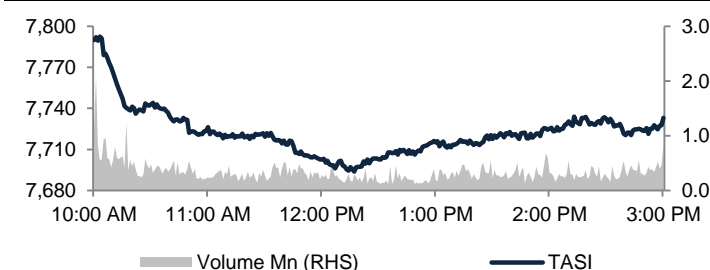


## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change %	YTD %
TASI	7,764	7,796	7,693	(0.3)	(0.8)
NomuC	3,742	3,810	3,643	2.1	34.7

## TASI movement during session



Index	Close	Daily Change %	% YTD	PE (TTM)
Energy	5,209	0.6	7.4	19.8
Materials	4,846	(0.4)	(7.7)	15.0
Capital Goods	3,752	(0.4)	(3.8)	-16.7
Commercial Service	4,213	(0.1)	1.8	17.9
Transportation	3,966	(0.2)	14.1	23.4
Consumer Durables	3,325	(0.6)	(9.3)	-80.2
Consumer Services	3,451	(0.6)	17.1	298.3
Media	7,838	(1.8)	(23.0)	44.4
Retailing	7,216	1.7	5.1	33.8
Food & Staples	5,908	(0.7)	(0.6)	23.4
Food & Beverages	3,783	0.5	(2.7)	56.6
Healthcare	3,641	0.1	(3.1)	19.0
Pharma & Bio Tech	3,450	(0.2)	(11.1)	24.1
Banks	7,166	(0.4)	(0.7)	12.8
Diversified Financials	3,223	(0.0)	(7.3)	-25.9
Insurance	4,257	0.8	2.0	80.7
Telecom	6,409	(0.4)	18.6	33.4
Utilities	4,385	0.6	30.1	227.3
REITs	3,827	0.3	5.6	16.8
Real Estate	3,132	(0.7)	(2.9)	22.7
Software & Services	5,500	(0.2)	N.A.	N.A.

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
7,637	7,666	7,837	2.73

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	5.5	242.2	200.4
Previous week	13.2	503.2	535.4

## Top Gainers

Company	Price	Change%
ENAYA	9.72	10.0
AMANA	11.44	9.6
ALAHLIA	12.12	6.3
ALDREES	56.00	4.5
SABB	32.00	4.2

## Top Losers

Company	Price	Change%
YANSAB	51.50	-3.6
TCC	14.78	-3.3
RIBL	21.26	-2.5
SPM	9.76	-2.3
SRMG	63.60	-2.2

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	60.00	-1.0
NCB	43.45	-1.3
SABIC	90.10	-0.9
STC	101.00	-1.0
Riyad	21.26	-2.5

## Major Economic News

- According to the General Authority for Statistics (GASTAT), KSA's inflation, based on consumer price index (CPI), remained in the negative territory for the ninth consecutive month in September 2019, dropping 0.7% Y/Y. The consumer price index for September declined to 106.3 points compared to 107.1 points a year earlier. (Source: Argaam)

## Major Corporate News

- Saudi Paper Manufacturing Co. (SPM) signed a shariah-compliant credit facility with Saudi British Bank (SABB) to reschedule existing credit facility to manage the cash flow. The company had earlier signed a Murabaha finance deal with SABB amounting to SAR 39.0mn, as the company plans to reschedule around SAR 12.5m. (Source: Argaam)
- Basic Chemical Industries Co. (BCI) announced that the SAR 290.4mn financial impact arising from its chlorine derivatives plant in Jubail Industrial City will be repaid under interim invoices. These invoices will prove the works accomplished by the general contractor. The project is expected to be complete within 14 months from the date of signing the deal. (Source: Argaam)
- According to the CEO of Riyadh Bank, Saudi Aramco's initial public offering (IPO) will be a positive move for the banking sector, as KSA banks are ready and enthusiastic about the expected offering. Banks have been working closely with the Saudi Arabian Monetary Authority (SAMA) to accommodate the offering size. (Source: Argaam)

