



Major Economic News

- Saudi bank loans to the public and private sectors rose 15% Y/Y by the end of September 2020 to SAR 1.8tn, from SAR 1.6tn a year earlier. Private sector lending also rose 15% Y/Y to SAR 1.7tn for the same month from SAR 1.5tn a year earlier. Meanwhile, the value of loans given to the non-financial governmental institutions increased 18% Y/Y to SAR 65.9bn by end of September. (Source: Argaam)

Major Corporate News

- Shareholders of Al-Ahlia Insurance Co. approved the merger with Gulf Union Cooperative Insurance Co. Gulf Union will issue 7.95mn new ordinary shares at SAR 10 par value each, to buy all issued shares of Al-Ahlia at a total par value of SAR 79.5mn. (Source: Argaam)
- Ataa Educational Co. signed a Sharia-compliant credit facility agreement worth SAR 50mn with Samba Financial Group. The loan tenor will expire on August 31, 2021. The facility will be utilized in funding its working capital, when required. (Source: Argaam)
- Al-Samaani Factory For Metal Industries Co. submitted a request to the Capital Market Authority for transition to the main market. (Source: Argaam)
- Saudi Real Estate Co. said the residential villas in Al Remal District are 87.4% complete. The project is expected to be finalized by April 30, 2021 and there are no variable costs on the delay. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 2.0% to 8,021.0. The value traded stood at SAR 6.8bn (up 34.0% over previous day), while the advance-decline ratio stood at 191/5. The parallel market index increased 7.4% to 17,346.2 points. The value traded stood at SAR 19.5mn (down 29.6% over previous day). All sectors in the main market ended in the green. Software & Services and Diversified Financials (up 5.4% and 5.1%, respectively) advanced the most.

Earnings update (Net Profit) (SAR mn)

Company	Q3-20	Q3-19	Y/Y %	Q2-20	Q/Q %
Saudi British Bank	1,049	1,172	-10.5	-6,867	NM
Zain KSA	60.0	121.0	-50.4	59.0	1.7
Malath Cooperative Insurance	1.3	6.3	-79.3	4.7	-72.4
Arabian Centres	111.1	208.2	-46.6	153.1	-27.4
Al-Rajhi Takaful	65.1	60.6	7.4	95.7	-32.0
AYYAN Investment Co.	10.6	3.1	237.9	5.0	110.7
Maharah Human Resources	48.1	80.1	-40.0	49.4	-2.6
Alahli Takaful Co.	0.2	3.9	-94.8	3.9	-94.8
CHUBB Arabia	14.6	9.9	47.0	13.1	11.9

Source: Tadawul, AJC

Top Gainers

Company	Price	Change%
ALETIHAD	20.90	10.0
RED SEA	19.60	10.0
TAPRCO	46.85	10.0
NGC	25.05	10.0
ANAAM HOLDING	95.00	10.0

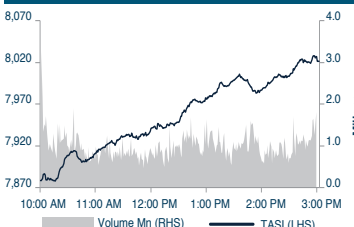
Top Losers

Company	Price	Change%
MAATHER	9.21	-1.0
SEDCO	8.87	-0.8
SADAFCO	168.80	-0.1
MULKIA	8.65	-0.1
BONYAN	8.67	-0.1

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	8,021	8,033	7,874	2.0	(4.4)
NomuC	17,346	17,346	16,134	7.4	141.6

TASI movement during session



TASI P/E Ratios

P/E (Tadawul)	24.9
P/E (Bloomberg)	29.1
P/E*	38.0
P/E after exclusions*	36.5
P/E ex. loss-making comp.*	17.1
P/E: top 50 MCAP*	26.7

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,242	1.8	(3.7)	27.4
Materials	4,974	2.0	(3.7)	Neg
Capital Goods	4,992	4.0	15.2	Neg
Commercial Service	4,066	0.9	(14.8)	30.0
Transportation	4,188	2.3	(4.7)	High
Consumer Durables	4,133	3.6	17.9	Neg
Consumer Services	3,661	2.6	(7.5)	16.1
Media	9,252	3.5	(1.6)	36.4
Retailing	8,083	2.3	5.0	High
Food & Staples	11,202	1.5	69.3	35.4
Food & Beverages	5,280	1.5	21.3	30.0
Healthcare	5,247	2.0	40.7	33.9
Pharma & Bio Tech	4,413	3.7	22.8	Neg
Banks	6,988	2.1	(13.8)	16.1
Diversified Financials	3,814	5.1	15.5	Neg
Insurance	5,554	2.5	23.1	23.4
Telecom	6,621	0.7	2.3	20.8
Utilities	4,202	3.5	(4.5)	Neg
REITs	4,100	0.9	(2.3)	Neg
Real Estate	3,047	2.3	(2.7)	Neg
Software & Services	12,117	5.4	145.6	21.4

