



## Major Economic News

- Saudi Arabia's Public Investment Fund is in early discussions to buy a stake in Abu Dhabi-based Lulu Group International. Lulu operates shopping centres, hypermarkets and other businesses with an annual turnover of USD 7.4bn. (Source: Argaam)
- The point-of-sale transactions rose by 18% to reach SAR 9.0bn in the week ending October 3, 2020, from SAR 7.7bn in the previous week. A total of 75.4mn transactions were processed in the week. (Source: Argaam)

## Major Corporate News

- The Saudi General Authority for Competition (GAC) approved Dallah Healthcare Co.'s planned acquisition of a 58.6% stake in Care Shield Holding Co., a subsidiary of Kingdom Investment and Development Co. Separately, GAC also approved Dallah Healthcare Co.'s proposed acquisition of shares in Makkah Medical Center Co.
- National Company for Learning & Education's (NCLE) shareholders approved the reallocation of the unutilized portion of the IPO proceeds to finance the company's operational activities. The proceeds were designated for Tilal Aldoha educational campus (previously Altaraji) and Alqassim educational campus amounting to SAR 39.2mn and SAR 13.9mn, respectively. (Source: Argaam)
- Bank Aljazira's board of directors accepted the resignation of managing director and CEO Nabil Dawood Al-Hoshan with immediate effect. The bank appointed Ahmed Sufiyan Al-Hassan as the acting CEO until it obtains SAMA's approval on appointing a new chief executive. (Source: Argaam)
- BinDawood Holding Co. set the initial public offering IPO price at SAR 96 per share. The book-building process generated institutional orders of SAR 106.9bn, as the total offered shares were 48.7 times oversubscribed. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange decreased 0.1% to 8,358.8. The value traded stood at SAR 10.9bn (down 6.9% over previous day), while the advance-decline ratio stood at 82/107. The parallel market index increased 5.7% to 15,033.7 points. The value traded stood at SAR 50.3mn (down 10.6% over previous day). Most sectors in the main market ended in the red. Utilities and Retailing (up 1.1% and 0.8%, respectively) advanced the most; Software & Services and Food & Beverages (down 1.4% and 0.8%, respectively) led the laggards.

## Top Gainers

Company	Price	Change%
ANAAM HOLDING	308.20	10.0
GULF GENERAL	26.75	10.0
RED SEA	20.48	10.0
BCI	33.25	9.9
MAADANIYAH	32.75	9.9

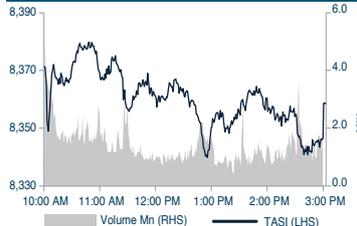
## Top Losers

Company	Price	Change%
AMANA	36.00	-8.1
ARAB SEA	65.00	-3.4
ZAIN KSA	12.82	-2.7
TASNEE	13.18	-2.7
TAPRCO	56.00	-2.6

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	8,359	8,381	8,338	(0.1)	(0.4)
NomuC	15,034	15,141	13,798	5.7	109.4

## TASI movement during session



## TASI P/E Ratios

P/E (Tadawul)	26.0
P/E (Bloomberg)	30.1
P/E*	38.9
P/E after exclusions*	37.3
P/E ex. loss-making comp.*	17.8
P/E: top 50 MCAP*	27.7

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,494	(0.2)	1.0	28.7
Materials	5,232	(0.1)	1.3	Neg
Capital Goods	5,393	0.1	24.5	Neg
Commercial Service	4,191	0.3	(12.2)	31.0
Transportation	4,439	(0.3)	1.0	High
Consumer Durables	4,825	0.2	37.6	Neg
Consumer Services	4,168	(0.3)	5.3	18.2
Media	9,935	(0.3)	5.7	39.1
Retailing	8,602	0.8	11.8	High
Food & Staples	10,828	(0.5)	63.7	35.7
Food & Beverages	5,687	(0.8)	30.6	32.0
Healthcare	5,294	0.1	41.9	34.3
Pharma & Bio Tech	4,624	0.1	28.6	Neg
Banks	7,112	(0.2)	(12.3)	16.3
Diversified Financials	4,266	0.2	29.2	Neg
Insurance	6,002	0.2	33.0	25.4
Telecom	6,877	(0.0)	6.2	21.1
Utilities	4,042	1.1	(8.1)	Neg
REITs	4,407	0.5	5.0	Neg
Real Estate	3,358	(0.1)	7.2	Neg
Software & Services	9,969	(1.4)	102.1	17.7

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
8,292	8,291	8,273	11.81

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	44.3	1,916.7	1,792.9
Previous week	69.3	3,116.1	2,607.3

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	66.80	0.0
Saudi Aramco	35.80	-0.1
NCB	38.00	0.0
SABIC	88.80	0.0
STC	103.80	-0.2