## Earnings update (Net Profit) (SAR mn)

Company	Q3-19	Q3-18	Y/Y %	Q2-19	Q/Q %
National Shipping Company of Saudi Arabia	146.7	81.3	80.5	45.6	222.0
Bank Albilad	326.6	237.0	37.8	304.9	7.1
Thob Al Aseel Co.	5.2	1.7	201.2	48.3	(89.2)
Alinma Bank	713	637	11.9	676	5.5
SAFCO	414.2	522.2	(20.7)	380.4	8.9

## Market Analysis

- The Saudi Stock Exchange decreased 0.3% to 7,764.1 on Monday. The value traded stood at SAR 2.5bn (down 18.1% over previous day), while the advance-decline ratio stood at 79/95. The parallel market index increased 2.1% to 3,742.4 points. The value traded stood at SAR 6.2mn (up 10.6% over previous day). Most sectors in the main market ended in the red. Retailing and Insurance (up 1.7% and 0.8%, respectively) advanced the most; Media and Real Estate (down 1.8% and 0.7%, respectively) led the laggards.

## Regional Markets

Market	Close	Daily Change %	MTD %	YTD %
Dubai (DFM)	2,764	-0.1	-0.6	9.3
Abu Dhabi (ADX)	5,102	0.2	0.9	3.8
Kuwait (KSE)	4,735	0.0	0.4	-0.1
Qatar (QE)	10,397	-0.2	0.3	0.9
Oman (MSM)	4,016	0.0	0.0	-7.1
Bahrain (BSE)	1,527	0.0	0.7	14.2
Egypt (EGX30)	14,179	-0.4	-0.6	8.8

## International Markets

Index	Close	Daily Change %	MTD %	YTD %	P/E
Dow Jones	26,828	0.2	-0.3	15.0	19.0
Nasdaq	7,940	0.9	2.5	25.4	25.2
S&P 500	3,007	0.7	1.0	19.9	20.9
FTSE 100	7,164	0.2	-3.3	6.5	14.1
Germany DAX 30	12,748	0.9	2.6	20.7	18.8
France CAC 40	5,648	0.2	-0.5	19.4	17.9
Japan Nikkei 225	22,549	0.2	3.6	12.7	15.9
Hong Kong Hang Seng	26,726	0.0	2.4	3.4	10.5
China Shanghai Composite	2,940	0.1	1.2	17.9	12.0
Australia ASX 200	6,653	0.0	-0.5	17.8	17.0
India Sensex	39,298	0.0	1.6	9.0	23.1

## Commodity Markets

Commodity	Price	Daily Change %	MTD %	YTD %
Arab Light Crude (\$/bbl)	61.2	-1.0	-0.9	12.9
Brent Crude (\$/bbl)	59.0	-0.8	-3.0	9.6
Texas crude (\$/bbl)	53.3	-0.9	-1.5	18.0
Natural Gas (\$/mmbtu)	2.24	-3.5	-3.9	-23.9
Gold (\$/oz)	1,484	-0.4	0.8	15.7
Silver (\$/oz)	17.6	0.1	3.4	13.5
Steel (\$/ton)	505	-0.6	-3.4	-30.0
Iron Ore (CNY/MT)	803	5.7	1.3	48.6
Wheat (\$/bu)	524	-1.6	5.6	4.0
Corn (\$/bu)	387	-1.0	-0.2	3.3
Sugar (\$/lb)	12.3	-0.4	2.9	2.0
SMP* (EUR/MT)	2,430	0.0	4.7	34.3

