



Major Economic News

- Saudi Arabia's non-oil exports fell 8% or SAR 1.6bn Y/Y to SAR 17.4bn in July due to a decrease in export of plastics, rubber, articles and chemical products. When compared to June, non-oil exports saw a rise of SAR 839mn. The value of non-oil exports accounted for 34.1% of total merchandise exports amounting to SAR 51.1bn. (Source: Argaam)
- Assets held by SAMA grew by SAR 25.1bn M/M to SAR 1.8tn in August. When compared to the same month last year, SAMA's assets dropped by SAR 104.7bn. SAMA's investments in foreign securities, which account for 56% of its total assets, fell 13.7% Y/Y to around SAR 1.0tn in August. (Source: Argaam)

Major Corporate News

- Seera Group Holding inked a six-month MoU with the Tourism Development Fund to finance the development of a number of hotels across the Kingdom. The hotels will be located in Riyadh, Jeddah, Al Bahah, Abha, Taif, Al-Jouf, Hail and AlUla. Under the MoU, Seera will build mid-range hotels that will include restaurants, cafes and entertainment venues. (Source: Argaam)
- Mobile Telecommunications Company Saudi Arabia refinanced and extended the maturity date of its existing five-year syndicated Murabaha facility amounting to SAR 3.9bn. The facility, originally valued at SAR 5.9bn and maturing in FY23, is extended till FY25 for a total amount available of up to SAR 6.0bn with two years grace period and at better commercial terms. (Source: Argaam)
- Naseej International Trading Co.'s board of directors recommended a 43.4% capital cut from SAR 178.2mn to SAR 100.8mn. The capital reduction is intended to offset SAR 77.4mn in accumulated losses as of June 30, 2020 and restructure the company's capital. The board of directors also recommended a capital hike through SAR 150mn rights issue to be implemented following the capital cut. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 0.5% to 8,334.7. The value traded stood at SAR 15.2bn (up 15.9% over previous day), while the advance-decline ratio stood at 119/65. The parallel market index decreased 5.2% to 13,569.3 points. The value traded stood at SAR 37.7mn (up 18.9% over previous day). Most sectors in the main market ended in the green. Media and Utilities (up 4.9% and 2.8%, respectively) advanced the most; Diversified Financials and Food & Beverages (down 0.7% and 0.3%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
WATANIYA	67.10	10.0
AMANA INS.	36.30	10.0
ALAHLIA	17.86	10.0
ALALAMIYA	27.10	10.0
FITAIHI GROUP	18.84	9.9

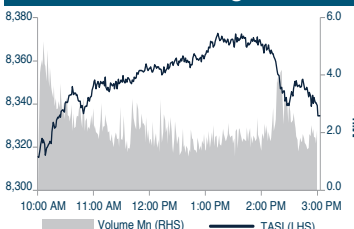
Top Losers

Company	Price	Change%
SFICO	53.80	-4.4
ALBAHA	35.30	-3.7
LAZURDE	21.38	-2.4
ALOMRAN	80.60	-2.2
ALJOUF	39.45	-2.1

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	8,335	8,373	8,313	0.5	(0.7)
NomuC	13,569	14,368	13,299	(5.2)	89.0

TASI movement during session



TASI P/E Ratios

P/E (Tadawul)	26.4
P/E (Bloomberg)	30.4
P/E*	38.7
P/E after exclusions*	37.1
P/E ex. loss-making comp.*	17.7
P/E: top 50 MCAP*	27.6

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,592	(0.0)	2.8	29.3
Materials	5,189	0.5	0.4	Neg
Capital Goods	5,287	1.3	22.0	Neg
Commercial Service	4,185	0.7	(12.3)	31.0
Transportation	4,457	(0.3)	1.4	High
Consumer Durables	4,792	0.9	36.7	Neg
Consumer Services	4,184	0.6	5.7	18.3
Media	10,300	4.9	9.6	40.5
Retailing	8,493	0.1	10.3	High
Food & Staples	10,657	1.5	61.1	35.1
Food & Beverages	5,701	(0.3)	31.0	32.1
Healthcare	5,267	2.1	41.2	34.3
Pharma & Bio Tech	4,631	1.3	28.8	Neg
Banks	7,095	0.2	(12.5)	16.3
Diversified Financials	4,408	(0.7)	33.5	Neg
Insurance	6,086	2.0	34.8	25.6
Telecom	6,687	1.6	3.3	20.6
Utilities	3,795	2.8	(13.7)	Neg
REITs	4,253	0.5	1.3	Neg
Real Estate	3,387	0.5	8.1	Neg
Software & Services	10,182	(0.1)	106.4	18.1

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
8,280	8,299	8,174	12.69

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	28.3	1,233.3	1,014.3
Previous week	43.2	1,767.2	1,680.5

