



Major Economic News

- The value of Saudi Arabia's oil exports reached nearly SAR 26.9bn in June, down 55% Y/Y. Oil exports accounted for 61.9% of the total exports for the month, which reached SAR 43.5bn. On a M/M basis, oil exports increased by SAR 3.0mn. (Source: Argaam)
- Public sector employees in Saudi Arabia are resuming full attendance at workplaces from August 30, with all preventive health protocols applied at workplaces. Remote work is allowed to a maximum of 25% of authority employees. (Source: Argaam)
- Global index provider FTSE Russell announced launching a bond index for Saudi Arabia to measure the performance of fixed-rate, local currency government bonds. The index will cover sukuk and non-sukuk government bonds with at least one year to maturity and a minimum amount outstanding of SAR 1bn. (Source: Argaam)
- King Salman issued a royal order to include workers in delivery applications in the SANED compensation directed to the private sector establishments hit by the COVID-19 pandemic. (Source: Argaam)

Major Corporate News

- The syndicated Murabaha local facility worth SAR 9bn for seven year signed by Saudi Electricity Co. will extend the average of maturity of the company's financing mix and reflect positively on reducing the weighted average cost of finance, as per CEO Fahad Al-Sudairi. (Source: Argaam)
- The board of directors of Zain Saudi decided to amend its recommendation to cut capital by 23% from 28%. The decision comes after improvement in operations and ability to reduce accumulated losses from around 28% to 24.7%. (Source: Argaam)
- Arabian Centres Co. launched three new cineplexes at its shopping centers in August in Jubail Mall, Ahsa Mall and Haifa Mall. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 0.3% to 7,934.4 on Thursday. The value traded stood at SAR 9.3bn (down 1.8% over previous day), while the advance-decline ratio stood at 83/101. The parallel market index increased 0.6% to 8,769.5 points. The value traded stood at SAR 14.1mn (up 23.5% over previous day). Most sectors in the main market ended in the red. Diversified Financials and Consumer Durables (up 1.0% and 0.7%, respectively) advanced the most; Media and Banks (down 1.7% and 0.5%, respectively) led the laggards.

Top Gainers

| Company | Price | Change% |
|--------------|-------|---------|
| ALUJAIN | 40.85 | 10.0 |
| ALOMRAN | 80.00 | 9.9 |
| TECO | 36.40 | 9.2 |
| ATC | 29.40 | 5.4 |
| FITNESS TIME | 71.90 | 5.1 |

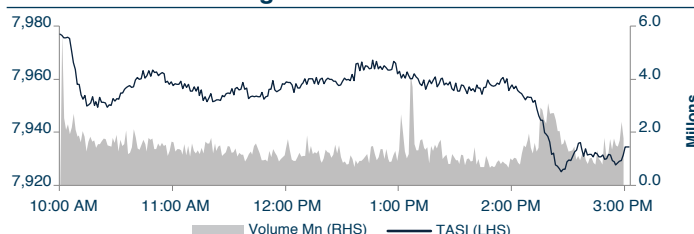
Top Losers

| Company | Price | Change% |
|----------|--------|---------|
| SALAMA | 13.90 | -3.6 |
| SSP | 18.60 | -3.5 |
| YANSAB | 54.10 | -2.2 |
| MOUWASAT | 114.60 | -1.9 |
| FIPCO | 47.90 | -1.8 |

Saudi Stock Exchange

| Index | Closing | High | Low | Daily Change% | YTD % | PE (TTM) |
|-------|---------|-------|-------|---------------|-------|----------|
| TASI | 7,934 | 7,977 | 7,925 | (0.3) | (5.4) | 30.1 |
| NomuC | 8,770 | 8,771 | 8,672 | 0.6 | 22.2 | High |