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change (bps)	MTD (bps)	YTD (bps)
USD LIBOR	1.953	0.0	-13.2	-85.4
Saudi Arabia (SAIBOR)	2.301	0.0	-5.4	-67.4
UAE (EIBOR)	2.121	-9.6	-25.9	-71.7
Kuwait (KIBOR)	NA	NA	NA	NA
Qatar (QIBOR)	2.563	-1.4	0.3	-34.3
Bahrain (BHIBOR)	2.917	0.0	-10.0	-103.3

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

Data Sources: Tadawul, Bloomberg, Reuters

Updated as of October 22, 2019

## Regional and International Markets

- Among other regional markets, Dubai decreased 0.1%, while Abu Dhabi increased 0.2%. Qatar and Egypt decreased 0.2% and 0.4%, respectively. Meanwhile, Kuwait, Oman and Bahrain remained flat.
- US President Donald Trump stated that efforts to terminate US trade war with China were on track as both the countries continued to fight over politics and trade and across the world in spite of heralding a long-awaited truce in October. (Source: Reuters)
- According to McKinsey & Co., over half of the world's banks are not capable of surviving a downturn. The reason cited is that majority of the banks might not be economically viable as their ROE are not keeping pace with the costs. (Source: Bloomberg)
- Oil prices declined 0.8% on Monday as concerns regarding global economy and uncertainty related to Brexit kept investors away from oil.
- Gold prices declined marginally by 0.4% on Monday as a confirmed solution of the Brexit stayed out of reach of UK politicians.

## Forex / Currency

Currency	Close	Daily Change %	MTD %	YTD %
Dollar Index	97.3	0.0	-2.1	1.2
Euro	1.11	-0.2	2.3	-2.8
Japanese Yen	108.6	0.2	0.5	-0.9
Sterling Pound	1.30	-0.1	5.5	1.6
Chinese Yuan	7.07	-0.1	-1.0	2.9
Indian Rupee	70.9	-0.2	0.4	2.0
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	-0.5	0.0	0.0
Kuwaiti Dinar	0.30	0.1	-0.3	0.0
Omani Rial	0.38	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	0.1	0.1
Egyptian Pound	16.15	-0.5	-0.5	-9.6

## Corporate Calendar

Date	Company	Event
23 <sup>rd</sup> Oct	Aseer	EGM
23 <sup>rd</sup> Oct	Amana Insurance	OGM
23 <sup>rd</sup> Oct	Al Rajhi REIT	OGM
24 <sup>th</sup> Oct	Wafrah	OGM
24 <sup>th</sup> Oct	Wafrah	EGM
24 <sup>th</sup> Oct	GASCO	Cash Dividend Distribution

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

RESEARCH DIVISION

Head of Research

**Talha Nazar**

+966 11 2256250

t.nazar@aljaziracapital.com.sa

Analyst

**Abdulrahman Al-Mashal**

+966 11 2256374

a.almashal@Aljaziracapital.com.sa

Senior Analyst

**Jassim Al-Jubran**

+966 11 2256248

j.aljabran@aljaziracapital.com.sa

BROKERAGE AND INVESTMENT CENTERS DIVISION

General Manager - Brokerage Division

**Mr.Ala'a Al-Yousef**

+966 11 2256000

a.yousef@aljaziracapital.com.sa

AGM – Head of Sales And Investment Centers  
Central Region & Acting Head of Western and  
Southern Regions

**Sultan Ibrahim AL-Mutawa**

+966 11 2256364

s.almutawa@aljaziracapital.com.sa

AGM-Head of international and  
institutional brokerage

**LuayJawad Al-Motawa**

+966 11 2256277

lalmutawa@aljaziracapital.com.sa

Area Manager –Qassim & Eastern  
Province

**Abdullah Al-Rahit**

+966 16 3617547

aalrahit@aljaziracapital.com.sa

RESEARCH DIVISION

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.