



## Major Economic News

- Fitch Ratings affirmed Saudi Arabia's long-term foreign-currency issuer default rating at 'A', while revising the outlook to 'negative' from 'stable'. The revision in outlook follows the repercussions of the coronavirus pandemic and the risk of a second wave, along with lower oil prices. (Source: Argaam)
- The aggregate sales of 17 Saudi cement producers rose by 15% to 4.9mn tons in October 2020, compared to 4.3mn tons in the same month last year. Clinker production grew by 3% Y/Y to 4.3mn tons in October. Clinker inventories reached 39.3mn tons by the end of October, down 9% Y/Y. (Source: Argaam)

## Major Corporate News

- Mobile Telecommunication Company Saudi Arabia's remaining rights issue shares were 469.1% oversubscribed, with a total value of SAR 672.5mn from 59.6mn shares at SAR 11.29 per share. (Source: Argaam)
- Dar Al Arkan Real Estate Development announced plans to launch its first European residential project. The company will build a 500,000 sq.m. luxury development in Bosnia and Herzegovina and construction will start in early FY21. (Source: Argaam)
- Leejam Sports Company announced the opening of Xpress Fitness Center for men in Madinah spanning over a total area of 3,097 sq.m. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange increased 2.5% to 8,366.5. The value traded stood at SAR 11.8bn (up 58.8% over previous day), while the advance-decline ratio stood at 188/10. The parallel market index increased 4.5% to 17,655.0 points. The value traded stood at SAR 38.5mn (up 49.9% over previous day). All sectors in the main market ended in the green. Diversified Financials and Pharma & Bio Tech (up 4.9% and 4.2%, respectively) advanced the most.

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

Company	Q3-20	Q3-19	Y/Y %	Q2-20	Q/Q %
Dallah Healthcare Co.	53.8	26.6	102.3	7.0	668.6
Fawaz Abdulaziz Alhokair Co.*	-98.2	-26.7	NM	-535.6	NM
Al-Babtain	15.3	20.9	-26.8	22.5	-32.0
Saudi Research and Marketing	76.5	69.5	10.1	75.3	1.6
Naseej International Trading Co.	-38.8	3.1	NM	-17.3	NM

Source: Tadawul, AJC

\*-represents Q2-21 results as year ending is March

## Top Gainers

Company	Price	Change%
GACO	18.70	10.0
SIDC	13.44	10.0
SARCO	93.80	10.0
JAZADCO	16.58	10.0
ANAAM HOLDING	152.60	9.9

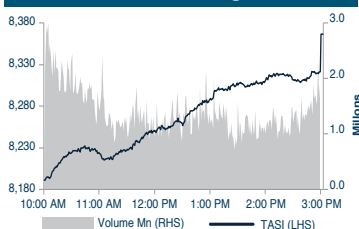
## Top Losers

Company	Price	Change%
HCC	16.20	-1.5
ALLIANZ SF	20.10	-1.4
A.OTHAIM	131.40	-1.2
ALHAMMADI	31.20	-1.0
JADWA S.	12.78	-0.9

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	8,366	8,366	8,178	2.5	(0.3)
NomuC	17,655	17,832	16,607	4.5	145.9

## TASI movement during session



## TASI P/E Ratios

P/E (Tadawul)	25.9
P/E (Bloomberg)	31.4
P/E*	41.2
P/E after exclusions*	39.6
P/E ex. loss-making comp.*	18.0
P/E: top 50 MCAP*	28.5

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,450	1.9	0.1	28.5
Materials	5,235	3.0	1.3	Neg
Capital Goods	5,473	3.7	26.3	Neg
Commercial Service	3,981	1.8	(16.6)	29.5
Transportation	4,351	4.0	(1.0)	High
Consumer Durables	4,381	3.9	24.9	Neg
Consumer Services	3,846	3.5	(2.9)	16.9
Media	9,966	4.0	6.0	39.2
Retailing	8,497	1.3	10.4	High
Food & Staples	11,691	0.2	76.7	36.3
Food & Beverages	5,565	2.6	27.8	31.7
Healthcare	5,431	0.4	45.6	35.0
Pharma & Bio Tech	4,565	4.2	27.0	Neg
Banks	7,274	2.8	(10.3)	16.8
Diversified Financials	4,082	4.9	23.6	Neg
Insurance	5,733	2.8	27.0	24.2
Telecom	6,891	2.0	6.5	21.7
Utilities	4,426	1.7	0.6	Neg
REITs	4,200	1.1	0.1	Neg
Real Estate	3,115	2.4	(0.5)	Neg
Software & Services	12,648	0.9	156.4	22.3

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
8,141	8,082	8,276	7.72

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	19.3	728.3	814.6
Previous week	34.8	1,409.4	1,633.8