TASI movement during session



| Index | Close | Daily Change% | YTD % | PE (TTM) |
|------------------------|-------|---------------|--------|----------|
| Energy | 5,329 | 0.2 | (2.1) | 22.7 |
| Materials | 4,926 | (0.5) | (4.7) | High |
| Capital Goods | 4,576 | 0.4 | 5.6 | Neg |
| Commercial Service | 4,042 | (0.2) | (15.3) | 16.9 |
| Transportation | 4,180 | (0.1) | (4.9) | 25.1 |
| Consumer Durables | 4,054 | 0.7 | 15.6 | Neg |
| Consumer Services | 3,830 | 0.3 | (3.2) | 12.3 |
| Media | 8,766 | (1.7) | (6.8) | 30.5 |
| Retailing | 7,823 | (0.2) | 1.6 | 48.0 |
| Food & Staples | 9,973 | (0.1) | 50.7 | 42.2 |
| Food & Beverages | 5,546 | (0.1) | 27.4 | 39.2 |
| Healthcare | 4,808 | (0.3) | 28.9 | 33.2 |
| Pharma & Bio Tech | 4,175 | (0.3) | 16.1 | Neg |
| Banks | 7,078 | (0.5) | (12.7) | 13.3 |
| Diversified Financials | 3,548 | 1.0 | 7.4 | High |
| Insurance | 5,249 | (0.0) | 16.3 | 36.7 |
| Telecom | 6,333 | (0.2) | (2.2) | 19.4 |
| Utilities | 3,477 | (0.2) | (21.0) | High |
| REITs | 3,928 | (0.0) | (6.4) | 24.5 |
| Real Estate | 2,800 | 0.4 | (10.6) | Neg |
| Software & Services | 9,218 | 0.6 | 86.8 | 17.3 |

**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 | - | - | - |
| Previous week | 45.1 | 1,964.7 | 1,812.0 |

Top Weighted Companies

| Company | Price | Change% |
|--------------|-------|---------|
| Al Rajhi | 65.80 | -0.3 |
| Saudi Aramco | 35.00 | 0.3 |
| NCB | 37.55 | -1.4 |
| SABIC | 88.30 | -0.2 |
| STC | 96.40 | -0.1 |



Regional and International Markets

- Among other regional markets, Dubai decreased 0.9%, while Abu Dhabi increased 0.1%. Bahrain, Kuwait and Egypt rose 0.6%, 0.3% and 0.1%, respectively, while Oman and Qatar declined 0.3% and 0.2%, respectively.
- US GDP contracted 31.7% in Q2-20 compared with the previously estimated decline of 32.9% and a fall of 5.0% in Q1-20. The upward revision was due to private inventory investment and lower decline in consumer spending. (Source: Econoday, RTT News)
- According to Baker Hughes, North America's rig count increased to 310 in the week ended August 28 from 308 earlier. The rig count was unchanged at 254 in the US and at 13 in the Gulf of Mexico. The rig count in Canada increased to 56 from 54 earlier. (Source: Baker Hughes)
- US initial jobless claims dropped to 1,006k (consensus: 987,000), representing a fall of 98,000 from the previous week's revised level of 1,104k. (Source: Econoday)
- Oil prices declined 0.1% on Friday, as damage from Hurricane Laura was less-than-anticipated in oil producing regions.
- Gold prices rose 1.8%, as weak US dollar boosted demand for the yellow metal.

Forex / Currency

| Currency | Close | Daily Change% | MTD % | YTD % |
|----------------|-------|---------------|-------|-------|
| Dollar Index | 92.4 | -0.7 | -1.0 | -4.2 |
| Euro | 1.19 | 0.7 | 1.1 | 6.2 |
| Japanese Yen | 105.3 | -1.1 | -0.5 | -3.0 |
| Sterling Pound | 1.33 | 1.1 | 2.0 | 0.7 |
| Chinese Yuan | 6.86 | -0.4 | -1.6 | -1.4 |
| Indian Rupee | 73.1 | -1.1 | -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 |
|----------------------|------------------|----------------------------|
| 30 th Aug | SACO | Cash Dividend Distribution |
| 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 |

