



## Major Economic News

- Saudi Arabia's holdings of US Treasuries reached USD 179.8bn in December, up by USD 100mn M/M. The Kingdom maintained its 12th place among the largest holders of US debt in December. (Source: Argaam)
- Total spending on information and communication technology in Saudi Arabia is set to reach USD 37bn in FY20, up 2.4% on FY19, according to the latest forecasts by International Data Corporation. (Source: Arabian Business)

## Major Corporate News

- Al Moammar Information Systems Co. (MIS) secured a contract to supply an integrated and advanced system of computer and network equipment, as well as software and IT security to one of Giza Systems Co.'s projects in Saudi Arabia. The contract value is 5% higher than MIS' gross revenue for FY18. (Source: Argaam)
- Dar Al-Arkan Real Estate Development Co. successfully closed the seventh tranche sukuk issuance worth SAR 1.5bn (USD 400mn) under its dollar-denominated Islamic sukuk program. The issuance received strong turnout from international market participants with the order book reaching SAR 4.3bn (USD 1.2bn). (Source: Argaam)
- Riyad Bank completed the first offering of its international Tier 2 dollar-denominated sukuk worth USD 1.5bn. The issuance pays a 3.2% fixed rate return annually, payable semi-annually on each periodic distribution date until February 24, 2025. (Source: Argaam)
- Saudi Paper Manufacturing Co.'s board of directors decided to terminate the services of the chairman of the board Fahad bin Mohammed AlDawood for violating the rules. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange increased 1.4% to 7,967.6. The value traded stood at SAR 2.8bn (up 14.1% over previous day), while the advance-decline ratio stood at 174/17. The parallel market index decreased 0.5% to 7,675.1 points. The value traded stood at SAR 9.4mn (down 62.2% over previous day). All sectors in the main market ended in the green. Software & Services and Commercial Service (up 9.9% and 3.3%, respectively) advanced the most.

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

Company	Q4-19	Q4-18	Y/Y %	Q3-19	Q/Q %
Saudi Steel Pipe Co.	-2.9	-102.7	NM	-14.1	NM

\* indicates Q3-19 as year ending is March

\*\*NA: Not Meaning

## Top Gainers

Company	Price	Change%
MIS	52.30	9.9
ATAA	37.95	5.9
NGC	16.72	5.8
NCLE	29.50	5.7
MAHARAH	77.70	5.6

## Top Losers

Company	Price	Change%
SALAMA	12.72	-3.6
SRECO	14.26	-3.3
SHARQIYAH DEV	79.30	-3.2
TAPRCO	35.00	-3.1
SFICO	50.20	-2.0

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %	PE (TTM)
TASI	7,968	7,968	7,862	1.4	(5.0)	19.3
NomuC	7,675	7,760	7,574	(0.5)	6.9	High

## TASI movement during session



Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,085	1.0	(6.6)	18.6
Materials	4,807	2.0	(7.0)	30.7
Capital Goods	4,441	1.3	2.5	Neg
Commercial Service	4,641	3.3	(2.7)	19.1
Transportation	4,641	0.8	5.6	21.2
Consumer Durables	3,659	1.2	4.4	Neg
Consumer Services	4,208	0.8	6.3	32.7
Media	9,184	1.1	(2.3)	35.5
Retailing	7,664	1.1	(0.4)	26.2
Food & Staples	7,217	0.1	9.1	31.3
Food & Beverages	4,376	1.2	0.5	47.2
Healthcare	3,801	1.5	1.9	26.8
Pharma & Bio Tech	3,734	1.8	3.9	Neg
Banks	7,686	1.4	(5.2)	14.0
Diversified Financials	3,530	1.8	6.9	High
Insurance	4,620	0.8	2.4	High
Telecom	5,760	1.0	(11.0)	16.1
Utilities	3,852	0.5	(12.5)	Neg
REITs	4,233	0.6	0.8	22.7
Real Estate	3,061	1.2	(2.3)	High
Software & Services	5,811	9.9	17.8	16.2

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
7,882	7,920	8,060	3.42

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	10.3	429.4	536.5
Previous week	18.3	746.1	818.1

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	64.90	1.4
Saudi Aramco	33.40	0.6
NCB	46.50	1.3
SABIC	82.90	2.6
STC	87.50	0.6