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	70.00	2.0
Saudi Aramco	35.50	1.9
NCB	41.00	2.0
SABIC	96.00	4.3
STC	105.80	1.9



## Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi increased 1.7% and 0.8%, respectively. Qatar, Egypt, Bahrain and Kuwait rose 1.9%, 1.5%, 0.3% and 0.1%, respectively; while Oman declined 0.1%.
- Pfizer and BioNTech announced that their coronavirus vaccine was more than 90% effective in preventing Covid-19 among those without evidence of prior infection. (Source: Econoday)
- China's CPI increased 0.5% Y/Y in October (consensus: 0.8% rise), compared to an increase of 1.7% in September. On a monthly basis, CPI fell 0.3% (consensus: an increase of 0.2%) from a rise of 0.2% in September. (Source: Econoday, RTT News)
- Eurozone investor confidence index fell to -10.0 in November (consensus: -15.0), a second consecutive decline, from -8.3 in October. (Source: RTT News)
- Oil prices surged 7.5% owing to optimism over economic recovery and oil demand post the announcement of positive results for coronavirus vaccine trials by Pfizer and BioNTech.
- Gold prices plunged 4.5%, as investors abandoned the safe haven metal after a positive development in coronavirus vaccine trials.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	92.7	0.5	-1.4	-3.8
Euro	1.18	-0.5	1.4	5.4
Japanese Yen	105.4	2.0	0.7	-3.0
Sterling Pound	1.32	0.1	1.7	-0.7
Chinese Yuan	6.63	0.3	-1.0	-4.8
Indian Rupee	74.0	0.1	-0.7	3.8
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	0.0	0.0	0.0
Kuwaiti Dinar	0.31	0.1	0.1	0.9
Omani Rial	0.38	0.1	0.1	0.0
Bahraini Dinar	0.38	-0.1	-0.1	-0.1
Egyptian Pound	15.62	-0.1	-0.2	-2.4

## Corporate Calendar

Date	Company	Event
10 <sup>th</sup> Nov	SEDCO CAP. REIT	Cash Dividend Distribution
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
16 <sup>th</sup> Nov	ALDREES	OGM
17 <sup>th</sup> Nov	Amiantit	OGM

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,220	1.7	1.5	-19.7	9.2
Abu Dhabi (ADX)	4,743	0.8	1.8	-6.5	13.9
Kuwait (KSE)	4,347	0.1	0.3	-11.5	5.7
Qatar (QE)	10,095	1.9	4.2	-3.2	16.2
Oman (MSM)	3,548	-0.1	-0.3	-10.9	8.7
Bahrain (BSE)	1,445	0.3	1.3	-10.2	9.1
Egypt (EGX30)	10,839	1.5	3.1	-22.4	8.1

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	29,158	2.9	10.0	2.2	22.9
Nasdaq	11,714	-1.5	7.4	30.6	35.0
S&P 500	3,551	1.2	8.6	9.9	27.7
FTSE 100	6,186	4.7	10.9	-18.0	16.7
Germany DAX 30	13,096	4.9	13.3	-1.2	24.0
France CAC 40	5,336	7.6	16.2	-10.7	54.9
Japan Nikkei 225	24,840	2.1	8.1	5.0	24.6
Hong Kong Hang Seng	26,016	1.2	7.9	-7.7	13.2
China Shanghai Composite	3,374	1.9	4.6	10.6	14.0
Australia ASX 200	6,299	1.8	6.3	-5.8	21.3
India Sensex	42,597	1.7	7.5	3.3	26.7

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	39.2	-0.1	7.4	-43.0
Brent Crude (\$/bbl)	42.4	7.5	13.2	-35.8
Texas crude (\$/bbl)	40.3	8.5	12.6	-34.1
Natural Gas (\$/mmbtu)	2.86	-1.0	-14.8	30.6
Gold (\$/oz)	1,863	-4.5	-0.8	22.8
Silver (\$/oz)	24.1	-6.0	1.9	35.0
Steel (\$/ton)	717	0.8	2.6	21.9
Iron Ore (CNY/MT)	811	-4.6	-5.6	16.6
Wheat (\$/bu)	598	-0.7	-0.2	6.9
Corn (\$/bu)	408	0.2	2.3	5.1
Sugar (\$/lb)	14.9	-0.2	3.6	10.9
SMP* (EUR/MT)	2,153	0.0	-0.2	-16.2

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.206	-0.7	-1.0	-170.3
Saudi Arabia(SAIBOR)	0.841	-0.1	-0.5	-139.0
UAE (EIBOR)	0.484	1.7	4.9	-172.5
Qatar (QIBOR)	0.896	-13.7	12.9	-135.4
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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