



Major Economic News

- Mortgage loans provided to retail clients by banks in Saudi Arabia surged by 102% Y/Y to SAR 9.9bn in August 2020. When compared to July, mortgage loans declined by around SAR 910mn Y/Y. (Source: Argaam)
- Abdullah Filali, chairman of the committee on hotels of the Makkah Chamber of Commerce and Industry said that Holy Makkah Municipality, hotel owners and investors reached an agreement on waiving 80% of the annual contract value. (Source: Argaam)

Major Corporate News

- Saudi Arabian Amiantit Co. issued prospectus for its SAR 120mn rights issue. Amiantit set the offering price at SAR 10 a share, to increase capital from SAR 200mn to SAR 320mn, through floating 120mn shares. (Source: Argaam)
- Allied Cooperative Insurance Group obtained SAMA's no objection on its proposed rights issue to raise its capital from SAR 141mn to SAR 291mn. (Source: Argaam)
- Nama Chemicals Co. completed the scheduled periodical maintenance of its Arabian Alkali Company plant. The chemical producer said that the gradual operation of the plant started on October 1, 2020, achieving full production capacity on October 4. (Source: Argaam)
- Saudi Industrial Export Co. offloaded 1mn shares, or a 3.8% stake in Warehousing and Logistics Services Co., a closed joint-stock firm, for SAR 4 a share, totaling SAR 4mn. (Source: Argaam)
- Sahara International Petrochemical Co. completed the first phase of buyback of its own shares, to hold them as treasury shares. A total of approximately 2.5mn shares were bought back in the first phase, valued at SAR 39.0mn with average purchase price per share of SAR 15.6.

Market Analysis

- The Saudi Stock Exchange decreased 1.4% to 8,177.8 on Sunday. The value traded stood at SAR 10.2bn (down 30.6% over previous day), while the advance-decline ratio stood at 21/172. The parallel market index increased 5.0% to 14,477.4 points. The value traded stood at SAR 35.9mn (up 23.5% over previous day). Most sectors in the main market ended in the red. Utilities (up 0.2%, respectively) was the only gainer; Media and Diversified Financials (down 4.4% and 4.1%, respectively) led the laggards.

Source: Tadawul, AJC

Top Gainers

Company	Price	Change%
SALAMA	23.32	10.0
GULF GEN.	24.50	10.0
ALKATHIRI	168.80	4.8
ALJAZIRA REIT	21.94	4.6
HCC	16.54	2.5

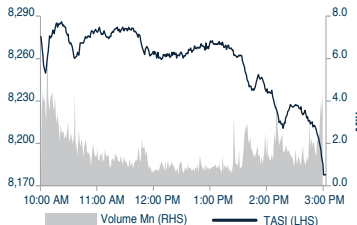
Top Losers

Company	Price	Change%
TAPRCO	52.50	-10.0
ALBAHA	29.90	-9.9
ENAYA	30.80	-9.9
SFICO	47.20	-9.9
AMANA IN.	32.40	-9.9

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	8,178	8,288	8,178	(1.4)	(2.5)
NomuC	14,477	14,477	13,721	5.0	101.7

TASI movement during session



TASI P/E Ratios

P/E (Tadawul)	25.5
P/E (Bloomberg)	29.8
P/E*	38.1
P/E after exclusions*	36.5
P/E ex. loss-making comp.*	17.4
P/E: top 50 MCAP*	27.2

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,409	(1.8)	(0.6)	28.2
Materials	5,120	(1.5)	(0.9)	Neg
Capital Goods	5,197	(2.7)	20.0	Neg
Commercial Service	4,145	(1.5)	(13.1)	30.6
Transportation	4,324	(1.9)	(1.6)	High
Consumer Durables	4,749	(1.8)	35.4	Neg
Consumer Services	4,062	(3.2)	2.6	17.8
Media	9,836	(4.4)	4.6	38.7
Retailing	8,522	(1.1)	10.7	High
Food & Staples	10,547	(0.8)	59.4	34.8
Food & Beverages	5,541	(1.6)	27.3	31.4
Healthcare	5,127	(2.3)	37.5	33.4
Pharma & Bio Tech	4,565	(3.1)	27.0	Neg
Banks	6,967	(1.0)	(14.1)	16.0
Diversified Financials	4,171	(4.1)	26.3	Neg
Insurance	5,843	(1.8)	29.5	24.7
Telecom	6,586	(0.7)	1.7	20.3
Utilities	3,928	0.2	(10.7)	Neg
REITs	4,397	(0.9)	4.7	Neg
Real Estate	3,308	(2.2)	5.6	Neg
Software & Services	9,845	(2.4)	99.6	17.5

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
8,278	8,282	8,232	12.49

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	10.2	496.8	425.8
Previous week	69.3	3,116.1	2,607.3