## Regional and International Markets

- Among other regional markets, Dubai decreased 0.8%, while Abu Dhabi increased 0.4%. Qatar, Oman, Egypt and Bahrain rose 1.0%, 0.6%, 0.4% and 0.3%, respectively, while Kuwait declined 0.4%.
- The US housing starts decreased 3.6% M/M to an annual rate of 1.567mn (consensus: 1.420mn) in January, after rising 17.7% M/M to the revised rate of 1.626mn in December. Building permits increased 9.2% M/M to 1.551mn (consensus: 1.453mn) in January. (Source: Econoday, RTT News)
- The US Producer Price Index, final demand (PPI-FD) rose 0.5% M/M in January (consensus: 0.1%) against an increase of 0.2% in December. On Y/Y basis, PPI-FD rose 2.1% (consensus: 1.7%) in January against 1.3% in December. (Source: Econoday)
- China cut the one-year loan prime rate from 4.15% to 4.05%, and the five-year rate from 4.80% to 4.75%, as the country faces economic challenge due to outbreak of coronavirus. (Source: CNBC)
- Oil prices increased 2.4% to a two-week high, as sanctions on Rosneft Trading and rising tensions in Libya risked global crude supply.
- Gold prices rose 0.6% on expectations of monetary easing to cushion the economic impact of the coronavirus outbreak.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	99.7	0.3	2.4	3.4
Euro	1.08	0.1	-2.6	-3.6
Japanese Yen	111.4	1.4	2.7	2.5
Sterling Pound	1.29	-0.6	-2.1	-2.6
Chinese Yuan	7.00	0.0	0.9	0.5
Indian Rupee	71.6	0.0	0.1	0.3
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	0.0	-0.6	0.0
Kuwaiti Dinar	0.31	0.2	0.7	0.9
Omani Rial	0.39	0.0	0.1	0.1
Bahraini Dinar	0.38	0.0	0.1	0.0
Egyptian Pound	15.56	0.0	-1.2	-2.8

## Corporate Calendar

Date	Company	Event
20 <sup>th</sup> Feb	Wataniya	OGM
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	Attheb Telecom	EGM

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,728	-0.8	-2.2	-1.3	6.9
Abu Dhabi (ADX)	5,074	0.4	-1.6	0.0	12.8
Kuwait (KSE)	4,812	-0.4	-2.2	-2.0	11.0
Qatar (QE)	9,878	1.0	-5.4	-5.2	13.9
Oman (MSM)	4,175	0.6	2.3	4.9	8.7
Bahrain (BSE)	1,664	0.3	0.4	3.4	12.6
Egypt (EGX30)	13,695	0.4	-1.6	-1.9	9.8

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	29,348	0.4	3.9	2.8	20.4
Nasdaq	9,719	0.9	8.1	11.3	29.5
S&P 500	3,386	0.7	5.0	4.8	23.7
FTSE 100	7,457	1.0	2.3	-1.1	17.0
Germany DAX 30	13,789	0.8	6.2	4.1	18.1
France CAC 40	6,111	0.9	5.3	2.2	23.5
Japan Nikkei 225	23,401	0.9	-1.1	-1.1	19.4
Hong Kong Hang Seng	27,656	0.5	5.1	-1.9	11.7
China Shanghai Composite	2,975	-0.3	0.0	-2.4	11.8
Australia ASX 200	7,145	0.4	1.8	6.9	18.5
India Sensex	41,323	1.0	1.5	0.2	22.6

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	60.6	0.6	-11.9	-11.9
Brent Crude (\$/bbl)	59.1	2.4	1.7	-10.4
Texas crude (\$/bbl)	53.3	2.3	3.4	-12.8
Natural Gas (\$/mmbtu)	1.96	-1.3	6.2	-10.7
Gold (\$/oz)	1,611	0.6	1.4	6.2
Silver (\$/oz)	18.4	1.3	2.0	3.2
Steel (\$/ton)	576	-0.7	-2.0	-2.0
Iron Ore (CNY/MT)	683	1.0	-1.8	-1.8
Wheat (\$/bu)	565	-0.3	2.1	1.2
Corn (\$/bu)	381	-0.7	-0.2	-1.9
Sugar (\$/lb)	15.6	2.0	6.6	16.1
SMP* (EUR/MT)	2,540	0.0	-1.2	-1.2

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	1.695	0.1	-5.7	-21.4
Saudi Arabia(SAIBOR)	2.136	-0.4	-4.3	-9.6
UAE (EIBOR)	1.915	-11.2	-15.7	-29.4
Qatar (QIBOR)	2.299	5.4	-0.2	4.9
Bahrain (BHIBOR)	2.567	-1.7	-10.0	-10.0

Data Sources: Tadawul, Bloomberg, Reuters

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

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