



## Major Economic News

- The number of retail investors on Tadawul increased by nearly 710,000 Q/Q to 5.5mn by the end of Q4-19, driven by Aramco IPO, as 5.1mn retail investors subscribed to 1.0bn shares. (Source: Argaam)
- Saudi Arabia's private sector is forecast to invest around SAR 28bn in the mining industry, mainly in Waad Al-Shamal phosphate 3 plant project, as well as the Mansourah and Massarah Gold Project, as per Ministry of Industry and Mineral Resources. (Source: Argaam)

## Major Corporate News

- Capital Market Authority approved Alinma Bank's request to increase its capital to SAR 20bn from SAR 15bn, through issuance of 1 bonus share for every 3 shares held by shareholders. The capital hike will be financed by transferring SAR 3.4bn from the statutory reserve and SAR 1.6bn from retained earnings. (Source: Argaam)
- The National Agricultural Development Co.'s board of directors approved the resignation of CEO Albabtain, effective from March 31. (Source: Argaam)
- Dar Al-Arkan Real Estate Development Co. announced its intention to issue 7-year dollar-denominated fixed rate "RegS" Senior Unsecured Sukuk. The value of the issue is to be determined considering market conditions. (Source: Argaam)
- Chevron is preparing to restart production at the Wafra oilfield in the Kuwaiti-Saudi Neutral Zone. Kuwait and Saudi Arabia agreed last year to end a 5-year dispute over the border, allowing production to resume at 2 jointly run fields. (Source: Argaam)
- Jabal Omar Development Co.'s board of directors approved the appointment of Dr. Zeyad Othman Al Hekail as chairman, effective February 17, 2020, until June 29, 2021. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange decreased 0.5% to 7,837.0 on Sunday. The value traded stood at SAR 2.46n (down 35.8% over previous day), while the advance-decline ratio stood at 59/121. The parallel market index decreased 0.4% to 8,131.1 points. The value traded stood at SAR 15.9mn (down 47.0% over previous day). Most sectors in the main market ended in the red. Real Estate and Telecom (up 1.0% and 0.9%, respectively) advanced the most; Utilities and Capital Goods (down 2.2% and 1.2%, respectively) led the laggards.

## Top Gainers

Company	Price	Change%
SALAMA	12.98	10.0
MALATH INSURANCE	10.74	4.3
DAR ALARKAN	9.69	4.1
SFICO	51.60	3.2
TADCO	9.70	3.2

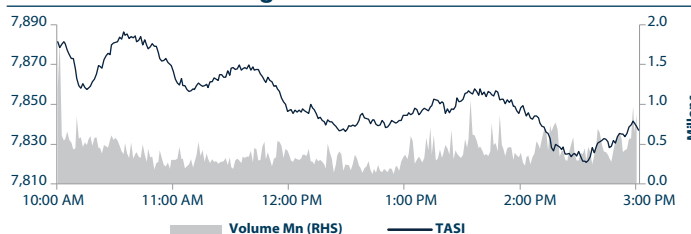
## Top Losers

Company	Price	Change%
SABB	28.20	-4.7
ZAMIL INDUST	20.02	-4.4
SHAKER	12.24	-4.2
ALANDALUS	15.52	-3.6
SPCC	63.50	-3.5

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	7,837	7,887	7,819	(0.5)	(6.6)
NomuC	8,131	8,471	8,022	(0.4)	13.3

## TASI movement during session



Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	4,969	(1.1)	(8.7)	17.0
Materials	4,721	(0.9)	(8.6)	41.1
Capital Goods	4,386	(1.2)	1.2	-11.7
Commercial Service	4,383	(0.9)	(8.1)	17.7
Transportation	4,583	(0.4)	4.3	21.9
Consumer Durables	3,585	0.6	2.2	-378.6
Consumer Services	4,084	(0.8)	3.2	38.1
Media	9,274	(1.0)	(1.4)	35.3
Retailing	7,590	(1.0)	(1.4)	32.3
Food & Staples	7,085	(0.6)	7.1	218.6
Food & Beverages	4,308	(0.4)	(1.0)	47.1
Healthcare	3,751	(0.5)	0.6	25.5
Pharma & Bio Tech	3,668	(0.9)	2.0	-22.5
Banks	7,559	(0.3)	(6.8)	13.3
Diversified Financials	3,467	(1.0)	5.0	630.4
Insurance	4,546	(0.6)	0.7	-292.0
Telecom	5,714	0.9	(11.7)	19.2
Utilities	3,905	(2.2)	(11.2)	43.0
REITs	4,202	(0.1)	0.1	20.9
Real Estate	3,011	1.0	(3.9)	73.6
Software & Services	5,256	(0.2)	6.5	NA

