



Major Economic News

- Saudi Arabia posted a trade deficit of SAR 1.0bn in June. Total exports declined 44% Y/Y in June to SAR 43.5bn. Imports went up 3% Y/Y to SAR 44.5bn during the same period. Oil exports 55% to SAR 26.9bn, with non-oil exports shedding 6% to SAR 16.6bn. (Source: Argaam)
- Saudi banks' credit provisions increased 17% Y/Y to SAR 5.2bn Q2-20, the highest quarterly provisions recorded by banks, compared to SAR 4.5bn in Q2-19. Non-performing loans (NPLs) coverage ratio declined to 129% in Q2-20 from 145% in Q2-19, while NPLs grew 31% to SAR 36.6bn in the same period. (Source: Argaam)
- Assets held by SAMA increased by SAR 5.8bn M/M to SAR 1.8tn in July. On Y/Y basis, SAMA's assets dropped by SAR 118.2bn. (Source: Argaam)

Major Corporate News

- Saudi Aramco discovered two new oil and gas fields in the northern parts of the Kingdom. The fields are named Hadbat Al-Hajrah gas field in Al-Jouf, and Abraq at Tulul field with gas and oil reserves in the Northern Borders region. (Source: Argaam)
- Leejam Sports Co. (Fitness Time) opened a new ladies fitness center in Riyadh. The center is located in the Al Nuzha district of Riyadh and spans over an area of 7,210 sq. m. (Source: Argaam)
- National Gas and Industrialization Co.'s board of directors approved not to proceed with setting up a new firm in the field of gas extension projects. (Source: Argaam)
- Abdulmohsen Alhokair Group for Tourism and Development announced that its business was impacted by COVID-19 pandemic and precautionary measures, leading to revenues declining by SAR 224.5mn Y/Y in the four months starting March until June 2020. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 0.6% to 7,983.8 on Sunday. The value traded stood at SAR 9.1bn (down 2.3% over previous day), while the advance-decline ratio stood at 168/24. The parallel market index increased 2.9% to 9,024.7 points. The value traded stood at SAR 17.9mn (up 26.6% over previous day). All sectors in the main market ended in the green. Software & Services and Media (up 5.9% and 4.2%, respectively) advanced the most.

Top Gainers

Company	Price	Change%
TAPRCO	32.05	10.0
LAZURDE	16.86	9.9
ARAB SEA	67.70	9.9
ALUJAIN	44.80	9.7
NASEEJ	16.20	9.6

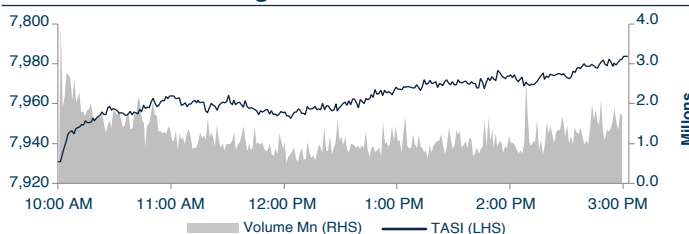
Top Losers

Company	Price	Change%
ALOMRAN	79.00	-1.3
JADWA RE.	13.08	-1.1
SAUDI GER.	36.40	-0.8
ADVANCED	55.80	-0.7
SAFCO	85.40	-0.7

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %	PE (TTM)
TASI	7,984	7,984	7,930	0.6	(4.8)	30.2
NomuC	9,025	9,025	8,729	2.9	25.7	High

TASI movement during session



Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,348	0.3	(1.7)	22.8
Materials	4,954	0.6	(4.1)	High
Capital Goods	4,640	1.4	7.1	Neg
Commercial Service	4,108	1.6	(13.9)	17.2
Transportation	4,242	1.5	(3.5)	25.3
Consumer Durables	4,201	3.6	19.8	Neg
Consumer Services	3,874	1.1	(2.1)	12.5
Media	9,134	4.2	(2.8)	31.8
Retailing	7,844	0.3	1.9	48.2
Food & Staples	10,006	0.3	51.2	42.3
Food & Beverages	5,586	0.7	28.3	39.5
Healthcare	4,828	0.4	29.4	33.3
Pharma & Bio Tech	4,288	2.7	19.3	Neg
Banks	7,103	0.4	(12.4)	13.4
Diversified Financials	3,622	2.1	9.7	High
Insurance	5,267	0.3	16.7	36.8
Telecom	6,345	0.2	(2.0)	19.4
Utilities	3,550	2.1	(19.3)	High
REITs	3,931	0.1	(6.4)	24.5
Real Estate	2,869	2.5	(8.4)	Neg
Software & Services	9,765	5.9	97.9	18.3

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
7,937	7,875	7,706	7.52

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	9.1	369.6	362.3
Previous week	45.1	1,964.7	1,812.0

Top Weighted Companies

Company	Price	Change%
Al Rajhi	65.90	0.2
Saudi Aramco	35.10	0.3
NCB	37.60	0.1
SABIC	88.90	0.7
STC	96.60	0.2