Top Weighted Companies

Company	Price	Change%
Al Rajhi	66.50	-0.3
Saudi Aramco	36.55	-0.1
NCB	37.45	0.4
SABIC	88.90	0.2
STC	102.00	1.8



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi increased 0.7% and 0.1%, respectively. Qatar, Egypt and Kuwait rose 0.7%, 0.6% and 0.1%, respectively; while Bahrain declined 0.1%. Meanwhile, Oman remained flat.
- Democrats unveiled a USD 2.2tn draft bill for coronavirus aid in the US House of Representatives. The bill is expected to provide some support to airlines with a second bailout before tens of thousands of layoffs occur. (Source: Reuters)
- World Bank in its economic update said that the coronavirus pandemic is expected to lead to the slowest growth since 1967 in East Asia, the Pacific and China. The bank said the region is projected to grow by 0.9% in FY20. China is expected to grow 2%, while the rest of the East Asia and Pacific region was estimated to witness a 3.5% contraction. The bank also added that around 38mn people are set to be pushed back into poverty in the region. (Source: Reuters)
- Oil prices increased 1.2%, as investors returned to risky assets amid rally in equities.
- Gold prices rose 1.1% as weakening of US dollar boosted the demand for the yellow metal.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	94.3	-0.4	2.3	-2.2
Euro	1.17	0.3	-2.3	4.0
Japanese Yen	105.5	-0.1	-0.4	-2.9
Sterling Pound	1.28	0.6	-4.1	-3.3
Chinese Yuan	6.81	-0.2	-0.5	-2.2
Indian Rupee	73.8	0.1	0.7	3.4
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	0.3	1.1
Omani Rial	0.38	0.1	0.0	0.0
Bahraini Dinar	0.38	0.1	0.2	0.1
Egyptian Pound	15.71	-0.3	-0.7	-1.8

Corporate Calendar

Date	Company	Event
30 th Sep	Amlak	EGM
30 th Sep	ALMRAKEZ	OGM
04 th Oct	ARDCO	Cash Dividend Distribution
05 th Oct	Gulf Union	EGM
05 th Oct	ALAHLIA	EGM
06 th Oct	NCLE	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,261	0.7	0.7	-18.2	8.6
Abu Dhabi (ADX)	4,492	0.1	-0.6	-11.5	12.8
Kuwait (KSE)	4,398	0.1	5.1	-10.4	5.7
Qatar (QE)	9,884	0.7	0.4	-5.2	15.1
Oman (MSM)	3,621	0.0	-4.0	-9.0	8.5
Bahrain (BSE)	1,449	-0.1	4.9	-10.0	9.1
Egypt (EGX30)	10,970	0.6	-3.5	-21.4	8.2

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	27,584	1.5	-3.0	-3.3	22.3
Nasdaq	11,118	1.9	-5.6	23.9	33.7
S&P 500	3,352	1.6	-4.2	3.7	26.4
FTSE 100	5,928	1.5	-0.6	-21.4	18.1
Germany DAX 30	12,871	3.2	-0.6	-2.9	22.8
France CAC 40	4,843	2.4	-2.1	-19.0	43.0
Japan Nikkei 225	23,512	1.3	1.6	-0.6	23.5
Hong Kong Hang Seng	23,476	1.0	-6.8	-16.7	12.0
China Shanghai Composite	3,218	-0.1	-5.2	5.5	13.5
Australia ASX 200	5,952	-0.2	-1.8	-10.9	18.8
India Sensex	37,982	1.6	-1.7	-7.9	22.4

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	41.8	-1.9	-11.0	-39.3
Brent Crude (\$/bbl)	42.4	1.2	-6.3	-35.7
Texas crude (\$/bbl)	40.6	0.9	-4.7	-33.6
Natural Gas (\$/mmbtu)	2.10	-1.8	-20.1	-4.0
Gold (\$/oz)	1,881	1.1	-4.4	24.0
Silver (\$/oz)	23.7	3.7	-16.0	33.0
Steel (\$/ton)	550	0.0	6.2	-6.5
Iron Ore (CNY/MT)	914	0.4	-2.3	31.5
Wheat (\$/bu)	550	1.1	1.1	-1.5
Corn (\$/bu)	367	0.4	5.2	-5.4
Sugar (\$/lb)	12.6	-3.2	-0.6	-6.2
SMP* (EUR/MT)	2,190	1.2	2.8	-14.8

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.218	-1.5	-2.3	-169.1
Saudi Arabia(SAIBOR)	0.870	-0.1	-2.0	-136.1
UAE (EIBOR)	0.434	-2.6	-9.4	-177.5
Qatar (QIBOR)	0.948	-3.9	-0.7	-130.2
Bahrain (BHIBOR)	2.250	0.0	-3.3	-41.7

Data Sources: Tadawul, Bloomberg, Reuters

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

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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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