



Major Economic News

- Saudi banks' average capital adequacy ratio (Tier 1) dropped to 18.1% in Q4-19, from 18.4% by end of Q4-18. Tier 2 capital adequacy ratio fell to 19.4% by the end of Q4-19, from 20.3%. (Source: Argaam)
- Saudi Arabia temporarily suspended travel of citizens and residents to and from 9 coronavirus affected countries. These countries include the UAE, Kuwait, Bahrain, Lebanon, Syria, Iraq, Egypt, Italy, and South Korea. (Source: Argaam)
- The aggregate sales of 17 Saudi cement firms rose 35% Y/Y to 4.8mn tons in February 2020. Hail Cement reported the highest sales with a 74% Y/Y rise in February. Clinker production rose 18% Y/Y to 4.1mn tons in February 2020; clinker inventories stood at 41.2mn tons in the same period, down 1.7% Y/Y. (Source: Argaam)

Major Corporate News

- Jadwa Investment, fund manager of Jadwa REIT Al Haramain Fund received a notice to suspend the lease contract for Tharawat Al Andalusia Hotel. The notice was given due to a force majeure, which is the temporary suspension of Umrah due to the Coronavirus outbreak. (Source: Argaam)
- Bupa Arabia for Cooperative Insurance Co. received the approval of SAMA to renew its insurance license. The renewal is valid for 3 years as of March 30, 2020. (Source: Argaam)
- The CEO of SABIC and Chair B20 Saudi Arabia, Yousef Al-Benyani, said that the outbreak of the Coronavirus may affect the supply chain of some materials. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 7.8% to 6,315.5. The value traded stood at SAR 6.6bn (down 8.7% over previous day), while the advance-decline ratio stood at 1/193. The parallel market index decreased 7.7% to 6,144.5 points. The value traded stood at SAR 23.4mn (down 4.7% over previous day). All sectors in the main market ended in the red. Software & Services and Capital Goods (down 10.0% and 9.6%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q4-19 (SAR bn)	Q4-18 (SAR bn)	Y/Y %	Q3-19 (SAR bn)	Q/Q %
Halwani Bros.	4.0	-0.9	NM	-3.4	NM
Leejam Sports	67.9	53.9	26.1	48.8	39.2
Southern Province Cement	162.0	52.0	211.5	90.3	79.4

Top Gainers

Company	Price	Change%
SADAFECO	127.80	1.4

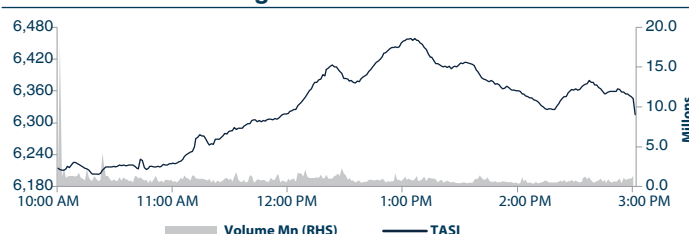
Top Losers

Company	Price	Change%
TAKWEEN	6.21	-10.0
MEPCO	10.98	-10.0
SEERA	15.12	-10.0
ALHOKAIR GROUP	12.96	-10.0
FARM SUPERSTORES	14.94	-10.0

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %	PE (TTM)
TASI	6,316	6,462	6,197	(7.8)	(24.7)	17.1
NomuC	6,145	6,258	5,826	(7.7)	(14.4)	High

TASI movement during session



Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	4,306	(5.2)	(20.9)	16.7
Materials	3,700	(8.9)	(28.4)	26.0
Capital Goods	3,415	(9.6)	(21.2)	Neg
Commercial Service	3,368	(9.3)	(29.4)	15.2
Transportation	3,342	(9.0)	(24.0)	16.8
Consumer Durables	2,866	(7.8)	(18.3)	Neg
Consumer Services	3,139	(8.7)	(20.7)	27.5
Media	6,901	(9.3)	(26.6)	29.4
Retailing	6,440	(6.9)	(16.3)	23.5
Food & Staples	6,040	(2.4)	(8.7)	27.0
Food & Beverages	3,571	(8.0)	(18.0)	41.0
Healthcare	3,370	(5.3)	(9.7)	25.3
Pharma & Bio Tech	3,021	(8.8)	(16.0)	Neg
Banks	5,887	(8.5)	(27.4)	11.6
Diversified Financials	2,725	(7.3)	(17.5)	High
Insurance	3,630	(7.0)	(19.6)	High
Telecom	4,852	(6.2)	(25.0)	14.6
Utilities	3,389	(5.5)	(23.0)	Neg
REITs	3,843	(4.8)	(8.4)	21.6
Real Estate	2,521	(8.4)	(19.5)	High
Software & Services	4,900	(10.0)	(0.7)	15.2

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
7,142	7,350	7,623	5.08

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	13.7	579.6	483.7
Previous week	21.8	873.7	953.1

Top Weighted Companies

Company	Price	Change%
Al Rajhi	52.10	-8.1
Saudi Aramco	28.35	-5.5
NCB	35.00	-7.4
SABIC	64.10	-9.1
STC	75.90	-5.5



