



## Major Economic News

- Rated banks in Saudi Arabia are expected to maintain stable financial risk profiles in FY20, however growth remains dependent on the dynamics of the oil market and is vulnerable to global economic and regional geopolitical trends, according to a recent report by S&P Global Ratings. The report added that the lending growth in KSA will be mortgage-led and credit losses are forecast to stabilize in FY20 at about 70bps. (Source: Argaam)
- Sales prices of villas and apartments in Riyadh fell 7% and 6%, respectively Y/Y in Q4-19, as per JLL's Q4 Riyadh Real Estate Market Overview. Average rents also continued to drop, with declines of 1% Y/Y for apartments and 2% Y/Y for villas. (Source: Argaam)
- The Ministry of Finance announced that it has disbursed nearly 1mn payment orders of the public and private sectors in FY19, at a total value of SAR 993.8bn. Orders of the public sector were valued at SAR 792.7bn, while those of the private sector were valued at SAR 201.1bn. (Source: Argaam)

## Major Corporate News

- Mobile Telecommunication Company Saudi Arabia is pursuing its towers sales plan, as per the CEO Sultan AlDeghaither. He added that the company would sell and re-lease the towers; and currently they are in the process of receiving and studying the purchase bids. (Source: Argaam)
- Jameel Investment Management Co., the investment arm of Abdul Latif Jameel, announced its participation in a Series C round of funding for California-based start-up, Joby Aviation, which raised an additional USD 590mn (SAR 2.2bn) in capital. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange decreased 0.5% to 8,053.1 on Thursday. The value traded stood at SAR 4.2bn (up 8.1% over previous day), while the advance-decline ratio stood at 50/138. The parallel market index decreased 0.1% to 7,226.2 points. The value traded stood at SAR 11.2mn (down 62.8% over previous day). Most sectors in the main market ended in the red. Utilities and Food & Beverages (up 1.0% and 0.8%, respectively) advanced the most; REITs and Pharma & Bio Tech (down 1.2% and 1.1%, respectively) led the laggards.

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

Company	Q4-19	Q4-18	Y/Y %	Q3-19	Q/Q %
Budget Saudi	48.3	46.5	4.0	45.2	6.7
Al Kathiri Holding Co.	-10.1	1.4	NM	4.1	NM
Al Yamamah Steel	-7.6	-30.2	NM	-18.7	NM

\* indicates Q3-19 as year ending is March

## Top Gainers

Company	Price	Change%
SARCO	52.20	4.4
SHARQIYAH DEV	73.80	3.9
PETROCHEM	25.10	3.3
ALSORAYAI GROUP	18.78	3.2
NAMA CHEMICALS	24.80	2.8

## Top Losers

Company	Price	Change%
BSFR	34.80	-5.3
NCLE	29.95	-4.3
METLIFE AIG ANB	17.70	-3.8
ZAIN KSA	12.26	-3.8
RIYAD REIT	8.87	-3.6

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	8,053	8,124	8,037	(0.5)	(4.0)
NomuC	7,226	7,265	7,079	(0.1)	0.7

## TASI movement during session



Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,112	(0.6)	(6.1)	17.5
Materials	4,917	(0.3)	(4.8)	42.8
Capital Goods	4,472	(1.0)	3.2	-12.0
Commercial Service	4,571	0.0	(4.2)	18.4
Transportation	4,688	(0.8)	6.7	22.4
Consumer Durables	3,691	(0.2)	5.3	-389.8
Consumer Services	4,240	(1.0)	7.1	39.5
Media	9,175	(0.4)	(2.4)	34.9
Retailing	7,767	(0.6)	0.9	33.1
Food & Staples	7,273	(0.5)	9.9	224.4
Food & Beverages	4,396	0.8	1.0	48.1
Healthcare	3,773	(0.8)	1.2	25.6
Pharma & Bio Tech	3,714	(1.1)	3.3	-22.8
Banks	7,735	(0.8)	(4.6)	13.7
Diversified Financials	3,541	0.3	7.2	643.8
Insurance	4,603	(0.5)	2.0	-295.6
Telecom	5,823	(0.6)	(10.0)	19.6
Utilities	4,349	1.0	(1.1)	47.9
REITs	4,297	(1.2)	2.4	21.4
Real Estate	3,038	(0.2)	(3.0)	74.3
Software & Services	5,378	(0.2)	9.0	NA

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
8,111	8,166	8,301	3.68

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	-	-	-
Previous week	18.4	782.4	840.1

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	66.00	-0.6
Saudi Aramco	33.40	-0.7
NCB	46.00	-0.1
SABIC	86.30	-0.1
STC	87.50	-0.8



