



## Major Economic News

- KSA's seasonally adjusted IHS Markit PMI rose slightly to 51 in October, from 50.7 in September, a second consecutive increase and the highest reading seen for eight months. However, job numbers continued to fall, with the rate of decline accelerating for the first time since June. (Source: Zawya)

## Major Corporate News

- The National Shipping Company of Saudi Arabia signed a framework contract worth SAR 300mn with the Presidency of State Security to be the official carrier of the presidency and its sectors. The five-year deal will have an impact on the company's financial results starting Q4-20. (Source: Argaam)
- The National Co. for Glass Industries (Zoujaj) said that its associate company, Saudi Guardian International Float Glass Co. has decided to distribute profits. The decision indicated that Zoujaj's profit share is valued at SAR 27.5mn, which will be utilized in repaying the company's obligations. (Source: Argaam)
- Arabian Centres Co. expects the total discounts offered to tenants as a result of the pandemic to reach approximately SAR 536mn, pointing out that SAR 131.3mn was recorded during H1-21 ended September 2020, in addition to SAR 20.4mn in Q4-20. (Source: Argaam)
- Alkhaleej Training and Education Co.'s non-binding MoU signed with Alkhabeer Capital expired without reaching any agreement. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange decreased 0.3% to 7,998.6. The value traded stood at SAR 7.3bn (up 6.4% over previous day), while the advance-decline ratio stood at 52/135. The parallel market index increased 6.8% to 18,530.8 points. The value traded stood at SAR 48.4mn (up 149.0% over previous day). Most sectors in the main market ended in the red. Capital Goods and Food & Staples (up 2.3% and 0.5%, respectively) advanced the most; Pharma & Bio Tech and Insurance (down 2.1% and 2.0%, respectively) led the laggards.

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

Company	Q3-20	Q3-19	Y/Y %	Q2-20	Q/Q %
National Medical Care Co	16.3	16.6	-1.9	25.8	-36.7
Saudi Airlines Catering Co.	-106.5	142.0	NM	-143.8	NM
Saudi Printing and Packaging Co.	1.8	2.7	-32.8	1.5	22.1
Samba Financial Group	1,231	1,226	0.4	955.0	28.9
Southern Province Cement Co.	150.0	90.0	66.7	135.0	11.1

Source: Tadawul, AJC

## Top Gainers

Company	Price	Change%
ALKATHIRI	86.00	10.0
WAFRAH	97.20	10.0
ANAAM HOLDING	104.40	9.9
SAUDI CERAMICS	42.35	9.4
BAAZEEM	55.90	7.1

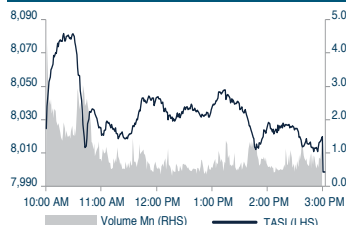
## Top Losers

Company	Price	Change%
MALATH	16.70	-6.5
ALRAJHI T.	81.70	-5.6
GULF UN.	18.84	-3.9
MAHARAH	76.00	-3.8
BURUJ	22.90	-3.5

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	7,999	8,083	7,999	(0.3)	(4.7)
NomuC	18,531	18,754	16,284	6.8	158.1

## TASI movement during session



## TASI P/E Ratios

P/E (Tadawul)	25.0
P/E (Bloomberg)	29.1
P/E*	41.0
P/E after exclusions*	39.4
P/E ex. loss-making comp.*	18.0
P/E: top 50 MCAP*	28.4

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,269	0.5	(3.2)	27.6
Materials	4,964	(0.2)	(3.9)	Neg
Capital Goods	5,107	2.3	17.9	Neg
Commercial Service	4,011	(1.3)	(15.9)	29.7
Transportation	4,145	(1.0)	(5.7)	High
Consumer Durables	4,128	(0.1)	17.7	Neg
Consumer Services	3,629	(0.9)	(8.3)	16.0
Media	9,180	(0.8)	(2.4)	36.1
Retailing	8,104	0.3	5.3	High
Food & Staples	11,262	0.5	70.2	35.4
Food & Beverages	5,270	(0.2)	21.0	30.0
Healthcare	5,258	0.2	41.0	34.1
Pharma & Bio Tech	4,321	(2.1)	20.2	Neg
Banks	6,957	(0.4)	(14.2)	16.0
Diversified Financials	3,766	(1.3)	14.0	Neg
Insurance	5,440	(2.0)	20.5	22.9
Telecom	6,583	(0.6)	1.7	20.7
Utilities	4,225	0.5	(4.0)	Neg
REITs	4,090	(0.3)	(2.6)	Neg
Real Estate	3,023	(0.8)	(3.5)	Neg
Software & Services	12,145	0.2	146.2	21.5

