



## Major Economic News

- Ministry of Human Resources and Social Development launched a Labor Reform Initiative to organize the contractual relationship between employers and expatriate workers. The initiative, starting from March 14, 2021, allows expatriate workers mobility and amends existing exit protocols. (Source: Argaam)

## Major Corporate News

- Leejam Sports Company launched a low-cost and 24-hour gym chain under the new brand "Fitness Time Xpress". The company plans to launch more than 20 Xpress gyms over the next 12 months, including conversions of some of its existing clubs but mainly new additions. (Source: Argaam)
- Middle East Paper Co. renewed its SAR 200mn Shariah-compliant facility agreement with Bank Albilad. The revolving facility, renewable in August every year, is secured by a promissory note equivalent to the facility value in favor of the bank. The facility will be used for financing the working capital and capital expansions. (Source: Argaam)
- The National Agricultural Development Co. signed a MoU with Pure Harvest Smart Farms to build and operate high-tech hydroponic climate-controlled greenhouses spanning 60,000 sq.m. (Source: Argaam)

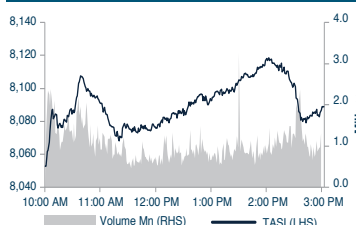
## Market Analysis

- The Saudi Stock Exchange increased 1.1% to 8,088.7. The value traded stood at SAR 8.4bn (up 14.9% over previous day), while the advance-decline ratio stood at 179/12. The parallel market index increased 0.5% to 18,620.3 points. The value traded stood at SAR 51.9mn (up 7.2% over previous day). Most sectors in the main market ended in the green. Software & Services and Retailing (up 4.2% and 3.1%, respectively) advanced the most; Commercial Service (down 1.2%) was the only laggard.

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	8,089	8,119	8,046	1.1	(4.7)
NomuC	18,620	18,796	17,866	0.5	158.1

## TASI movement during session



## TASI P/E Ratios

P/E (Tadawul)	25.0
P/E (Bloomberg)	29.6
P/E*	38.8
P/E after exclusions*	37.3
P/E ex. loss-making comp.*	17.3
P/E: top 50 MCAP*	27.1

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,312	0.8	(2.4)	27.6
Materials	5,011	1.0	(3.0)	Neg
Capital Goods	5,218	2.2	20.4	Neg
Commercial Service	3,964	(1.2)	(16.9)	29.7
Transportation	4,191	1.1	(4.6)	High
Consumer Durables	4,210	2.0	20.1	Neg
Consumer Services	3,694	1.8	(6.7)	16.0
Media	9,408	2.5	0.1	36.1
Retailing	8,354	3.1	8.5	High
Food & Staples	11,474	1.9	73.4	35.4
Food & Beverages	5,353	1.6	23.0	30.0
Healthcare	5,358	1.9	43.6	34.1
Pharma & Bio Tech	4,354	0.8	21.1	Neg
Banks	7,026	1.0	(13.3)	16.0
Diversified Financials	3,840	2.0	16.3	Neg
Insurance	5,491	0.9	21.7	22.9
Telecom	6,646	1.0	2.7	20.7
Utilities	4,351	3.0	(1.1)	Neg
REITs	4,127	0.9	(1.7)	Neg
Real Estate	3,051	0.9	(2.6)	Neg
Software & Services	12,660	4.2	156.6	21.5

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
7,976	8,102	8,319	6.89

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	27.6	1,146.5	1,299.8
Previous week	44.2	1,857.7	2,084.3

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	67.70	0.4
Saudi Aramco	34.65	0.7
NCB	39.90	1.5
SABIC	90.00	0.6
STC	101.80	1.0

## Earnings update (Net Profit) (SAR mn)

Company	Q3-20	Q3-19	Y/Y %	Q2-20	Q/Q %
Wataniya Insurance Co.	-4.7	-5.7	NM	12.7	NM
Saudi Industrial Investment Grp.	85.0	160.0	-46.9	-55.0	NM
Saudi Steel Pipe Co.	9.6	-14.1	NM	-27.0	NM
Buruj Cooperative Insurance	-10.4	-9.8	NM	20.0	NM
National Petrochemical Co.	117.0	171.0	-31.6	-189.0	NM
SAICO	12.5	1.7	629.6	37.2	-66.5
AXA Cooperative Insurance	55.7	22.5	146.8	35.0	59.0
Baazeem Trading Co.	4.9	3.1	57.5	6.6	-25.8
Saudi Advanced Industries Co.	7.5	11.5	-34.8	4.7	59.6
Al Abdullatif Industrial Investment	-12.1	2.2	NM	-13.0	NM
Saudi Arabian Mining Company	6.5	-92.0	NM	-434.1	NM

Source: Tadawul, AJC

## Top Gainers

Company	Price	Change%
ARAB SEA	88.00	10.0
RED SEA	22.26	10.0
ANAAM HOLDING	114.80	10.0
TECO	48.25	9.9
HCC	16.10	7.8

