

Major Economic News

- KSA's non-oil exports fell 13% Y/Y to SAR 17.5bn in November 2019. Compared to October, non-oil exports saw an increase of SAR 366mn for the month. Non-oil exports accounted for around 21.9% of the Saudi total exports that reached SAR 79.8bn in November. China was the top export market for Saudi products in November, followed by the UAE, India, Singapore, and Bahrain. The five countries accounted for 50.6% of the total non-oil exports. (Source: Argaam)
- Minister of Economy and Planning Mohammad Al-Tuwaijri said that unemployment rates for Q4-19 are seen healthier than Q3-19 rates. He added majority of jobs occupied by Saudis are in the private sector, stressing the ministry's keenness to achieve sustainability within the workforce. (Source: Argaam)

Major Corporate News

- United International Transportation Co. Ltd.'s (Budget Saudi) board of directors decided to acquire the remaining 51% stake in its affiliate Unitrans Infotech Services India from India's Gemini Software Solutions at a total value of SAR 2.9mn. (Source: Argaam)
- Telecom Egypt said it has no intention to sell its stake in Vodafone Egypt as it did not receive any offers regarding the same. Earlier, media reports stated that STC is in talks to acquire a stake in Vodafone Egypt. (Source: Argaam)
- Arabian Shield Cooperative Insurance Co. received the approval of the SAMA on January 26, to renew its insurance license for 3 years starting January 28. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 0.7% to 8,327.0 on Sunday. The value traded stood at SAR 3.5bn (down 15.5% over previous day), while the advance-decline ratio stood at 81/101. The parallel market index increased 0.3% to 7,457.9 points. The value traded stood at SAR 10.3mn (up 103.4% over previous day). Most sectors in the main market ended in the red. Consumer Durables and Food & Staples (up 1.9% and 1.3%, respectively) advanced the most Food & Beverages and Transportation (down 1.3% and 1.1%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q4-19	Q4-18	Y/Y %	Q3-19	Q/Q %
Riyad Bank	1,111	388	186	1,506	-26
Herfy Food	50	52	-5	58	-14

Top Gainers

Company	Price	Change%
ALSORAYAI GROUP	22.84	9.9
ANAAM HOLDING	171.00	5.8
JOUF CEMENT	11.64	5.6
MEDGULF	21.96	5.1
KEC	10.54	4.4

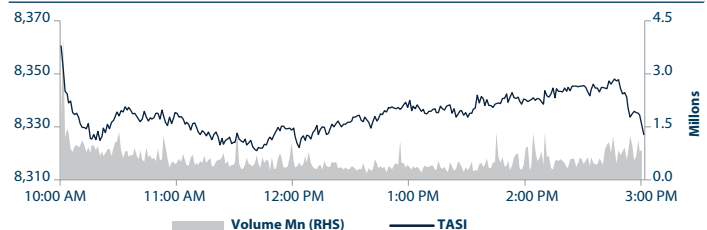
Top Losers

Company	Price	Change%
SAUDI KAYAN	10.16	-4.3
PETRO RABIGH	20.48	-3.2
TALEEM REIT	12.02	-2.4
BAHRI	36.20	-2.4
ANB	27.30	-2.3

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	8,327	8,361	8,319	(0.7)	(0.7)
NomuC	7,458	7,586	7,372	0.3	3.9

TASI movement during session



Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,269	(0.7)	(3.2)	18.4
Materials	5,160	(1.0)	(0.1)	35.4
Capital Goods	4,712	0.3	8.8	-12.6
Commercial Service	4,659	(0.2)	(2.4)	18.8
Transportation	4,661	(1.1)	6.0	22.3
Consumer Durables	3,745	1.9	6.8	-49.0
Consumer Services	4,192	(0.4)	5.9	40.2
Media	9,552	0.1	1.6	36.4
Retailing	7,950	0.0	3.3	34.0
Food & Staples	7,220	1.3	9.1	222.8
Food & Beverages	4,349	(1.3)	(0.1)	234.8
Healthcare	3,792	0.6	1.7	25.8
Pharma & Bio Tech	3,819	(0.7)	6.2	-23.4
Banks	8,019	(0.9)	(1.1)	14.0
Diversified Financials	3,511	0.3	6.3	638.3
Insurance	4,762	0.0	5.5	-305.8
Telecom	6,138	(0.7)	(5.2)	19.4
Utilities	4,339	(0.5)	(1.4)	-68.2
REITs	4,291	(0.3)	2.2	21.1
Real Estate	3,111	0.5	(0.7)	76.7
Software & Services	5,183	0.4	5.1	NA

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
8,411	8,431	8,362	3.88

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	3.5	175.2	156.8
Previous week	18.4	858.3	873.0

Top Weighted Companies

Company	Price	Change%
Al Rajhi	65.50	-0.6
Saudi Aramco	34.30	-0.4
NCB	46.70	-0.6
SABIC	89.80	-1.2
STC	92.60	-0.6

Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi decreased 0.6% and 0.3%, respectively. Oman rose 0.3%, while Kuwait, Qatar and Bahrain declined 0.7%, 0.4% and 0.3%, respectively. Meanwhile, Egypt remained flat.
- US President Donald Trump declared increasing tariffs on derivative steel products by an additional 25% and boosted duties on derivative aluminum products by an additional 10% to help boost US production. Argentina, Australia, Brazil, Canada, Mexico and South Korea are exempt from the additional tariffs on derivative steel products, and Argentina, Australia, Canada and Mexico are exempt from the added duties on derivative aluminum articles. (Source: Investing.com)
- According to the EIA, oil inventories in the US decreased 0.4mn barrels (prior: down 2.5mn) to 428.1mn in the week ended January 25. Distillate inventories fell 1.2mn barrels (prior: up 8.2mn), and gasoline inventories increased 1.7mn barrels (prior: up 6.7mn). (Source: Econoday, EIA)
- There are 2,744 confirmed cases of the fast-spreading coronavirus, including 461 people in critical condition, according to the Chinese officials as the death toll rose to 80. Meanwhile, more countries have reported their first confirmed cases. (Source: CNBC)

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	97.9	0.0	1.5	1.5
Euro	1.10	0.0	-1.7	-1.7
Japanese Yen	109.3	0.0	0.6	0.6
Sterling Pound	1.31	0.0	-1.4	-1.4
Chinese Yuan	6.94	0.0	-0.4	-0.4
Indian Rupee	71.3	0.0	0.0	0.0
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	0.2	0.2
Omani Rial	0.38	0.0	0.1	0.1
Bahraini Dinar	0.38	0.0	0.1	0.1
Egyptian Pound	15.75	0.2	-1.6	-1.6

Corporate Calendar

Date	Company	Event
27 th Jan	GASCO	EGM
27 th Jan	Walaa Insurance	Cash Dividend Distribution
27 th Jan	MetLife AIG Alarabi	EGM
27 th Jan	MIS	EGM
28 th Jan	SABB	EGM
30 th Jan	Jouf Cement	OGM

*EGM: Extra Ordinary Meeting
*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,821	-0.6	2.0	2.0	7.0
Abu Dhabi (ADX)	5,230	-0.3	3.0	3.0	13.4
Kuwait (KSE)	4,875	-0.7	-0.7	-0.7	11.4
Qatar (QE)	10,581	-0.4	1.5	1.5	14.6
Oman (MSM)	4,082	0.3	2.5	2.5	8.3
Bahrain (BSE)	1,649	-0.3	2.4	2.4	11.4
Egypt (EGX30)	13,721	0.0	-1.7	-1.7	9.8

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	28,990	0.0	1.6	1.6	21.1
Nasdaq	9,141	0.0	4.7	4.7	29.4
S&P 500	3,295	0.0	2.0	2.0	23.6
FTSE 100	7,586	0.0	0.6	0.6	15.9
Germany DAX 30	13,577	0.0	2.5	2.5	18.2
France CAC 40	6,024	0.0	0.8	0.8	19.9
Japan Nikkei 225	23,827	0.0	0.7	0.7	18.8
Hong Kong Hang Seng	27,950	0.0	-0.9	-0.9	11.2
China Shanghai Composite	2,977	0.0	-2.4	-2.4	11.7
Australia ASX 200	7,091	0.0	6.1	6.1	18.5
India Sensex	41,613	0.0	0.9	0.9	22.9

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	65.1	0.0	-5.4	-5.4
Brent Crude (\$/bbl)	60.7	0.0	-8.0	-8.0
Texas crude (\$/bbl)	54.1	0.0	-11.5	-11.5
Natural Gas (\$/mmbtu)	1.89	0.0	-13.5	-13.5
Gold (\$/oz)	1,570	0.0	3.5	3.5
Silver (\$/oz)	18.1	0.0	1.4	1.4
Steel (\$/ton)	582	0.0	-1.0	-1.0
Iron Ore (CNY/MT)	710	0.0	2.1	2.1
Wheat (\$/bu)	574	0.0	2.6	2.6
Corn (\$/bu)	387	0.0	-0.1	-0.1
Sugar (\$/lb)	14.4	0.0	7.2	7.2
SMP* (EUR/MT)	2,640	0.0	2.7	2.7

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	1.795	0.0	-11.3	-11.3
Saudi Arabia(SAIBOR)	2.197	-0.4	-3.4	-3.4
UAE (EIBOR)	2.009	-0.8	-19.9	-19.9
Qatar (QIBOR)	2.339	3.4	8.9	8.9
Bahrain (BHIBOR)	2.667	0.0	0.0	0.0

Data Sources: Tadawul, Bloomberg, Reuters
* Three-month Interbank rate **NA: Not Available
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1. **Overweight:** This rating implies that the stock is currently trading at a discount to its 12 months price target. Stocks rated "Overweight" will typically provide an upside potential of over 10% from the current price levels over next twelve months.
2. **Underweight:** This rating implies that the stock is currently trading at a premium to its 12 months price target. Stocks rated "Underweight" would typically decline by over 10% from the current price levels over next twelve months.
3. **Neutral:** The rating implies that the stock is trading in the proximate range of its 12 months price target. Stocks rated "Neutral" is expected to stagnate within +/- 10% range from the current price levels over next twelve months.
4. **Suspension of rating or rating on hold (SR/RH):** This basically implies suspension of a rating pending further analysis of a material change in the fundamentals of the company.

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