



Major Economic News

SAMA announced issuing compliance guidelines for commercial banks operating in Saudi Arabia. The move comes as part of the central bank's efforts to enhance the sound practices in banking institutions and ensure the application of compliance procedures. (Source: Argaam)

Major Corporate News

- Dallah Healthcare Co. will open the western building of Dallah Hospital Al Nakheel within the next few days, after obtaining the official approval from the health affairs department, according to board chairman Tarek Othman Alkasabi. The new building comprises 155 rooms and 65 clinics. (Source: Argaam)
- Saudi Pharmaceutical Industries and Medical Appliances Corp. signed a MoU with Janssen Pharmaceutical Co., a subsidiary of Johnson & Johnson Group. The MoU aims at nationalizing and transferring the technologies not limited to producing two pharmaceutical products. One of these products is used to treat some common cancer tumors, while the other is used in the treatment of pulmonary hypertension. (Source: Argaam)
- Middle East Healthcare Co.'s board of directors approved to reappoint Sobhi Abduljalil Ibrahim Batterjee as chairman and Makarem Sobhi Abdul Jalil Batterjee as deputy chairman for a three-year term started September 17, 2020. (Source: Argaam)
- Ethiad Atheeb Telecommunication Co.'s board of directors approved the appointment of Yahya Al-Mansour as chief executive officer, effective October 11, 2020. (Source: Argaam)
- Arab Sea Information Systems Co.'s board of directors approved the setting up of Riyadh-headquartered digital payments limited liability company. The new firm will be a wholly-owned unit. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 0.3% to 8,364.6 on Sunday. The value traded stood at SAR 10.8bn (down 26.2% over previous day), while the advance-decline ratio stood at 137/52. The parallel market index increased 2.6% to 13,057.2 points. The value traded stood at SAR 40.5mn (down 43.9% over previous day). Most sectors in the main market ended in the green. Capital Goods and Software & Services (up 3.5% and 2.1%, respectively) advanced the most; Pharma & Bio Tech and Healthcare (down 1.8% and 1.5%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
SALAMA	18.70	10.0
AMANA INSURANCE	24.30	10.0
ALYAMAMAH STEEL	23.06	9.9
MESC	13.38	7.7
PETROCHEM	30.70	6.8

Top Losers

Company	Price	Change%
MOUWASAT	128.80	-2.4
BUPA	124.40	-2.1
S. ALHABIB	96.20	-2.0
DUR	30.10	-2.0
SPIMACO	34.85	-1.8

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	8,365	8,377	8,333	0.3	(0.3)
NomuC	13,057	13,379	12,687	2.6	81.9

TASI movement during session



TASI P/E Ratios

P/E (Tadawul)	26.7
P/E (Bloomberg)	30.3
P/E*	38.8
P/E after exclusions*	37.2
P/E ex. loss-making comp.*	17.8
P/E: top 50 MCAP*	27.9

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,629	0.8	3.4	29.6
Materials	5,159	0.6	(0.1)	Neg
Capital Goods	5,210	3.5	20.3	Neg
Commercial Service	4,207	0.0	(11.8)	31.1
Transportation	4,474	0.8	1.8	High
Consumer Durables	4,657	(0.1)	32.8	Neg
Consumer Services	4,185	0.4	5.7	18.3
Media	9,651	1.0	2.6	38.0
Retailing	8,361	(0.3)	8.6	High
Food & Staples	10,422	0.8	57.5	34.3
Food & Beverages	5,864	0.0	34.7	32.9
Healthcare	5,282	(1.5)	41.6	34.3
Pharma & Bio Tech	4,598	(1.8)	27.9	Neg
Banks	7,213	(0.0)	(11.0)	16.6
Diversified Financials	4,402	1.3	33.3	Neg
Insurance	5,674	0.3	25.7	24.1
Telecom	6,684	(0.1)	3.3	20.6
Utilities	3,707	(0.1)	(15.7)	Neg
REITs	4,204	0.2	0.2	Neg
Real Estate	3,410	1.3	8.9	Neg
Software & Services	10,158	2.1	105.9	18.0

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
8,318	8,215	8,092	12.89

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	10.8	439.6	416.5
Previous week	75.0	3,025.1	2,594.8

Top Weighted Companies

Company	Price	Change%
Al Rajhi	67.70	-0.1
Saudi Aramco	36.95	0.8
NCB	37.80	0.0
SABIC	90.00	0.1
STC	102.00	0.0