## Top Losers

Company	Price	Change%
ALKATHIRI	83.10	-3.4
CATERING	76.00	-2.1
QACCO	74.00	-1.3
ALAHLIA	13.82	-1.3
ALRAJHI T.	81.10	-0.7



## Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi increased 0.6% and 0.9%, respectively. Egypt and Kuwait rose 0.4% and 0.2%, respectively. Qatar and Bahrain gained 0.3% each, while Oman declined 0.1%.
- Democrat Joe Biden on Wednesday predicted victory over President Donald Trump after winning two critical U.S. states, while the Republican incumbent alleged fraud, filed lawsuits and demanded recounts in a race yet to be decided a day after polls closed. (Source: Reuters)
- According to EIA, oil inventories in the US declined 8.0mn barrels (prior: up 4.3mn) to 484.4mn in the week ended October 30. Distillate inventories decreased 1.6mn barrels (prior: down 4.5mn) to 154.6mn, while gasoline inventories rose 1.5mn barrels (prior: down 0.9mn) to 227.7mn. (Source: EIA, Econoday)
- US trade deficit contracted to USD 63.9bn in September (consensus: a deficit of USD 63.8bn) from a revised USD 67.0bn in August. The narrower deficit was driven by increase in the value of exports by 2.6% to USD 176.4bn. The value of imports rose by 0.5% to USD 240.2bn. (Source: Econoday, RTT News)
- Oil prices jumped 3.8%, as US oil inventories witnessed a large decline last week due to the impact of Hurricane Zeta.
- Gold prices fell 0.3%, as expectations of larger US economic stimulus dimmed given that Republicans are likely to maintain majority in the US senate.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	93.4	-0.2	-0.7	-3.1
Euro	1.17	0.1	0.6	4.6
Japanese Yen	104.5	0.0	-0.2	-3.8
Sterling Pound	1.30	-0.6	0.3	-2.1
Chinese Yuan	6.65	-0.4	-0.7	-4.5
Indian Rupee	74.4	-0.3	-0.3	4.2
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	0.0	0.0	0.0
Kuwaiti Dinar	0.31	-0.2	0.1	0.8
Omani Rial	0.38	0.0	0.1	0.0
Bahraini Dinar	0.38	-0.2	-0.1	-0.1
Egyptian Pound	15.67	0.1	0.1	-2.1

## Corporate Calendar

Date	Company	Event
09 <sup>th</sup> Nov	Advanced	Cash Dividend Distribution
09 <sup>th</sup> Nov	ALKHODARI	OGM
09 <sup>th</sup> Nov	ALRAJHI	OGM
15 <sup>th</sup> Nov	SULAIMAN ALHABIB	Cash Dividend Distribution
15 <sup>th</sup> Nov	SAPTCO	OGM
15 <sup>th</sup> Nov	DERAYAH REIT	Cash Dividend Distribution

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,153	0.6	-1.6	-22.1	8.9
Abu Dhabi (ADX)	4,690	0.9	0.6	-7.6	13.7
Kuwait (KSE)	4,339	0.2	0.2	-11.6	5.7
Qatar (QE)	9,727	0.3	0.4	-6.7	15.6
Oman (MSM)	3,536	-0.1	-0.6	-11.2	8.7
Bahrain (BSE)	1,441	0.3	1.0	-10.5	9.1
Egypt (EGX30)	10,557	0.4	0.4	-24.4	8.0

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	27,848	1.3	5.1	-2.4	22.2
Nasdaq	11,591	3.9	6.2	29.2	32.7
S&P 500	3,443	2.2	5.3	6.6	26.6
FTSE 100	5,883	1.7	5.5	-22.0	17.6
Germany DAX 30	12,324	1.9	6.6	-7.0	22.2
France CAC 40	4,923	2.4	7.2	-17.7	51.2
Japan Nikkei 225	23,695	1.7	3.1	0.2	23.3
Hong Kong Hang Seng	24,886	-0.2	3.2	-11.7	12.8
China Shanghai Composite	3,277	0.2	1.6	7.5	13.6
Australia ASX 200	6,062	-0.1	2.3	-9.3	20.1
India Sensex	40,616	0.9	2.5	-1.5	25.5

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	39.0	2.1	6.9	-43.3
Brent Crude (\$/bbl)	41.2	3.8	10.1	-37.5
Texas crude (\$/bbl)	39.2	4.0	9.4	-36.0
Natural Gas (\$/mmbtu)	3.05	-0.4	-9.2	39.2
Gold (\$/oz)	1,903	-0.3	1.3	25.4
Silver (\$/oz)	23.9	-1.1	1.2	34.1
Steel (\$/ton)	705	0.4	0.9	19.9
Iron Ore (CNY/MT)	887	0.9	3.2	27.6
Wheat (\$/bu)	606	-0.3	1.3	8.5
Corn (\$/bu)	405	1.1	1.7	4.5
Sugar (\$/lb)	14.7	-0.5	2.0	9.2
SMP* (EUR/MT)	2,156	-0.5	-0.1	-16.1

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.225	0.5	0.9	-168.4
Saudi Arabia(SAIBOR)	0.845	0.0	-0.1	-138.6
UAE (EIBOR)	0.491	-2.0	5.6	-171.8
Qatar (QIBOR)	1.013	4.7	24.7	-123.7
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.
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