



## Major Economic News

- Saudi Crown Prince Mohammed bin Salman issued new directives on the development of main routes and ring roads in Riyadh to upgrade the city's transportation system. The project will develop 400 km of road network, add new roads and upgrade existing junctions. (Source: Argaam)

## Major Corporate News

- Osool and Bakheet Investment Co., fund manager of Al-Maather REIT Fund, announced the completion of acquisition of Al Nokhba Educational Schools in Unaizah, from Creative Knowledge Company for Educational Purposes for SAR 31mn. (Source: Argaam)
- Dallah Healthcare Co. signed a non-binding MoU to acquire a majority stake in Makkah Medical Center Co. The MoU will be effective as of the signing date until June 30, 2020. The final value of the potential deal, which will be paid in cash, will be defined upon finalizing the due diligence process. (Source: Argaam)
- Saudi Kayan Petrochemical Co. (Saudi Kayan) completed the 21-day scheduled maintenance of its ethylene glycol/ ethylene oxide plants, which started on February 1, 2020. Saudi Kayan expects a financial impact of SAR 117mn on Q1-20 financials based on the current average selling prices of these products. (Source: Argaam)
- Saudi Automotive Services Co. received the renewal of the qualification certificate required for the management, operation and maintenance of petrol stations and service centers on regional roads. The renewal is for a period of three years ending on January 22, 2023. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange decreased 0.3% to 7,983.0 on Sunday. The value traded stood at SAR 3.0bn (down 21.5% over previous day), while the advance-decline ratio stood at 103/84. The parallel market index increased 1.1% to 7,813.6 points. The value traded stood at SAR 27.1mn (up 49.2% over previous day). Most sectors in the main market ended in the green. Software & Services and Healthcare (up 2.0% and 1.6%, respectively) advanced the most; Utilities and Telecom (down 1.8% and 1.6%, respectively) led the laggards.

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

| Company               | Q4-19   | Q4-18    | Y/Y % | Q3-19  | Q/Q % |
|-----------------------|---------|----------|-------|--------|-------|
| Saudi Investment Bank | (69.64) | (452.52) | 84.6% | 311.93 | NA    |

\*\*NA: Not Meaning

## Top Gainers

| Company | Price | Change% |
|---------|-------|---------|
| ATAA    | 39.30 | 6.2     |
| APC     | 14.60 | 4.6     |
| GACO    | 12.90 | 4.2     |
| ACIG    | 21.38 | 4.2     |
| ASLAK   | 21.50 | 3.4     |

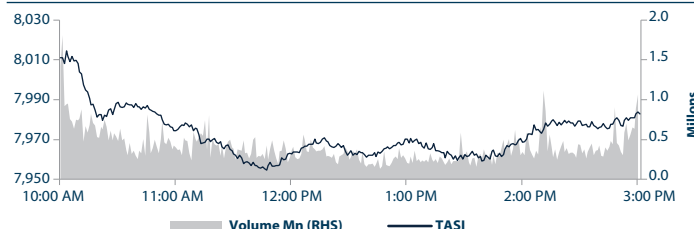
## Top Losers

| Company           | Price | Change% |
|-------------------|-------|---------|
| BAAZEEM           | 40.65 | -2.9    |
| NORTHERN CEMENT   | 12.60 | -2.3    |
| SAUDI ELECTRICITY | 17.08 | -2.2    |
| ACC               | 36.00 | -2.2    |
| QACCO             | 69.00 | -2.1    |

## Saudi Stock Exchange

| Index | Closing | High  | Low   | Daily Change% | YTD % | PE (TTM) |
|-------|---------|-------|-------|---------------|-------|----------|
| TASI  | 7,983   | 8,015 | 7,954 | (0.3)         | (4.8) | 19.6     |
| NomuC | 7,814   | 7,879 | 7,595 | 1.1           | 8.8   | High     |

