



## Major Economic News

- The mortgage loans provided to retail clients by banks in Saudi Arabia surged 173% Y/Y to SAR 73.9bn by the end of FY19, as per data issued by SAMA. In Q4-19, mortgage loans also soared 173% Y/Y to SAR 26.5bn. (Source: Argaam)
- Tadawul and the Securities Depository Center (Edaa) published the amended draft regulations for short selling, securities borrowing and lending for public consultation. Tadawul and Edaa are seeking public opinion on the draft regulations and amended securities. (Source: Argaam)

## Major Corporate News

- BATIC Investment and Logistics Co.'s subsidiary, Arabian Security & Safety Services Co., secured a Sharia-compliant credit facility worth SAR 79mn from Emirates NBD Bank. The 7-year loan will be used to finance smart parking project, providing ~20,000 smart parking in the eastern region, affiliated with Smart Cities Company. (Source: Argaam)
- Abdulmohsen Alhokair Group for Tourism and Development's board accepted the resignation of its CEO Omar Sami Samara, effective February 29. Samara stepped down citing personal reasons. (Source: Argaam)
- Anaam International Holding Group Co.'s board amended its capital hike recommendation to SAR 90mn from SAR 75mn through rights issue. Capital raised will be used to finance future plans, projects and expansion activities. (Source: Argaam)
- French adhesive specialist Bostik announced its plans to start its first production unit for flooring systems in Saudi Arabia, in partnership with Gerflor Middle East. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange decreased 1.2% to 7,952.5 on Sunday. The value traded stood at SAR 3.9bn (down 5.9% over previous day), while the advance-decline ratio stood at 30/161. The parallel market index increased 0.7% to 7,275.3 points. The value traded stood at SAR 5.9mn (down 47.6% over previous day). Most sectors in the main market ended in the red. Energy and Pharma & Bio Tech (up 1.4% and 0.2%, respectively) were the only gainers, while Materials and Banks (down 2.0% and 1.7%, respectively) led the laggards.

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

Company	Q4-19	Q4-18	Y/Y %	Q3-19	Q/Q %
Abdullah Al Othaim	142.2	106.9	33.0	75.4	88.7

## Top Gainers

Company	Price	Change%
FIPCO	32.30	6.6
ALJOUF	26.55	5.6
ALHAMMADI	24.46	4.1
SARCO	53.70	2.9
TAPRCO	39.55	2.9

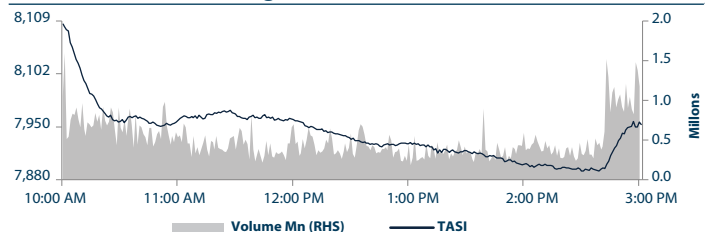
## Top Losers

Company	Price	Change%
HCC	13.20	-5.6
MEDGULF	21.18	-5.5
UACC	27.60	-4.8
ARABIAN SHIELD	16.90	-4.5
SHAKER	12.16	-4.4

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	7,953	8,085	7,890	(1.2)	(5.2)
NomuC	7,275	7,275	7,166	0.7	1.3

