



Major Economic News

- Minister of Municipal and Rural Affairs, Majid Al-Hogail, issued directives to set up Asir Municipality Co. to support the municipality business activities in Asir. Secretary of Asir region, Walid Al-Humaidi, was named as the chairman of the new firm. The new firm will be solely owned by the municipality. (Source: Argaam)

Major Corporate News

- Ataa Educational Co. signed a non-binding MoU to acquire a 52% stake in Alwasat Schools, a limited liability company. The MoU sets the liabilities and rights of both parties with respect to the acquisition. (Source: Argaam)
- National Housing Company inked two financing agreements at SAR 2bn with Al Rajhi Bank. Under these agreements, Al Rajhi Bank will finance the development of new housing projects in Riyadh and Jeddah, which will provide around 15,000 residential units. (Source: Argaam)
- Mulkia Gulf Real Estate REIT Fund will pay a 1% cash dividend for Q4-20, at SAR 0.10 per unit, totaling SAR 6.8mn. The dividend represents 1.02% of the fund's NAV based on fair market value as of December 31, 2020. (Source: Argaam)
- Saudi Basic Industries Corp hired NCB Capital to advise on a potential listing of its specialty chemicals unit, as per sources familiar with the matter. The company is also in talks with foreign banks for advisory roles. HSBC and JP Morgan are among those in the final phase of pitching for the deal, which could be launched later this year or early FY22. (Source: Argaam)
- Albilad Saudi Sovereign Sukuk ETF's board of directors decided to register the fund with the General Authority of Zakat and Tax, in accordance with relevant regulations, effective February 17, 2021. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 0.6% to 8,931.3. The value traded stood at SAR 10.2bn (up 23.6% over previous day), while the advance-decline ratio stood at 73/114. The parallel market index decreased 0.3% to 25,739.3 points. The value traded stood at SAR 62.1mn (up 91.8% over previous day). Most sectors in the main market ended in the green. Telecom and Utilities (up 4.1% and 1.9%, respectively) advanced the most; Consumer Durables and Software & Services (down 1.9% and 1.5%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
STC	116.20	5.4
UCA	20.14	4.8
DALLAH HEALTH	51.50	4.8
JAZADCO	18.04	4.2
ALOMRAN	118.00	3.3

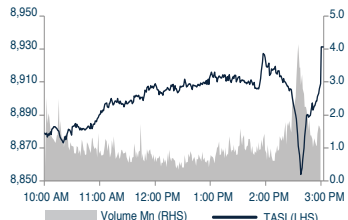
Top Losers

Company	Price	Change%
ALBAHA	41.40	-4.3
RED SEA	24.00	-3.7
AMIANIT	22.52	-3.4
ALINMA T	23.96	-3.3
ALASEEL	88.40	-3.3

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	8,931	8,931	8,854	0.6	6.5
NomuC	25,739	26,257	24,902	(0.3)	258.5

TASI movement during session



TASI P/E Ratios

P/E (Tadawul)	29.4
P/E (Bloomberg)	35.7
P/E*	46.6
P/E after exclusions*	44.9
P/E ex. loss-making comp.*	19.7
P/E: top 50 MCAP*	31.4

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,377	0.4	(0.2)	33.2
Materials	6,001	0.1	4.4	High
Capital Goods	6,699	(1.2)	2.5	Neg
Commercial Service	4,199	(0.6)	3.4	High
Transportation	4,921	(0.4)	1.6	Neg
Consumer Durables	6,021	(1.9)	5.2	Neg
Consumer Services	4,258	(0.5)	(0.3)	29.6
Media	10,060	0.0	(1.5)	38.3
Retailing	8,707	(0.2)	1.8	Neg
Food & Staples	10,748	0.0	2.0	34.6
Food & Beverages	5,445	(0.1)	(0.3)	30.2
Healthcare	5,850	0.7	3.5	35.2
Pharma & Bio Tech	5,112	0.1	(1.1)	Neg
Banks	7,824	0.8	3.1	18.4
Diversified Financials	4,567	(1.0)	(0.6)	Neg
Insurance	6,074	0.3	0.8	25.0
Telecom	7,422	4.1	7.6	23.3
Utilities	4,808	1.9	4.3	Neg
REITs	4,310	0.2	0.6	Neg
Real Estate	3,010	0.3	(0.3)	Neg
Software & Services	14,344	(1.5)	1.8	24.9

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
8,901	8,828	8,766	8.59

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	18.5	574.4	772.4
Previous week	46.7	1,283.2	1,840.3

Top Weighted Companies

Company	Price	Change%
Al Rajhi	74.50	0.1
Saudi Aramco	34.95	0.4
NCB	45.05	1.0
SABIC	104.40	0.0
STC	116.20	5.4