## TASI movement during session



| Index                  | Close | Daily Change% | YTD %  | PE (TTM) |
|------------------------|-------|---------------|--------|----------|
| Energy                 | 5,166 | 0.9           | (5.1)  | 19.0     |
| Materials              | 4,833 | (0.3)         | (6.5)  | 31.0     |
| Capital Goods          | 4,488 | 0.2           | 3.6    | Neg      |
| Commercial Service     | 4,621 | 0.7           | (3.2)  | 19.0     |
| Transportation         | 4,667 | 0.2           | 6.2    | 21.3     |
| Consumer Durables      | 3,693 | 1.1           | 5.3    | Neg      |
| Consumer Services      | 4,289 | 0.5           | 8.3    | 33.3     |
| Media                  | 9,202 | (0.1)         | (2.1)  | 35.5     |
| Retailing              | 7,736 | 0.4           | 0.5    | 26.5     |
| Food & Staples         | 7,157 | (0.4)         | 8.2    | 31.1     |
| Food & Beverages       | 4,368 | 0.5           | 0.3    | 47.1     |
| Healthcare             | 3,957 | 1.6           | 6.1    | 27.9     |
| Pharma & Bio Tech      | 3,740 | 0.5           | 4.0    | Neg      |
| Banks                  | 7,620 | (0.9)         | (6.0)  | 13.8     |
| Diversified Financials | 3,570 | 0.2           | 8.1    | High     |
| Insurance              | 4,618 | (0.3)         | 2.3    | High     |
| Telecom                | 5,731 | (1.6)         | (11.5) | 16.0     |
| Utilities              | 3,791 | (1.8)         | (13.8) | Neg      |
| REITs                  | 4,247 | 0.1           | 1.2    | 22.7     |
| Real Estate            | 3,160 | 1.0           | 0.9    | High     |
| Software & Services    | 6,133 | 2.0           | 24.3   | 17.1     |

\*\*Neg: Negative

## Average Index Value

| Average 5 days | Average 10 days | Average 20 days | Average value traded for the month (bn) |
|----------------|-----------------|-----------------|---|
| 7,938          | 7,918           | 8,023           | 3.42                                    |

## Market Statistics

|               | Value Traded (SAR bn) | Volumes (mn shares) | No. of Trades ('000) |
|---------------|-----------------------|---------------------|----------------------|
| Current Week  | 3.0                   | 122.3               | 132.8                |
| Previous week | 14.2                  | 577.1               | 698.2                |

## Top Weighted Companies

| Company      | Price | Change% |
|--------------|-------|---------|
| Al Rajhi     | 65.30 | -0.3    |
| Saudi Aramco | 34.05 | 1.2     |
| NCB          | 46.10 | -1.3    |
| SABIC        | 84.50 | 0.6     |
| STC          | 87.00 | -2.0    |



## Regional and International Markets

- Among other regional markets, Dubai decreased 0.7%, while Abu Dhabi increased 0.2%. Oman rose 0.1%, while Qatar, Egypt and Kuwait declined 0.4%, 0.2% and 0.1%, respectively. Meanwhile, Bahrain remained flat.
- There are concerns that the coronavirus outbreak in China could grow into a contagion with severe consequences for countries around the world, after sharp increase in infections in South Korea, Italy and Iran. South Korea's government raised the COVID-19 alert to its highest level after a recent implosion of confirmed infection cases increasing to 763. (Source: Reuters, CNBC)
- US existing home sales declined by 1.3% (consensus: a fall of 1.8%) to an annual rate of 5.46mn in January compared to a revised rate of 5.53mn in December. On Y/Y basis, existing home sales increased 9.6% in January. (Source: RTT News)
- US Composite PMI declined to 49.6 in February, the lowest in 76 months, from 53.3 in January. The deterioration in the PMIs was attributed to the coronavirus outbreak, manifesting itself in weakened demand across sectors such as travel and tourism, as well as via falling exports and supply chain disruptions. (Source: Reuters).

## Forex / Currency

| Currency       | Close | Daily Change% | MTD % | YTD % |
|----------------|-------|---------------|-------|-------|
| Dollar Index   | 99.3  | 0.0           | 1.9   | 3.0   |
| Euro           | 1.08  | 0.0           | -2.3  | -3.3  |
| Japanese Yen   | 111.6 | 0.0           | 2.9   | 2.7   |
| Sterling Pound | 1.30  | 0.0           | -1.7  | -2.2  |
| Chinese Yuan   | 7.03  | 0.0           | 1.3   | 0.9   |
| Indian Rupee   | 71.9  | 0.0           | 0.5   | 0.7   |
| UAE Dirham     | 3.67  | 0.0           | 0.0   | 0.0   |
| Qatari Rial    | 3.64  | 0.0           | -0.6  | 0.0   |
| Kuwaiti Dinar  | 0.31  | 0.0           | 0.9   | 1.1   |
| Omani Rial     | 0.38  | 0.0           | 0.0   | 0.0   |
| Bahraini Dinar | 0.38  | -0.1          | 0.0   | 0.0   |
| Egyptian Pound | 15.51 | -0.1          | -1.5  | -3.1  |

## Corporate Calendar

| Date                 | Company        | Event |
|----------------------|----------------|-------|
| 24 <sup>th</sup> Feb | Wafa Insurance | OGM   |
| 25 <sup>th</sup> Feb | Jouf Cement    | EGM   |
| 25 <sup>th</sup> Feb | HB             | OGM   |
| 27 <sup>th</sup> Feb | AICC           | OGM   |
| 27 <sup>th</sup> Feb | Atheeb Telecom | EGM   |
| 4 <sup>th</sup> Mar  | QACCO          | OGM   |