Regional and International Markets

- Among other regional markets, Dubai decreased 0.3%, while Abu Dhabi increased 0.1%. Kuwait gained 0.5%, while Oman and Qatar rose 0.4% each. Egypt declined 0.2%. Meanwhile, Bahrain remained closed.
- US personal income increased 0.4% M/M in July (consensus: a decline of 0.2%) compared to a fall of 1.0% in June. Personal spending jumped 1.9% M/M in July (consensus: an increase of 1.5%) after surging by 6.2% in June. (Source: RTT News)
- China's official manufacturing PMI was recorded at 51.0 in August (consensus: 51.2), as compared to 51.1 in July. Non-manufacturing PMI came in at 55.2 as compared to 54.2 in July. (Source: Reuters)
- Japan's industrial production rose a seasonally adjusted 8.0% M/M in July (consensus: a gain of 5.8%) from 1.9% growth in June. Industrial production dropped 16.1% Y/Y (consensus: 15.0% fall) following a slump of 18.2% in June. The rise in production was driven by motor vehicles, other manufacturing and non-ferrous metals. (Source: RTT News)
- Retail sales in Japan declined a seasonally adjusted 3.3% M/M in July (consensus: an increase of 3.0%) compared to 13.1 rise in June. On a yearly basis, retail sales dipped 2.8% (consensus: a decline of 1.7%) versus 3.9% Y/Y increase June. (Source: RTT News)

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	92.4	0.0	-1.0	-4.2
Euro	1.19	0.0	1.1	6.2
Japanese Yen	105.3	0.0	-0.5	-3.0
Sterling Pound	1.33	0.0	2.0	0.7
Chinese Yuan	6.86	0.0	-1.6	-1.4
Indian Rupee	73.1	0.0	-2.4	2.5
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	0.0	-0.2	0.0
Kuwaiti Dinar	0.31	-0.1	-0.1	0.8
Omani Rial	0.38	-0.1	0.0	0.0
Bahraini Dinar	0.38	-0.1	0.0	0.0
Egyptian Pound	15.82	0.0	-0.6	-1.1

Corporate Calendar

Date	Company	Event
31 st Aug	Saudi Aramco	Cash Dividend Distribution
06 th Sep	SULAIMAN ALHABIB	Cash Dividend Distribution
06 th Sep	Atheeb Telecom	EGM
09 th Sep	QACCO	Cash Dividend Distribution
09 th Sep	ABO MOATI	OGM
10 th Sep	A.Othaim Market	Cash Dividend Distribution

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,261	-0.3	10.3	-18.2	8.6
Abu Dhabi (ADX)	4,538	0.1	5.4	-10.6	12.9
Kuwait (KSE)	4,194	0.5	2.6	-14.6	5.5
Qatar (QE)	9,923	0.4	5.9	-4.8	15.3
Oman (MSM)	3,752	0.4	5.1	-5.8	8.8
Bahrain (BSE)	1,381	0.0	7.0	-14.2	9.1
Egypt (EGX30)	11,435	-0.2	7.9	-18.1	8.5

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	28,654	0.0	8.4	0.4	23.6
Nasdaq	11,696	0.0	8.8	30.3	36.2
S&P 500	3,508	0.0	7.2	8.6	26.3
FTSE 100	5,964	0.0	1.1	-20.9	17.7
Germany DAX 30	13,033	0.0	5.8	-1.6	23.5
France CAC 40	5,003	0.0	4.6	-16.3	44.6
Japan Nikkei 225	22,883	0.0	5.4	-3.3	22.8
Hong Kong Hang Seng	25,422	0.0	3.4	-9.8	11.5
China Shanghai Composite	3,404	0.0	2.8	11.6	13.5
Australia ASX 200	6,074	0.0	2.5	-9.1	19.4
India Sensex	39,467	0.0	4.9	-4.3	22.9

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	45.1	0.0	5.8	-34.4
Brent Crude (\$/bbl)	45.1	0.0	4.0	-31.7
Texas crude (\$/bbl)	43.0	0.0	6.7	-29.7
Natural Gas (\$/mmbtu)	2.66	0.0	47.7	21.4
Gold (\$/oz)	1,965	0.0	-0.6	29.5
Silver (\$/oz)	27.5	0.0	12.8	54.2
Steel (\$/ton)	518	0.0	7.5	-11.9
Iron Ore (CNY/MT)	919	0.0	4.5	32.2
Wheat (\$/bu)	539	0.0	1.5	-3.5
Corn (\$/bu)	346	0.0	9.5	-10.8
Sugar (\$/lb)	12.6	0.0	-0.3	-6.1
SMP* (EUR/MT)	2,140	0.0	5.7	-16.7

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.246	0.0	-0.3	-166.2
Saudi Arabia(SAIBOR)	0.890	-0.3	-4.1	-134.1
UAE (EIBOR)	0.465	-0.6	-5.1	-174.4
Qatar (QIBOR)	0.868	-10.3	-27.5	-138.2
Bahrain (BHIBOR)	2.283	0.0	-1.7	-38.3

Data Sources: Tadawul, Bloomberg, Reuters

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

Updated as of August 30, 2020



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1. **Overweight:** This rating implies that the stock is currently trading at a discount to its 12 months price target. Stocks rated "Overweight" will typically provide an upside potential of over 10% from the current price levels over next twelve months.
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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