



Major Economic News

- Saudi Arabia is set to operate the train service in Qurayyat by March 2022, according to Minister of Transport Saleh bin Nasser Al-Jasser. The Qurayyat train will offer vehicle freight services for the first time in the Kingdom. (Source: Argaam)
- The total value of assets held by investment funds in Saudi Arabia jumped 31% to SAR 209.7bn, the highest ever, in FY20, compared to SAR 160.0bn in FY19. This increase was driven by a 12% rise in assets held by local investment funds, which represent 71% of total assets, to SAR 149.6bn. Assets of foreign funds soared 127% to SAR 60.2bn. (Source: Argaam)

Major Corporate News

- Yanbu Cement Co. announced that production line No. 4 will be shut down for 60 days as of February 15, in line with the implementation of its strategic plan of modernization. Sales will not be impacted by the suspension of the production line, given the sufficiency of its clinker strategic stocks. Meanwhile, production line No. 5, which represents 60% of the company's total capacity, will continue at full capacity. (Source: Argaam)
- Al Yamamah Steel Industries Co.'s new wind power systems project will fulfill 40% of tower demand in wind projects announced by the Kingdom, as per CEO Yousef Ba-Zaid. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 0.1% to 8,901.6. The value traded stood at SAR 12.4bn (down 7.4% over previous day), while the advance-decline ratio stood at 59/130. The parallel market index increased 1.2% to 25,667.2 points. The value traded stood at SAR 34.1mn (up 18.6% over previous day). Most sectors in the main market ended in the red. Consumer Durables and Diversified Financials (up 3.3% and 1.8%, respectively) advanced the most; Software & Services and Capital Goods (down 2.8% and 1.1%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q4-20	Q4-19	Y/Y %	Q3-20	Q/Q %
A.Othaim Markets	165.5	142.2	16.3	60.7	172.7
Saudi Investment Bank	265.6	-69.6	NM	301.4	-11.9
Etihad Atheeb Telecom*	126.9	-9.8	NM	-12.0	NM
TAPRCO*	-16.8	-15.5	NM	-9.7	NM

*. indicates Q3-21 results, as year-end is March.

Top Gainers

Company	Price	Change%
ANAAM HOLDING	112.20	10.0
ALBAHA	45.10	10.0
ALJOUF	58.50	10.0
ZOUJAJ	38.20	9.9
FARM SUPERSTORES	32.70	7.7

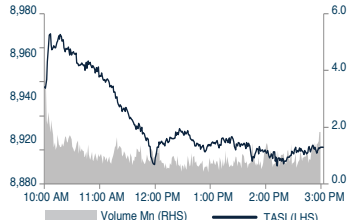
Top Losers

Company	Price	Change%
ACIG	47.55	-4.3
ALALAMIYA	26.95	-4.3
BAAZEEM	122.00	-4.1
ARAB SEA	111.40	-4.0
ABO MOATI	56.00	-3.6

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	8,902	8,972	8,890	0.1	2.3
NomuC	25,667	25,727	25,305	1.2	(3.4)

TASI movement during session



TASI P/E Ratios

P/E (Tadawul)	29.0
P/E (Bloomberg)	33.7
P/E*	42.2
P/E after exclusions*	40.7
P/E ex. loss-making comp.*	23.7
P/E: top 50 MCAP*	28.8