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

| Market          | Close  | Daily Change% | MTD % | YTD % | P/E  |
|-----------------|--------|---------------|-------|-------|------|
| Dubai (DFM)     | 2,718  | -0.7          | -2.6  | -1.7  | 6.9  |
| Abu Dhabi (ADX) | 5,042  | 0.2           | -2.2  | -0.7  | 12.7 |
| Kuwait (KSE)    | 4,830  | -0.1          | -1.9  | -1.6  | 10.6 |
| Qatar (QE)      | 9,898  | -0.4          | -5.2  | -5.1  | 14.0 |
| Oman (MSM)      | 4,197  | 0.1           | 2.9   | 5.4   | 8.8  |
| Bahrain (BSE)   | 1,669  | 0.0           | 0.7   | 3.6   | 12.5 |
| Egypt (EGX30)   | 13,688 | -0.2          | -1.7  | -2.0  | 9.8  |

## International Markets

| Index                    | Close  | Daily Change% | MTD % | YTD % | P/E  |
|--------------------------|--------|---------------|-------|-------|------|
| Dow Jones                | 28,992 | 0.0           | 2.6   | 1.6   | 20.3 |
| Nasdaq                   | 9,447  | 0.0           | 5.1   | 8.2   | 28.9 |
| S&P 500                  | 3,338  | 0.0           | 3.5   | 3.3   | 23.5 |
| FTSE 100                 | 7,404  | 0.0           | 1.6   | -1.8  | 17.0 |
| Germany DAX 30           | 13,579 | 0.0           | 4.6   | 2.5   | 18.3 |
| France CAC 40            | 6,030  | 0.0           | 3.8   | 0.9   | 19.6 |
| Japan Nikkei 225         | 23,387 | 0.0           | -1.1  | -1.1  | 19.4 |
| Hong Kong Hang Seng      | 27,309 | 0.0           | 3.8   | -3.1  | 11.6 |
| China Shanghai Composite | 3,040  | 0.0           | 2.1   | -0.3  | 12.0 |
| Australia ASX 200        | 7,139  | 0.0           | 1.7   | 6.8   | 18.6 |
| India Sensex             | 41,170 | 0.0           | 1.1   | -0.2  | 22.5 |

## Commodity Markets

| Commodity                 | Price | Daily Change% | MTD % | YTD % |
|---------------------------|-------|---------------|-------|-------|
| Arab Light Crude (\$/bbl) | 60.8  | 0.0           | -11.7 | -11.7 |
| Brent Crude (\$/bbl)      | 58.5  | 0.0           | 0.6   | -11.4 |
| Texas crude (\$/bbl)      | 53.4  | 0.0           | 3.5   | -12.7 |
| Natural Gas (\$/mmbtu)    | 1.91  | 0.0           | 3.5   | -13.0 |
| Gold (\$/oz)              | 1,643 | 0.0           | 3.4   | 8.3   |
| Silver (\$/oz)            | 18.5  | 0.0           | 2.4   | 3.5   |
| Steel (\$/ton)            | 581   | 0.0           | -1.2  | -1.2  |
| Iron Ore (CNY/MT)         | 702   | 0.0           | 1.0   | 1.0   |
| Wheat (\$/bu)             | 551   | 0.0           | -0.5  | -1.4  |
| Corn (\$/bu)              | 377   | 0.0           | -1.1  | -2.8  |
| Sugar (\$/lb)             | 15.6  | 0.0           | 6.7   | 16.2  |
| SMP* (EUR/MT)             | 2,509 | 0.0           | -2.4  | -2.4  |

\*SMP: Skimmed Milk Powder

## Interbank Rates

| Region               | Rate* | Daily Change(bps) | MTD (bps) | YTD (bps) |
|----------------------|-------|-------------------|-----------|-----------|
| USD LIBOR            | 1.683 | 0.0               | -6.8      | -22.6     |
| Saudi Arabia(SAIBOR) | 2.127 | -0.9              | -5.1      | -10.4     |
| UAE (EIBOR)          | 1.888 | 1.0               | -18.5     | -32.1     |
| Qatar (QIBOR)        | 2.285 | 1.0               | -1.6      | 3.5       |
| Bahrain (BHIBOR)     | 2.567 | 0.0               | -10.0     | -10.0     |

Data Sources: Tadawul, Bloomberg, Reuters

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

Updated as of February 23 2020



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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.
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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