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

| Market | Close | Daily Change% | MTD % | YTD % | P/E |
|-----------------|--------|---------------|-------|-------|------|
| Dubai (DFM) | 2,269 | -0.9 | 10.7 | -17.9 | 8.6 |
| Abu Dhabi (ADX) | 4,535 | 0.1 | 5.4 | -10.7 | 12.9 |
| Kuwait (KSE) | 4,172 | 0.3 | 2.1 | -15.0 | 5.5 |
| Qatar (QE) | 9,883 | -0.2 | 5.5 | -5.2 | 15.2 |
| Oman (MSM) | 3,737 | -0.3 | 4.7 | -6.1 | 8.8 |
| Bahrain (BSE) | 1,381 | 0.6 | 7.0 | -14.2 | 9.1 |
| Egypt (EGX30) | 11,462 | 0.1 | 8.1 | -17.9 | 8.5 |

International Markets

| Index | Close | Daily Change% | MTD % | YTD % | P/E |
|--------------------------|--------|---------------|-------|-------|------|
| Dow Jones | 28,654 | 0.6 | 8.4 | 0.4 | 23.6 |
| Nasdaq | 11,696 | 0.6 | 8.8 | 30.3 | 36.2 |
| S&P 500 | 3,508 | 0.7 | 7.2 | 8.6 | 26.3 |
| FTSE 100 | 5,964 | -0.6 | 1.1 | -20.9 | 17.7 |
| Germany DAX 30 | 13,033 | -0.5 | 5.8 | -1.6 | 23.5 |
| France CAC 40 | 5,003 | -0.3 | 4.6 | -16.3 | 44.6 |
| Japan Nikkei 225 | 22,883 | -1.4 | 5.4 | -3.3 | 22.8 |
| Hong Kong Hang Seng | 25,422 | 0.6 | 3.4 | -9.8 | 11.5 |
| China Shanghai Composite | 3,404 | 1.6 | 2.8 | 11.6 | 13.5 |
| Australia ASX 200 | 6,074 | -0.9 | 2.5 | -9.1 | 19.4 |
| India Sensex | 39,467 | 0.9 | 4.9 | -4.3 | 22.9 |

Commodity Markets

| Commodity | Price | Daily Change% | MTD % | YTD % |
|---------------------------|-------|---------------|-------|-------|
| Arab Light Crude (\$/bbl) | 45.1 | -2.0 | 5.8 | -34.4 |
| Brent Crude (\$/bbl) | 45.1 | -0.1 | 4.0 | -31.7 |
| Texas crude (\$/bbl) | 43.0 | -0.2 | 6.7 | -29.7 |
| Natural Gas (\$/mmbtu) | 2.66 | 3.0 | 47.7 | 21.4 |
| Gold (\$/oz) | 1,965 | 1.8 | -0.6 | 29.5 |
| Silver (\$/oz) | 27.5 | 1.6 | 12.8 | 54.2 |
| Steel (\$/ton) | 518 | 0.2 | 7.5 | -11.9 |
| Iron Ore (CNY/MT) | 919 | 1.1 | 4.5 | 32.2 |
| Wheat (\$/bu) | 539 | -0.6 | 1.5 | -3.5 |
| Corn (\$/bu) | 346 | 0.5 | 9.5 | -10.8 |
| Sugar (\$/lb) | 12.6 | -1.3 | -0.3 | -6.1 |
| SMP* (EUR/MT) | 2,140 | 0.3 | 5.7 | -16.7 |

*SMP: Skimmed Milk Powder

Interbank Rates

| Region | Rate* | Daily Change(bps) | MTD (bps) | YTD (bps) |
|----------------------|-------|-------------------|-----------|-----------|
| USD LIBOR | 0.241 | -0.5 | -0.8 | -166.8 |
| Saudi Arabia(SAIBOR) | 0.893 | 0.0 | -3.9 | -133.9 |
| UAE (EIBOR) | 0.471 | -0.3 | -4.5 | -173.8 |
| Qatar (QIBOR) | 0.971 | -1.3 | -17.2 | -127.9 |
| Bahrain (BHIBOR) | 2.283 | 0.0 | -1.7 | -38.3 |

Data Sources: Tadawul, Bloomberg, Reuters

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

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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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