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
8,023	8,196	8,351	5.97

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	11.9	535.4	598.4
Previous week	44.2	1,857.7	2,084.3

Top Weighted Companies

Company	Price	Change%
Al Rajhi	67.40	2.6
Saudi Aramco	34.20	1.8
NCB	39.45	2.2
SABIC	90.00	1.4
STC	101.00	0.8



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi increased 0.6% and 0.1%, respectively. Kuwait rose 0.2%, while Egypt and Oman declined 0.3% and 0.1%, respectively. Meanwhile, Bahrain and Qatar remained flat.
- US ISM manufacturing PMI climbed to 59.3 in October (consensus: 55.8), compared to 55.4 in September. The new orders index rose to 67.9 in October from 60.2 in September and the production index rose 63.0 from 61.0. (Source: RTT News)
- UK IHS Markit manufacturing PMI fell to 53.7 in October (consensus: 53.3) from 54.1 in September. The improvement was driven by increase in new orders, reflecting rise in demand from China and the US, and strength in new export business. (Source: RTT News)
- Eurozone manufacturing PMI rose to 54.8 in October (consensus: 54.4) from 53.7 in September. The flash score was 53.3.
- Oil prices increased 4.0% on expectations of OPEC+ members delaying output hike.
- Gold prices rose 0.9%, as demand for safe haven metal continued to be high amid uncertainty over US elections results and surging COVID-19 cases.

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 th Nov	MULKIA REIT	Cash Dividend Distribution
09 th Nov	Advanced	Cash Dividend Distribution
09 th Nov	ALKHODARI	OGM
09 th Nov	ALRAJHI	OGM
15 th Nov	SULAIMAN ALHABIB	Cash Dividend Distribution
15 th Nov	SAPTCO	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,165	0.6	-1.0	-21.7	8.9
Abu Dhabi (ADX)	4,638	0.1	-0.5	-8.6	13.5
Kuwait (KSE)	4,298	0.2	-0.8	-12.5	5.7
Qatar (QE)	9,640	0.0	-0.5	-7.5	15.4
Oman (MSM)	3,548	-0.1	-0.3	-10.9	8.5
Bahrain (BSE)	1,426	0.0	-0.1	-11.4	9.1
Egypt (EGX30)	10,429	-0.3	-0.8	-25.3	8.0

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	26,925	1.6	1.6	-5.7	21.3
Nasdaq	10,958	0.4	0.4	22.1	32.1
S&P 500	3,310	1.2	1.2	2.5	25.9
FTSE 100	5,655	1.4	1.4	-25.0	16.8
Germany DAX 30	11,788	2.0	2.0	-11.0	21.5
France CAC 40	4,691	2.1	2.1	-21.5	48.4
Japan Nikkei 225	23,295	1.4	1.4	-1.5	22.9
Hong Kong Hang Seng	24,460	1.5	1.5	-13.2	12.6
China Shanghai Composite	3,225	0.0	0.0	5.7	13.4
Australia ASX 200	5,951	0.4	0.4	-11.0	19.8
India Sensex	39,758	0.4	0.4	-3.6	24.0

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	35.4	-2.9	-2.9	-48.5
Brent Crude (\$/bbl)	39.0	4.0	4.0	-41.0
Texas crude (\$/bbl)	36.8	2.8	2.8	-39.8
Natural Gas (\$/mmbtu)	3.24	-3.3	-3.3	48.2
Gold (\$/oz)	1,895	0.9	0.9	24.9
Silver (\$/oz)	24.0	1.7	1.7	34.8
Steel (\$/ton)	697	-0.3	-0.3	18.5
Iron Ore (CNY/MT)	868	1.0	1.0	24.9
Wheat (\$/bu)	608	1.5	1.5	8.7
Corn (\$/bu)	398	-0.3	-0.3	2.5
Sugar (\$/lb)	15.0	4.2	4.2	11.5
SMP* (EUR/MT)	2,168	0.5	0.5	-15.6

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.216	0.1	0.0	-169.3
Saudi Arabia(SAIBOR)	0.845	0.0	-0.1	-138.6
UAE (EIBOR)	0.450	-1.8	1.5	-175.9
Qatar (QIBOR)	0.993	14.6	22.7	-125.7
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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1. **Overweight:** This rating implies that the stock is currently trading at a discount to its 12 months price target. Stocks rated "Overweight" will typically provide an upside potential of over 10% from the current price levels over next twelve months.
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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