## Regional and International Markets

- Among other regional markets, Dubai decreased 0.6%, while Abu Dhabi increased 0.3%. Egypt, Kuwait, Bahrain and Oman rose 1.6%, 0.6%, 0.3% and 0.1%, respectively; while Qatar declined 0.8%.
- According to minutes of the Federal Open Market Committee's September meeting, Federal Reserve officials expressed concerns that a lack of further fiscal stimulus would endanger an economy recovery that was moving faster than expected. (Source: CNBC)
- According to EIA, oil inventories in the US rose 0.5mn barrels (prior: down 2.0mn) to 492.9mn in the week ended October 02. Distillate inventories decreased 1.0mn barrels (prior: down 3.2mn) to 171.8mn, while gasoline inventories fell 1.4mn barrels (prior: up 0.7mn) to 226.7mn. (Source: EIA, Econoday)
- Oil prices fell 1.5% primarily due to US President Trump's decision to halt new economic stimulus discussions until the elections are over.
- Gold prices rose 0.5%, as investors reacted to US Fed's strong support to new Covid-19 stimulus, yellow metal's prices were further supported

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	93.6	-0.1	-0.3	-2.9
Euro	1.18	0.2	0.4	4.9
Japanese Yen	106.0	0.3	0.5	-2.4
Sterling Pound	1.29	0.3	0.0	-2.6
Chinese Yuan	6.79	0.0	0.0	-2.5
Indian Rupee	73.3	-0.1	-0.3	2.8
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	0.0	0.0	0.0
Kuwaiti Dinar	0.31	0.0	-0.2	0.9
Omani Rial	0.38	0.0	0.0	0.0
Bahraini Dinar	0.38	-0.2	-0.2	-0.1
Egyptian Pound	15.66	-0.1	-0.4	-2.1

## Corporate Calendar

Date	Company	Event
08 <sup>th</sup> Oct	YCC	Cash Dividend Distribution
08 <sup>th</sup> Oct	ASLAK	Cash Dividend Distribution
12 <sup>th</sup> Oct	Salama	OGM
15 <sup>th</sup> Oct	Najran Cement	Cash Dividend Distribution
15 <sup>th</sup> Oct	SABB Takaful	OGM
15 <sup>th</sup> Oct	JADWA REIT AL.	OGM

\*EGM: Extra Ordinary Meeting  
 \*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,213	-0.6	-2.7	-20.0	8.4
Abu Dhabi (ADX)	4,495	0.3	-0.5	-11.5	12.8
Kuwait (KSE)	4,425	0.6	2.8	-9.9	5.7
Qatar (QE)	9,932	-0.8	-0.6	-4.7	15.1
Oman (MSM)	3,608	0.1	-0.2	-9.4	8.5
Bahrain (BSE)	1,449	0.3	1.0	-10.0	9.1
Egypt (EGX30)	11,327	1.6	3.1	-18.9	8.5

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	28,303	1.9	1.9	-0.8	22.8
Nasdaq	11,365	1.9	1.8	26.7	34.3
S&P 500	3,419	1.7	1.7	5.8	26.8
FTSE 100	5,946	-0.1	1.4	-21.2	18.2
Germany DAX 30	12,929	0.2	1.3	-2.4	23.0
France CAC 40	4,882	-0.3	1.6	-18.3	43.4
Japan Nikkei 225	23,423	0.0	1.0	-1.0	22.8
Hong Kong Hang Seng	24,243	1.1	3.3	-14.0	12.6
China Shanghai Composite	3,218	0.0	0.0	5.5	13.4
Australia ASX 200	6,036	1.2	3.8	-9.7	19.1
India Sensex	39,879	0.8	4.8	-3.3	23.6

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	39.2	-0.1	-2.9	-43.1
Brent Crude (\$/bbl)	42.0	-1.5	2.5	-36.4
Texas crude (\$/bbl)	40.0	-1.8	-0.7	-34.7
Natural Gas (\$/mmbtu)	2.61	3.4	3.1	19.0
Gold (\$/oz)	1,887	0.5	0.1	24.4
Silver (\$/oz)	23.8	3.3	2.7	33.7
Steel (\$/ton)	625	-1.0	1.6	6.3
Iron Ore (CNY/MT)	961	0.0	0.0	38.2
Wheat (\$/bu)	608	2.5	5.1	8.7
Corn (\$/bu)	389	1.0	2.6	0.3
Sugar (\$/lb)	14.1	1.9	8.2	5.4
SMP* (EUR/MT)	2,213	0.0	2.3	-13.9

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.230	1.0	-0.4	-167.9
Saudi Arabia(SAIBOR)	0.863	-0.2	-0.6	-136.9
UAE (EIBOR)	0.385	-0.3	-10.3	-182.4
Qatar (QIBOR)	1.217	1.6	28.2	-103.3
Bahrain (BHIBOR)	2.250	0.0	0.0	-41.7

Data Sources: Tadawul, Bloomberg, Reuters  
 \*Three-month Interbank rate \*\*NA: Not Available  
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- 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.
- 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.
- 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.
- 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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