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
7,899	7,985	8,142	3.65

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	2.6	121.4	136.5
Previous week	18.3	746.1	818.1

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	63.80	0.3
Saudi Aramco	32.80	-0.9
NCB	46.20	-0.2
SABIC	80.90	-1.2
STC	87.00	1.6



## Regional and International Markets

- Among other regional markets, Dubai remained flat, while Abu Dhabi increased 0.5%. Oman rose 0.8%. Qatar, Egypt and Kuwait declined 1.0%, 0.9% and 0.2% respectively. Meanwhile, Bahrain remained flat.
- The People's Bank of China lowered the rate on CNY 200bn (USD 28.7bn) worth of one-year medium-term lending facility loans to financial institutions by 10 bps to 3.15% from 3.25% previously. The decision was taken to reduce the economic impact from disruption of business activity due to coronavirus outbreak. (Source: CNBC)
- Japan's GDP contracted by an annualized 6.3% in Q4-19, the biggest fall since Q2-14, against a forecast of 3.7% drop. The decline was due to sales tax hike, which hit consumer and business spending, worsened by growing coronavirus risks. (Source: CNBC)
- US industrial production decreased 0.3% M/M in January (consensus: decline of 0.2%) from 0.4% in December. Manufacturing fell 0.1% M/M in January against a rise of 0.1% in December. Industrial sector capacity utilization fell to 76.8% in January as compared to 77.1% in December. (Source: RTT News)
- US retail sales growth rose 0.3% M/M in January (in-line with consensus) compared to downwardly revised rise of 0.2% in December. (Source: RTT News)

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	99.1	0.0	1.8	2.8
Euro	1.08	0.0	-2.4	-3.4
Japanese Yen	109.7	0.0	1.3	1.0
Sterling Pound	1.30	0.0	-1.2	-1.6
Chinese Yuan	6.99	0.0	0.7	0.3
Indian Rupee	71.5	0.0	0.0	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	0.3	0.6
Omani Rial	0.38	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	0.1	0.1
Egyptian Pound	15.65	0.0	-0.6	-2.2

## Corporate Calendar

Date	Company	Event
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
20 <sup>th</sup> Feb	Wataniya	OGM
24 <sup>th</sup> Feb	Wafa Insurance	OGM

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,735	0.0	-2.0	-1.1	7.0
Abu Dhabi (ADX)	5,063	0.5	-1.8	-0.3	12.8
Kuwait (KSE)	4,835	-0.2	-1.8	-1.5	11.1
Qatar (QE)	9,749	-1.0	-6.6	-6.5	13.8
Oman (MSM)	4,160	0.8	2.0	4.5	8.6
Bahrain (BSE)	1,662	0.0	0.3	3.2	11.5
Egypt (EGX30)	13,737	-0.9	-1.3	-1.6	10.0

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	29,398	0.0	4.0	3.0	20.5
Nasdaq	9,624	0.0	7.0	10.2	29.5
S&P 500	3,380	0.0	4.8	4.6	23.8
FTSE 100	7,409	0.0	1.7	-1.8	16.1
Germany DAX 30	13,744	0.0	5.9	3.7	18.2
France CAC 40	6,069	0.0	4.5	1.5	5.8
Japan Nikkei 225	23,688	0.0	0.1	0.1	18.7
Hong Kong Hang Seng	27,816	0.0	5.7	-1.3	11.2
China Shanghai Composite	2,917	0.0	-2.0	-4.4	11.6
Australia ASX 200	7,130	0.0	1.6	6.7	18.2
India Sensex	41,258	0.0	1.3	0.0	22.1

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	59.2	0.0	-13.9	-13.9
Brent Crude (\$/bbl)	57.3	0.0	-1.4	-13.2
Texas crude (\$/bbl)	52.0	0.0	0.9	-14.9
Natural Gas (\$/mmbtu)	1.84	0.0	-0.2	-16.1
Gold (\$/oz)	1,584	0.0	-0.3	4.4
Silver (\$/oz)	17.7	0.0	-1.7	-0.6
Steel (\$/ton)	576	0.0	-2.0	-2.0
Iron Ore (CNY/MT)	686	0.0	-1.4	-1.4
Wheat (\$/bu)	543	0.0	-2.0	-2.9
Corn (\$/bu)	378	0.0	-0.9	-2.6
Sugar (\$/lb)	15.1	0.0	3.1	12.2
SMP* (EUR/MT)	2,590	0.0	0.8	0.8

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	1.692	0.0	-5.9	-21.7
Saudi Arabia(SAIBOR)	2.144	0.0	-3.4	-8.7
UAE (EIBOR)	1.881	-9.7	-19.2	-32.8
Qatar (QIBOR)	2.342	2.4	4.1	9.2
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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- 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.
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