## Regional and International Markets

- Among other regional markets, Dubai decreased 0.1%, while Abu Dhabi increased 0.1%. Egypt and Kuwait rose 0.9% and 0.3%, respectively, while Oman and Bahrain rose 0.1% each. Meanwhile, Qatar declined 0.9%.
- US Senate voted 52 Vs. 48 to acquit President Donald Trump on two articles of impeachment to end a four-month impeachment process. (Source: CNN)
- US initial jobless claims dropped to 202,000 (consensus: 215,000), representing a fall of 15,000 from the previous week's revised level of 217,000. (Source: Econoday)
- According to Baker Hughes, North America's rig count increased to 1,047 in the week ended February 7 from 1,037 in earlier week. The rig count remained unchanged at 790 in the US, while increased to 23 from 21 in the Gulf of Mexico. The rig count in Canada rose to 257 from 247. (Source: Econoday)
- Oil prices fell 0.8% on Friday, as Russia said it required more time before obliging to output cuts.
- Gold prices rose 0.2% on Friday, as corona virus fears continued to raise demand for the yellow metal.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	98.7	0.2	1.3	2.4
Euro	1.09	-0.3	-1.4	-2.4
Japanese Yen	109.7	-0.2	1.2	1.0
Sterling Pound	1.29	-0.3	-2.3	-2.8
Chinese Yuan	7.00	0.4	0.9	0.6
Indian Rupee	71.5	0.4	-0.1	0.2
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	0.0	-0.6	0.0
Kuwaiti Dinar	0.30	0.0	0.1	0.4
Omani Rial	0.38	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	0.0	0.0
Egyptian Pound	15.73	0.1	-0.1	-1.7

## Corporate Calendar

Date	Company	Event
12 <sup>nd</sup> Feb	Northern Cement	EGM
18 <sup>th</sup> Feb	GACO	OGM
18 <sup>th</sup> Feb	QACCO	Cash Dividend Distribution
19 <sup>th</sup> Feb	TADCO	EGM
19 <sup>th</sup> Feb	Tihama	EGM
19 <sup>th</sup> Feb	Wataniya	OGM

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,770	-0.1	-0.7	0.2	6.9
Abu Dhabi (ADX)	5,087	0.1	-1.3	0.2	13.0
Kuwait (KSE)	4,875	0.3	-1.0	-0.7	11.3
Qatar (QE)	10,205	-0.9	-2.3	-2.1	14.0
Oman (MSM)	4,129	0.1	1.2	3.7	8.6
Bahrain (BSE)	1,656	0.1	-0.1	2.8	11.4
Egypt (EGX30)	14,107	0.9	1.4	1.0	10.2

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	29,103	-0.9	3.0	2.0	20.6
Nasdaq	9,401	-0.5	4.6	7.6	29.0
S&P 500	3,328	-0.5	3.2	3.0	23.6
FTSE 100	7,467	-0.5	2.5	-1.0	16.3
Germany DAX 30	13,514	-0.4	4.1	2.0	17.9
France CAC 40	6,030	-0.1	3.8	0.9	19.4
Japan Nikkei 225	23,828	-0.2	0.7	0.7	18.7
Hong Kong Hang Seng	27,404	-0.3	4.1	-2.8	11.0
China Shanghai Composite	2,876	0.3	-3.4	-5.7	11.4
Australia ASX 200	7,023	-0.4	0.1	5.1	18.2
India Sensex	41,142	-0.4	1.0	-0.3	21.8

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	58.2	-0.5	-15.4	-15.4
Brent Crude (\$/bbl)	54.5	-0.8	-6.3	-17.5
Texas crude (\$/bbl)	50.3	-1.2	-2.4	-17.7
Natural Gas (\$/mmbtu)	1.86	-0.2	0.9	-15.1
Gold (\$/oz)	1,570	0.2	-1.3	3.5
Silver (\$/oz)	17.7	-0.8	-2.0	-0.9
Steel (\$/ton)	578	0.0	-1.7	-1.7
Iron Ore (CNY/MT)	649	-5.9	-6.7	-6.7
Wheat (\$/bu)	559	0.4	0.9	0.0
Corn (\$/bu)	384	1.1	0.6	-1.1
Sugar (\$/lb)	14.9	1.2	2.1	11.2
SMP* (EUR/MT)	2,647	0.0	3.0	3.0

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	1.734	0.0	-1.7	-17.4
Saudi Arabia(SAIBOR)	2.159	-0.1	-2.0	-7.3
UAE (EIBOR)	1.964	6.1	-10.9	-24.5
Qatar (QIBOR)	2.298	1.0	-0.3	4.8
Bahrain (BHIBOR)	2.583	0.0	-8.3	-8.3

Data Sources: Tadawul, Bloomberg, Reuters

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

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