## TASI movement during session



Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,183	1.4	(4.8)	17.8
Materials	4,817	(2.0)	(6.8)	41.9
Capital Goods	4,402	(1.6)	1.6	-11.8
Commercial Service	4,521	(1.1)	(5.3)	18.2
Transportation	4,686	0.0	6.6	22.4
Consumer Durables	3,664	(0.7)	4.5	-386.9
Consumer Services	4,196	(1.0)	6.0	39.1
Media	9,094	(0.9)	(3.3)	34.6
Retailing	7,678	(1.1)	(0.3)	32.7
Food & Staples	7,266	(0.1)	9.8	224.2
Food & Beverages	4,371	(0.6)	0.4	47.8
Healthcare	3,755	(0.5)	0.7	25.5
Pharma & Bio Tech	3,720	0.2	3.5	-22.8
Banks	7,601	(1.7)	(6.2)	13.4
Diversified Financials	3,517	(0.7)	6.5	639.4
Insurance	4,543	(1.3)	0.6	-291.8
Telecom	5,753	(1.2)	(11.1)	19.3
Utilities	4,295	(1.3)	(2.4)	47.3
REITs	4,253	(1.0)	1.3	21.1
Real Estate	2,985	(1.7)	(4.7)	73.0
Software & Services	5,344	(0.6)	8.3	NA

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
8,070	8,129	8,280	3.87

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	3.9	152.2	176.4
Previous week	19.3	782.4	860.9

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	64.90	-1.7
Saudi Aramco	34.05	1.9
NCB	45.20	-1.7
SABIC	84.10	-2.5
STC	86.80	-0.8



## Regional and International Markets

- Among other regional markets, Dubai decreased 0.6%, while Abu Dhabi increased 0.1%. Bahrain rose 0.2%; while Qatar, Kuwait and Oman declined 0.5%, 0.4% and 0.1%, respectively. Meanwhile, Egypt remained flat.
- The White House's budget for FY21 expects the GDP growth at an average rate of 3% for the next 15 years, spurred on by another round of tax cuts and low interest rates. It is proposing to continue reductions in the individual rate cuts, that will expire in FY25 through FY35 at a cost of USD 1.4tn. (Source: CNBC)
- Workers began returning to offices and factories around China Today, as the government eased some restrictions on working in the wake of the coronavirus epidemic that has now killed more than 900 people. (Source: investing.com)
- US employment increased by 225,000 jobs (consensus: 160,000) in January compared to a revised increase of 147,000 jobs in December. The stronger than expected job growth was due to rise in jobs in construction, healthcare, and transportation & warehousing. (Source: RTT News)
- China's CPI was up 5.4% Y/Y (consensus: 4.9%) in January compared to 4.5% Y/Y in December. (Source: RTT News)

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	98.7	0.0	1.3	2.4
Euro	1.09	0.0	-1.4	-2.4
Japanese Yen	109.7	0.0	1.2	1.0
Sterling Pound	1.29	0.0	-2.3	-2.8
Chinese Yuan	7.00	0.0	0.9	0.6
Indian Rupee	71.5	0.0	-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)	2,752	-0.6	-1.4	-0.5	6.8
Abu Dhabi (ADX)	5,090	0.1	-1.3	0.3	13.0
Kuwait (KSE)	4,856	-0.4	-1.4	-1.1	11.3
Qatar (QE)	10,149	-0.5	-2.8	-2.7	14.0
Oman (MSM)	4,126	-0.1	1.1	3.6	8.6
Bahrain (BSE)	1,659	0.2	0.1	3.0	11.4
Egypt (EGX30)	14,108	0.0	1.4	1.1	10.2

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	29,103	0.0	3.0	2.0	20.6
Nasdaq	9,401	0.0	4.6	7.6	29.0
S&P 500	3,328	0.0	3.2	3.0	23.6
FTSE 100	7,467	0.0	2.5	-1.0	16.3
Germany DAX 30	13,514	0.0	4.1	2.0	17.9
France CAC 40	6,030	0.0	3.8	0.9	19.4
Japan Nikkei 225	23,828	0.0	0.7	0.7	18.7
Hong Kong Hang Seng	27,404	0.0	4.1	-2.8	11.0
China Shanghai Composite	2,876	0.0	-3.4	-5.7	11.4
Australia ASX 200	7,023	0.0	0.1	5.1	18.2
India Sensex	41,142	0.0	1.0	-0.3	21.8

## Commodity Markets

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