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi increased 1.2% and 4.0%, respectively. Bahrain rose 0.1%, while Kuwait declined 0.2%. Meanwhile, Qatar, Oman and Egypt remained flat.
- China's GDP grew 6.5% Y/Y in Q4-20 (consensus: a growth of 6.1%) compared to an increase of 4.9% in Q3-20. On a seasonally adjusted basis, GDP expanded 2.6% (consensus: a growth of 3.2%) versus a revised 3.0% rise in Q3-20. In FY20, GDP rose 2.3%. (CNBC, Source: RTT News)
- Japan's industrial production declined 0.5% M/M in November (flash estimates: no change M/M), recording a first fall in six months. On a Y/Y basis, industrial production decreased 3.9%. The capacity utilization rate dropped 2.9% M/M in November. (Source: RTT News)
- UK house prices declined 0.9% M/M in January compared to a decrease of 0.6% in December. On Y/Y basis, growth in house prices fell to 3.3% from 6.6% in December. (Source: RTT News)
- Oil prices decreased 0.6% due to worries of weaker demand in Asia amid surging COVID-19 infections.
- Gold prices rose 0.7%, driven by hopes of additional fiscal stimulus in the US.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	90.8	0.0	0.9	0.9
Euro	1.21	0.0	-1.1	-1.1
Japanese Yen	103.7	-0.2	0.4	0.4
Sterling Pound	1.36	0.0	-0.7	-0.7
Chinese Yuan	6.49	0.2	-0.5	-0.5
Indian Rupee	73.2	0.1	0.2	0.2
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	-0.5	0.0	0.0
Kuwaiti Dinar	0.30	0.1	-0.2	-0.2
Omani Rial	0.38	0.0	0.1	0.1
Bahraini Dinar	0.38	0.0	0.1	0.1
Egyptian Pound	15.65	0.3	-0.3	-0.3

Corporate Calendar

Date	Company	Event
20 th Jan	MIS	Cash Dividend Distribution
24 th Jan	NCLE	Cash Dividend Distribution
25 th Jan	SADAFCO	Cash Dividend Distribution
26 th Jan	SFICO	OGM
03 rd Feb	HB	OGM
14 th Feb	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)	2,726	1.2	9.4	9.4	12.9
Abu Dhabi (ADX)	5,490	4.0	8.8	8.8	16.2
Kuwait (KSE)	4,630	-0.2	1.7	1.7	17.5
Qatar (QE)	10,863	0.0	4.1	4.1	17.6
Oman (MSM)	3,644	0.0	-0.4	-0.4	9.2
Bahrain (BSE)	1,454	0.1	-2.4	-2.4	9.1
Egypt (EGX30)	11,451	0.0	5.6	5.6	8.5

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	30,814	0.0	0.7	0.7	23.7
Nasdaq	12,999	0.0	0.9	0.9	36.4
S&P 500	3,768	0.0	0.3	0.3	29.6
FTSE 100	6,721	-0.2	4.0	4.0	17.5
Germany DAX 30	13,848	0.4	0.9	0.9	24.7
France CAC 40	5,617	0.1	1.2	1.2	60.8
Japan Nikkei 225	28,242	-1.0	2.9	2.9	28.4
Russia MICEX	3,472	0.6	5.6	5.6	13.7
Hong Kong Hang Seng	28,863	1.0	6.0	6.0	15.9
South Korea KOSPI	3,014	-2.3	4.9	4.9	34.7
China Shanghai Composite	3,596	0.8	3.5	3.5	15.0
Australia ASX 200	6,663	-0.8	1.2	1.2	22.4
India Sensex	48,564	-1.0	1.7	1.7	30.1
MSCI EM	1,359	0.1	5.2	5.2	27.1
MSCI World	2,713	0.0	0.9	0.9	33.6

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	54.5	-0.9	9.1	9.1
Brent Crude (\$/bbl)	54.8	-0.6	5.7	5.7
Texas crude (\$/bbl)	52.4	0.0	7.9	7.9
Natural Gas (\$/mmbtu)	2.74	0.0	7.8	7.8
Gold (\$/oz)	1,841	0.7	-3.0	-3.0
Silver (\$/oz)	25.3	2.4	-3.9	-3.9
Steel (\$/ton)	1,066	0.0	6.1	6.1
Iron Ore (CNY/MT)	1,158	3.4	7.3	7.3
Wheat (\$/bu)	676	0.0	5.5	5.5
Corn (\$/bu)	532	0.0	9.8	9.8
Sugar (\$/lb)	16.5	0.0	6.2	6.2
SMP* (EUR/MT)	2,263	0.0	1.7	1.7

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.223	-0.2	-1.5	-1.5
Saudi Arabia(SAIBOR)	0.818	0.0	0.0	0.0
UAE (EIBOR)	0.361	-1.8	-15.1	-15.1
Qatar (QIBOR)	1.010	0.1	-11.1	-11.1
Bahrain (BHIBOR)	2.233	0.0	-1.7	-1.7

Data Sources: Tadawul, Bloomberg, Reuters

*Three-month Interbank rate **NA: Not Available

Updated as of January 18, 2021



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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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