Regional and International Markets

- Among other regional markets, Dubai remained flat, while Abu Dhabi increased 0.8%. Kuwait and Bahrain rose 0.9% and 0.5%, respectively; while Oman, Egypt and Qatar declined 0.8%, 0.7% and 0.3%, respectively.
- UK retail sales volume increased 0.8% M/M in August (consensus: a rise of 0.7%), recording fourth consecutive monthly rise, compared to a 3.7% increase in July. The retail sales exceed the pre-pandemic level. (Source: RTT News)
- The Bank of England decided to hold the interest rate unchanged at 0.1%. The central bank added that it will begin 'structured engagement' together with the bank regulators on the operational considerations of negative rates in Q4-20. (Source: RTT News)
- China maintained its benchmark lending rate for corporate and household loans unchanged for the fifth straight month in line with expectations. The one-year loan prime rate (LPR) was kept unchanged at 3.85%, while the five-year LPR stood at 4.65%. (Source: CNBC)
- Eurozone construction output increased 0.2% M/M in July, after a 5.1% rise in June. On a Y/Y basis, the construction output fell 3.8% in July, following a 4.8% decline in June. (Source: RTT News)

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	92.9	0.0	0.8	-3.6
Euro	1.18	0.0	-0.8	5.6
Japanese Yen	104.6	0.0	-1.3	-3.7
Sterling Pound	1.29	0.0	-3.4	-2.6
Chinese Yuan	6.77	0.0	-1.2	-2.8
Indian Rupee	73.5	0.0	0.4	3.1
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.68	1.0	1.0	1.0
Kuwaiti Dinar	0.30	-0.2	0.0	0.7
Omani Rial	0.38	-0.1	-0.1	0.0
Bahraini Dinar	0.38	-0.1	0.1	0.0
Egyptian Pound	15.71	0.0	-0.7	-1.8

Corporate Calendar

Date	Company	Event
21 st Sep	ALHOKAIR	OGM
22 nd Sep	Maharah	Cash Dividend Distribution
22 nd Sep	Emaar EC	OGM
24 th Sep	NORTHERN CEMENT	Cash Dividend Distribution
27 th Sep	SAUDI CABLE	OGM
28 th Sep	SVCP	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,320	0.0	3.3	-16.1	8.8
Abu Dhabi (ADX)	4,546	0.8	0.6	-10.4	12.8
Kuwait (KSE)	4,373	0.9	4.5	-11.0	5.7
Qatar (QE)	9,916	-0.3	0.7	-4.9	15.3
Oman (MSM)	3,619	-0.8	-4.1	-9.1	8.6
Bahrain (BSE)	1,442	0.5	4.4	-10.4	9.1
Egypt (EGX30)	10,969	-0.7	-3.5	-21.4	8.3

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	27,657	0.0	-2.7	-3.1	22.9
Nasdaq	10,793	0.0	-8.3	20.3	34.6
S&P 500	3,319	0.0	-5.2	2.7	27.3
FTSE 100	6,007	0.0	0.7	-20.4	18.3
Germany DAX 30	13,116	0.0	1.3	-1.0	23.9
France CAC 40	4,978	0.0	0.6	-16.7	46.1
Japan Nikkei 225	23,360	0.0	1.0	-1.3	23.4
Hong Kong Hang Seng	24,455	0.0	-2.9	-13.2	12.6
China Shanghai Composite	3,338	0.0	-1.7	9.4	13.7
Australia ASX 200	5,865	0.0	-3.2	-12.3	18.9
India Sensex	38,846	0.0	0.6	-5.8	23.2

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	43.3	0.0	-7.8	-37.2
Brent Crude (\$/bbl)	43.2	0.0	-4.7	-34.6
Texas crude (\$/bbl)	41.1	0.0	-3.5	-32.8
Natural Gas (\$/mmbtu)	2.05	0.0	-22.1	-6.4
Gold (\$/oz)	1,951	0.0	-0.9	28.6
Silver (\$/oz)	26.8	0.0	-5.2	50.1
Steel (\$/ton)	549	0.0	6.0	-6.6
Iron Ore (CNY/MT)	916	0.0	-2.1	31.7
Wheat (\$/bu)	575	0.0	5.6	2.9
Corn (\$/bu)	379	0.0	8.6	-2.4
Sugar (\$/lb)	12.8	0.0	0.9	-4.8
SMP* (EUR/MT)	2,158	0.0	1.3	-16.0

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.227	0.0	-1.4	-168.1
Saudi Arabia(SAIBOR)	0.875	-0.2	-1.5	-135.6
UAE (EIBOR)	0.469	2.8	-5.8	-173.9
Qatar (QIBOR)	1.042	16.7	8.7	-120.8
Bahrain (BHIBOR)	2.283	0.0	0.0	-38.3

Data Sources: Tadawul, Bloomberg, Reuters

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

Updated as of September 20, 2020



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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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