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
7,983	8,143	8,332	6.40

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	19.2	826.7	939.2
Previous week	44.2	1,857.7	2,084.3

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	67.40	0.0
Saudi Aramco	34.40	0.6
NCB	39.30	-0.4
SABIC	89.50	-0.6
STC	100.80	-0.2



## Regional and International Markets

- Among other regional markets, Dubai decreased 1.2%, while Abu Dhabi increased 0.3%. Kuwait and Egypt rose 0.8% each, while Bahrain and Qatar gained 0.7% and 0.6%, respectively. Meanwhile, Oman declined 0.3%.
- US factory orders increased by 1.1% M/M in September (consensus: 0.9% increase) versus a revised rise of 0.6% in August. Orders for durable goods spiked by 1.9%, while orders for non-durable goods rose by 0.3%. (Source: Econoday, RTT News)
- China's Caixin services PMI rose to 56.8 in October from 54.8 in September. The composite PMI increased to 55.7 from 54.5 in the previous month. Business activity expanded at the second-highest rate in 10 years, while new order growth accelerated, despite a fall in export sales. Business confidence improved to its highest level since April 2012. (Source: Econoday, RTT News)
- Oil prices increased 1.9% on expectations of economic stimulus deal post presidential elections, which saw a record turnout.
- Gold prices rose 0.7%, as concerns of delayed results of US presidential elections boosted demand for safe haven metal.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	94.1	0.1	0.1	-2.3
Euro	1.16	-0.1	-0.1	3.8
Japanese Yen	104.7	0.1	0.1	-3.6
Sterling Pound	1.29	-0.2	-0.2	-2.6
Chinese Yuan	6.69	0.0	0.0	-3.9
Indian Rupee	74.5	-0.1	-0.1	4.4
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	0.0	0.0	0.0
Kuwaiti Dinar	0.31	0.2	0.2	1.0
Omani Rial	0.38	0.1	0.1	0.0
Bahraini Dinar	0.38	0.1	0.1	0.1
Egyptian Pound	15.70	0.3	0.3	-1.9

## Corporate Calendar

Date	Company	Event
04 <sup>th</sup> Nov	MULKIA REIT	Cash Dividend Distribution
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

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,140	-1.2	-2.2	-22.6	8.8
Abu Dhabi (ADX)	4,649	0.3	-0.2	-8.4	13.6
Kuwait (KSE)	4,331	0.8	0.0	-11.8	5.7
Qatar (QE)	9,701	0.6	0.1	-6.9	15.5
Oman (MSM)	3,538	-0.3	-0.6	-11.1	8.7
Bahrain (BSE)	1,436	0.7	0.6	-10.8	9.1
Egypt (EGX30)	10,512	0.8	0.0	-24.7	8.0

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	27,480	2.1	3.7	-3.7	21.7
Nasdaq	11,161	1.9	2.3	24.4	32.2
S&P 500	3,369	1.8	3.0	4.3	26.2
FTSE 100	5,787	2.3	3.8	-23.3	17.2
Germany DAX 30	12,089	2.6	4.6	-8.8	22.0
France CAC 40	4,806	2.4	4.6	-19.6	49.9
Japan Nikkei 225	23,295	0.0	1.4	-1.5	22.9
Hong Kong Hang Seng	24,940	2.0	3.5	-11.5	12.9
China Shanghai Composite	3,271	1.4	1.4	7.2	13.6
Australia ASX 200	6,066	1.9	2.3	-9.2	20.1
India Sensex	40,261	1.3	1.6	-2.4	25.3

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	38.2	7.8	4.6	-44.5
Brent Crude (\$/bbl)	39.7	1.9	6.0	-39.8
Texas crude (\$/bbl)	37.7	2.3	5.2	-38.4
Natural Gas (\$/mmbtu)	3.06	-5.7	-8.8	39.7
Gold (\$/oz)	1,909	0.7	1.6	25.9
Silver (\$/oz)	24.2	0.5	2.3	35.5
Steel (\$/ton)	702	0.7	0.4	19.4
Iron Ore (CNY/MT)	879	1.2	2.3	26.4
Wheat (\$/bu)	608	0.1	1.6	8.8
Corn (\$/bu)	401	0.9	0.6	3.4
Sugar (\$/lb)	14.7	-1.7	2.5	9.7
SMP* (EUR/MT)	2,167	0.0	0.4	-15.7

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.220	0.4	0.4	-168.8
Saudi Arabia(SAIBOR)	0.845	0.0	-0.1	-138.6
UAE (EIBOR)	0.511	6.1	7.6	-169.8
Qatar (QIBOR)	0.966	-2.8	19.9	-128.4
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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