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi decreased 8.3% and 8.1%, respectively. Qatar, Egypt, Bahrain, Oman and Kuwait declined 9.7%, 7.3%, 5.8%, 5.6% and 4.2%, respectively.
- China's inflation slowed as the coronavirus hammers demand, with a measure of price gains that strips out food and energy prices slumping to the weakest in a decade. Core consumer prices rose 1% in February from a year ago, the slowest pace since June 2010, and factory prices returned to deflation, with the producer price index registering a 0.4% decline on year after rising 0.1% in January. (Source: Bloomberg)
- U.K. bond issuance is set to surge to the highest level in nine years with Prime Minister Boris Johnson's government expected to unveil a significant increase in budget spending. Sales of gilts will rise to 166 billion pounds (\$218 billion) in the 2020-2021 financial year. (Source: Bloomberg)
- Oil prices slides 24% in worst year since 1991, after the OPEC+ meeting last week ended without agreement for production cut and Russia rejected a proposed 1.5mbpd production cut.
- Gold prices ended just a touch higher on Monday after smashing the \$1700 per ounce ceiling as players weighted the demand destruction in.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	94.9	-1.1	-3.3	-1.5
Euro	1.14	1.2	3.5	1.8
Japanese Yen	102.4	-2.8	-5.3	-5.8
Sterling Pound	1.31	0.5	2.3	-1.1
Chinese Yuan	6.95	0.3	-0.5	-0.1
Indian Rupee	73.8	-0.3	1.7	3.4
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.69	1.2	1.2	1.2
Kuwaiti Dinar	0.31	0.0	-0.2	0.8
Omani Rial	0.39	0.2	0.1	0.1
Bahraini Dinar	0.38	0.1	0.1	0.1
Egyptian Pound	15.64	0.3	0.3	-2.3

Corporate Calendar

Date	Company	Event
10 th Mar	Alujain Holding	OGM
11 th Mar	Al Kathiri Holding	EGM
12 th Mar	SPM	OGM
15 th Mar	MAADEN	OGM
15 th Mar	YANSAB	OGM
16 th Mar	YANSAB	EGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,079	-8.3	-19.7	-24.8	5.8
Abu Dhabi (ADX)	4,040	-8.1	-17.6	-20.4	11.1
Kuwait (KSE)	4,245	-4.2	-11.0	-13.6	9.8
Qatar (QE)	8,160	-9.7	-14.0	-21.7	12.8
Oman (MSM)	3,772	-5.6	-8.7	-5.2	8.2
Bahrain (BSE)	1,472	-5.8	-11.4	-8.6	11.8
Egypt (EGX30)	10,983	-7.3	-15.6	-21.3	8.7

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	23,851	-7.8	-6.1	-16.4	17.0
Nasdaq	7,948	-6.8	-6.1	-9.0	24.3
S&P 500	2,747	-7.6	-7.0	-15.0	18.0
FTSE 100	5,966	-7.7	-9.3	-20.9	17.2
Germany DAX 30	10,625	-7.9	-10.6	-19.8	18.4
France CAC 40	4,708	-8.4	-11.3	-21.2	17.2
Japan Nikkei 225	19,847	-4.4	-6.1	-16.1	17.4
Hong Kong Hang Seng	25,477	-2.6	-2.5	-9.6	10.5
China Shanghai Composite	2,987	-1.6	3.7	-2.1	14.2
Australia ASX 200	5,940	-4.4	-7.8	-11.1	18.3
India Sensex	35,635	-5.2	-7.0	-13.6	21.8

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	37.0	-27.7	-29.8	-46.3
Brent Crude (\$/bbl)	34.4	-24.1	-32.0	-47.9
Texas crude (\$/bbl)	31.1	-24.3	-30.6	-49.1
Natural Gas (\$/mmbtu)	1.8	6.6	8.1	-16.9
Gold (\$/oz)	1,675.7	0.1	5.7	10.5
Silver (\$/oz)	17.1	-1.5	2.4	-4.4
Steel (\$/ton)	579.0	-0.2	-1.9	-1.5
Iron Ore (CNY/MT)	675.0	-1.0	-0.4	-2.9
Wheat (\$/bu)	520.5	-0.1	-1.6	-6.8
Corn (\$/bu)	373.4	-1.0	1.9	-3.7
Sugar (\$/lb)	12.3	-5.5	-14.9	-8.3
SMP* (EUR/MT)	2,425.0	0.0	-1.0	-5.6

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.877	-12.2	-58.6	-103.2
Saudi Arabia(SAIBOR)	1.417	-2.6	-67.0	-81.4
UAE (EIBOR)	1.422	-1.2	-46.8	-78.7
Qatar (QIBOR)	1.867	0.0	-43.3	-38.3
Bahrain (BHIBOR)	2.280	0.0	-25.3	-38.7

Data Sources: Tadawul, Bloomberg, Reuters

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

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- 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.
- 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.
- 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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