Top Weighted Companies

Company	Price	Change%
Al Rajhi	65.00	-1.4
Saudi Aramco	35.10	-1.8
NCB	37.30	0.1
SABIC	87.70	-0.9
STC	100.40	-0.4



Regional and International Markets

- Among other regional markets, Dubai decreased 0.9%, while Abu Dhabi remained flat. Kuwait, Bahrain and Egypt rose 1.8%, 0.3% and 0.2%, respectively; while Oman and Qatar declined 0.5% each.
- US ISM manufacturing PMI fell to 55.4 in September (consensus: 56.3) compared to 56.0 in August. The unexpected dip in the index was partly due to a significantly slower pace of growth in new orders. The production index also fell to 62.0 in September from 63.3 in August. (Source: RTT News)
- US personal income declined by 2.7% in August (Consensus: a fall of 2.5%) compared to an upwardly revised 0.5% growth in July. The drop in personal income was partly due to the expiration of the Federal Pandemic Unemployment Compensation program, which provided a temporary weekly supplemental payment of USD 600 for those receiving unemployment benefits. (Source: RTT News)
- Eurozone flash CPI decreased 0.3% Y/Y in September (consensus: 0.1% decline), compare with a 0.2% drop in August. On a monthly basis, CPI edged up 0.1% in September. (Source: RTT News)
- Japan's seasonally adjusted services PMI rose to 46.6 in September versus 45.0 in August. A slower decline was seen in the new orders. (Source: RTT News)

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	93.8	0.0	0.0	-2.6
Euro	1.17	0.0	0.0	4.5
Japanese Yen	105.3	0.0	-0.1	-3.0
Sterling Pound	1.29	0.0	0.1	-2.5
Chinese Yuan	6.79	0.0	0.0	-2.5
Indian Rupee	73.3	0.0	-0.4	2.7
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	-0.5	0.0	0.0
Kuwaiti Dinar	0.31	0.1	-0.1	1.0
Omani Rial	0.38	-0.1	-0.1	0.0
Bahraini Dinar	0.38	0.1	-0.1	0.0
Egyptian Pound	15.70	0.0	-0.2	-1.9

Corporate Calendar

Date	Company	Event
05th Oct	ALAHLIA	EGM
06th Oct	NCLE	OGM
08th Oct	YCC	Cash Dividend Distribution
08th Oct	ASLAK	Cash Dividend Distribution
12th Oct	Salama	OGM
14th Oct	ZAIN KSA	EGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,245	-0.9	-1.3	-18.8	8.6
Abu Dhabi (ADX)	4,493	0.0	-0.6	-11.5	12.8
Kuwait (KSE)	4,380	1.8	1.8	-10.8	5.7
Qatar (QE)	9,954	-0.5	-0.4	-4.5	15.2
Oman (MSM)	3,595	-0.5	-0.5	-9.7	8.4
Bahrain (BSE)	1,436	0.3	0.1	-10.8	9.1
Egypt (EGX30)	11,071	0.2	0.7	-20.7	8.4

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	27,683	0.0	-0.4	-3.0	22.6
Nasdaq	11,075	0.0	-0.8	23.4	34.0
S&P 500	3,348	0.0	-0.4	3.6	26.8
FTSE 100	5,902	0.0	0.6	-21.7	18.1
Germany DAX 30	12,689	0.0	-0.6	-4.2	22.6
France CAC 40	4,825	0.0	0.4	-19.3	42.9
Japan Nikkei 225	23,030	0.0	-0.7	-2.6	22.7
Hong Kong Hang Seng	23,459	0.0	0.0	-16.8	12.1
China Shanghai Composite	3,218	0.0	0.0	5.5	13.4
Australia ASX 200	5,792	0.0	-0.4	-13.4	18.3
India Sensex	38,697	0.0	1.7	-6.2	22.8

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	36.8	0.0	-8.7	-46.5
Brent Crude (\$/bbl)	39.3	0.0	-4.1	-40.5
Texas crude (\$/bbl)	37.1	0.0	-7.9	-39.4
Natural Gas (\$/mmbtu)	2.44	0.0	-3.5	11.4
Gold (\$/oz)	1,900	0.0	0.7	25.2
Silver (\$/oz)	23.7	0.0	2.1	32.9
Steel (\$/ton)	626	0.0	1.8	6.5
Iron Ore (CNY/MT)	961	0.0	0.0	38.2
Wheat (\$/bu)	573	0.0	-0.8	2.6
Corn (\$/bu)	380	0.0	0.2	-2.1
Sugar (\$/lb)	13.6	0.0	3.7	1.0
SMP* (EUR/MT)	2,220	0.0	2.6	-13.6

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.234	0.0	0.0	-167.4
Saudi Arabia(SAIBOR)	0.868	0.0	-0.1	-136.4
UAE (EIBOR)	0.403	-6.7	-8.4	-180.5
Qatar (QIBOR)	1.016	8.7	8.1	-123.4
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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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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