



## Major Economic News

- The total value of assets held by investment funds in Saudi Arabia grew by 4% Q/Q to SAR 181.6bn during Q2-20, compared to SAR 174.7bn in Q1-20. The increase was due to a 9% Q/Q rise in local assets to SAR 141.9bn, while foreign assets fell 12% Q/Q to SAR 39.7bn by the end of Q2-20. (Source: Argaam)
- The executive programs of the mining sector aim to grow its contribution to the Kingdom's GDP from SAR 68bn to SAR 281bn by 2035, according to Saudi Geological Survey. The untapped minerals value is estimated at nearly SAR 5tn. (Source: Argaam)
- Saudi Arabia is expected to implement the second phase of the white land fee system starting in the first quarter of 2021. The second phase involves the registration of white lands in Riyadh, Jeddah, and Dammam in preparation to issuing payment orders on the registered lands. (Source: Argaam)

## Major Corporate News

- Development Works Food Co.'s board of directors recommended a 30% capital increase to SAR 32.5mn from SAR 25.0mn via a bonus share issue at 3-for-10. The capital top-up, financed from the statutory reserve and retained earnings, will help bolstering the company's resources and boosting growth rates over the coming years. (Source: Argaam)
- Alkhabeer REIT Fund's board of directors approved the terms and conditions related to broadening the fund's asset base. The fund manager will submit these terms and conditions to the CMA and the Saudi Stock Exchange, seeking approval of increasing the fund's asset value through acquiring new target real estate properties. (Source: Argaam)
- Al-Samaani Factory For Metal Industries Co.'s board of directors approved the transition of the company's shares from Nomu parallel market to the main market. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange increased 0.7% to 8,293.6 on Sunday. The value traded stood at SAR 13.1bn (up 29.5% over previous day), while the advance-decline ratio stood at 173/19. The parallel market index decreased 1.4% to 14,309.7 points. The value traded stood at SAR 31.8mn (down 36.1% over previous day). Most sectors in the main market ended in the green. Insurance and Media (up 2.7% and 2.6%, respectively) advanced the most; Healthcare and Energy (down 0.3% and 0.1%, respectively) were the only laggards.

## Top Gainers

Company	Price	Change%
TAKWEEN	11.44	10.0
AMANA INS.	33.00	10.0
MAADANIYAH	24.26	10.0
CHEMANOL	12.36	10.0
TAPRCO	60.80	10.0

## Top Losers

Company	Price	Change%
MOUWASAT	124.00	-1.9
CARE	55.20	-0.9
ABO MOATI	31.60	-0.6
SAVOLA	49.35	-0.4
HERFY	53.20	-0.4

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	8,294	8,303	8,245	0.7	(1.1)
NomuC	14,310	14,864	14,214	(1.4)	99.3

## TASI movement during session



## TASI P/E Ratios

P/E (Tadawul)	26.4
P/E (Bloomberg)	30.2
P/E*	38.4
P/E after exclusions*	36.9
P/E ex. loss-making comp.*	17.6
P/E: top 50 MCAP*	27.4

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,593	(0.1)	2.8	29.3
Materials	5,162	1.3	(0.1)	Neg
Capital Goods	5,220	1.8	20.5	Neg
Commercial Service	4,157	0.4	(12.9)	30.8
Transportation	4,469	0.9	1.7	High
Consumer Durables	4,748	2.4	35.4	Neg
Consumer Services	4,160	1.4	5.1	18.2
Media	9,815	2.6	4.4	38.6
Retailing	8,486	0.6	10.2	High
Food & Staples	10,494	0.2	58.6	34.6
Food & Beverages	5,716	0.1	31.3	32.2
Healthcare	5,161	(0.3)	38.4	33.5
Pharma & Bio Tech	4,571	2.5	27.2	Neg
Banks	7,083	0.4	(12.6)	16.3
Diversified Financials	4,438	1.6	34.4	Neg
Insurance	5,969	2.7	32.2	25.2
Telecom	6,584	0.6	1.7	20.3
Utilities	3,693	1.0	(16.1)	Neg
REITs	4,231	1.5	0.8	Neg
Real Estate	3,371	1.2	7.6	Neg
Software & Services	10,188	0.9	106.5	18.1

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
8,286	8,286	8,156	12.56

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	13.1	560.8	441.6
Previous week	43.2	1,767.2	1,680.5

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	66.70	-0.1
Saudi Aramco	36.60	-0.3
NCB	37.30	0.0
SABIC	88.70	-0.1
STC	100.20	0.2



