calendar

Date	Company	Event
14 th Oct	Southern Cement	Cash Dividend Distribution
14 th Oct	Tihama	OGM
15 th Oct	SAPTCO	EGM
15 th Oct	Taleem REIT	Cash Dividend Distribution
22 nd Oct	Petro Rabigh	EGM
24 th Oct	GASCO	Cash Dividend Distribution

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

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