## Regional and International Markets

- Among other regional markets, Dubai decreased 0.3%, while Abu Dhabi increased 0.4%. Qatar rose 0.3%, while Kuwait and Bahrain gained 0.1% each. Meanwhile, Oman and Egypt declined 0.2% and 0.1%, respectively.
- US durable goods orders rose by 0.4% in August (consensus: 1.5% increase), compared to an upwardly revised 11.7% in July. Excluding orders for transportation equipment, durable goods orders climbed 0.4% in August (consensus: 1.5% increase), versus a 3.2% jump in July. (Source: RTT News)
- US new home sales jumped by 4.8% to an annual rate of 1.011mn in August (consensus: down 1.2% to a rate of 890,000), following 14.7% to an upwardly revised rate of 965,000 in July. The new home sales surged up to their highest level since reaching 1.016mn in September of 2006. (Source: RTT News)
- US existing home sales rose 2.4% to an annual rate of 6.000mn in August (in line with the consensus) compared to 24.7% increase to a rate of 5.860mn in July. (Source: RTT News)
- UK public sector net borrowing rose to GBP 173.7bn during April to August period, representing an increase of GBP 146.9bn as compared to the same period last year. (Source: RTT News)

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	94.6	0.0	2.7	-1.8
Euro	1.16	0.0	-2.6	3.7
Japanese Yen	105.6	0.0	-0.3	-2.8
Sterling Pound	1.27	0.0	-4.7	-3.9
Chinese Yuan	6.82	0.0	-0.4	-2.0
Indian Rupee	73.7	0.0	0.6	3.3
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	0.4	1.1
Omani Rial	0.38	-0.1	-0.1	0.0
Bahraini Dinar	0.38	-0.1	0.1	0.0
Egyptian Pound	15.75	0.0	-0.4	-1.6

## Corporate Calendar

Date	Company	Event
28 <sup>th</sup> Sep	SVCP	OGM
28 <sup>th</sup> Sep	TAPRCO	OGM
30 <sup>th</sup> Sep	Amlak	EGM
30 <sup>th</sup> Sep	ALMRAKEZ	OGM
04 <sup>th</sup> Oct	ARDCO	Cash Dividend Distribution
05 <sup>th</sup> Oct	Gulf Union	EGM

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,245	-0.3	0.0	-18.8	8.5
Abu Dhabi (ADX)	4,486	0.4	-0.7	-11.6	12.8
Kuwait (KSE)	4,395	0.1	5.0	-10.5	5.7
Qatar (QE)	9,815	0.3	-0.3	-5.9	15.1
Oman (MSM)	3,621	-0.2	-4.0	-9.0	8.5
Bahrain (BSE)	1,451	0.1	5.1	-9.9	9.1
Egypt (EGX30)	10,902	-0.1	-4.1	-21.9	8.2

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	27,174	0.0	-4.4	-4.8	22.0
Nasdaq	10,914	0.0	-7.3	21.6	33.0
S&P 500	3,298	0.0	-5.8	2.1	26.0
FTSE 100	5,843	0.0	-2.0	-22.5	17.8
Germany DAX 30	12,469	0.0	-3.7	-5.9	22.4
France CAC 40	4,730	0.0	-4.4	-20.9	42.0
Japan Nikkei 225	23,205	0.0	0.3	-1.9	23.3
Hong Kong Hang Seng	23,235	0.0	-7.7	-17.6	11.9
China Shanghai Composite	3,219	0.0	-5.2	5.6	13.4
Australia ASX 200	5,965	0.0	-1.6	-10.8	18.9
India Sensex	37,389	0.0	-3.2	-9.4	22.0

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	42.6	0.0	-9.3	-38.2
Brent Crude (\$/bbl)	41.9	0.0	-7.4	-36.5
Texas crude (\$/bbl)	40.3	0.0	-5.5	-34.2
Natural Gas (\$/mmbtu)	2.14	0.0	-18.7	-2.3
Gold (\$/oz)	1,863	0.0	-5.3	22.8
Silver (\$/oz)	22.9	0.0	-19.0	28.2
Steel (\$/ton)	550	0.0	6.2	-6.5
Iron Ore (CNY/MT)	910	0.0	-2.7	30.9
Wheat (\$/bu)	544	0.0	0.0	-2.6
Corn (\$/bu)	365	0.0	4.8	-5.8
Sugar (\$/lb)	13.0	0.0	2.7	-3.1
SMP* (EUR/MT)	2,163	0.0	1.5	-15.8

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.233	0.0	-0.8	-167.5
Saudi Arabia(SAIBOR)	0.871	-0.1	-1.9	-136.0
UAE (EIBOR)	0.460	-0.4	-6.7	-174.9
Qatar (QIBOR)	0.987	3.9	3.3	-126.3
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.
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