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,314	(0.2)	(1.4)	32.8
Materials	5,970	(0.3)	3.9	High
Capital Goods	6,797	(1.1)	4.0	Neg
Commercial Service	4,046	(0.6)	(0.3)	High
Transportation	4,766	(0.6)	(1.6)	Neg
Consumer Durables	6,156	3.3	7.6	Neg
Consumer Services	4,079	0.5	(4.5)	28.4
Media	10,076	0.7	(1.4)	38.4
Retailing	8,645	(0.4)	1.0	Neg
Food & Staples	10,660	1.1	1.2	33.9
Food & Beverages	5,321	(0.5)	(2.6)	29.5
Healthcare	5,832	(0.6)	3.1	35.2
Pharma & Bio Tech	4,967	(0.7)	(4.0)	Neg
Banks	7,943	0.7	4.7	18.6
Diversified Financials	4,605	1.8	0.2	Neg
Insurance	5,896	(0.6)	(2.1)	24.3
Telecom	7,283	0.0	5.6	23.0
Utilities	4,767	0.1	3.4	Neg
REITs	4,239	(0.3)	(1.1)	Neg
Real Estate	2,899	(0.5)	(4.0)	Neg
Software & Services	17,938	(2.8)	27.3	31.1

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
8,782	8,723	8,793	10.40

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	46.4	1,094.2	1,700.4
Previous week	46.5	1,140.8	1,925.2

Top Weighted Companies

Company	Price	Change%
Al Rajhi	79.30	0.4
Saudi Aramco	34.45	-0.1
NCB	45.00	3.7
SABIC	101.80	0.2
STC	114.80	0.3



Regional and International Markets

- Among other regional markets, Dubai decreased 0.6%, while Abu Dhabi increased 0.1%. Qatar and Egypt rose 0.8% each, while Oman declined 0.2%. Meanwhile, Kuwait and Bahrain fell 0.1% each.
- US President Joe Biden and Chinese President Xi Jinping discussed a variety of issues on a call for the first time since Biden joined the office. President Biden raised concerns about China's coercive and unfair economic practices, crackdown in Hong Kong, human rights abuses. (Source: CNBC)
- According to EIA, oil inventories in the US decreased 6.6mn barrels (prior: down 1.0mn) to 469.0mn in the week ended February 05. Distillate inventories fell 1.7mn barrels (prior: unchanged) to 161.1mn, while gasoline inventories increased 4.3mn barrels (prior: up 4.5mn) to 256.4mn. (Source: EIA, Econoday)
- US CPI rose by 0.3% M/M in January (in line with consensus) compared to a revised 0.2% increase in December. The rise was mainly driven by higher gasoline prices. On Y/Y basis CPI grew 1.4% (consensus: an increase of 1.5%) in January. (Source: Econoday)
- Oil prices increased 0.6% driven by a decline in US crude oil inventories during the last week.
- Gold prices rose 0.2%, as weakness in US dollar continued to increased demand for the yellow metal.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	90.4	-0.1	-0.2	0.5
Euro	1.21	0.0	-0.2	-0.8
Japanese Yen	104.6	0.0	-0.1	1.3
Sterling Pound	1.38	0.1	0.9	1.1
Chinese Yuan	6.46	0.4	0.5	-1.0
Indian Rupee	72.8	-0.1	-0.1	-0.3
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	0.0	0.0	0.0
Kuwaiti Dinar	0.30	0.0	-0.1	-0.5
Omani Rial	0.38	0.1	0.1	0.1
Bahraini Dinar	0.38	0.1	0.1	0.1
Egyptian Pound	15.61	0.0	-0.3	-0.5

Corporate Calendar

Date	Company	Event
11 th Feb	ALJOUF	Cash Dividend Distribution
14 th Feb	DERAYAH REIT	Cash Dividend Distribution
21 st Feb	QACCO	Cash Dividend Distribution
21 st Feb	HB	Cash Dividend Distribution
8 th Mar	ALANDALUS	OGM
15 th Mar	YCC	Cash Dividend Distribution

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,632	-0.6	-0.8	5.6	13.1
Abu Dhabi (ADX)	5,667	0.1	1.3	12.3	16.7
Kuwait (KSE)	4,682	-0.1	-1.3	2.8	18.3
Qatar (QE)	10,529	0.8	0.5	0.9	17.3
Oman (MSM)	3,560	-0.2	-2.6	-2.7	9.1
Bahrain (BSE)	1,463	-0.1	0.0	-1.8	9.1
Egypt (EGX30)	11,545	0.8	0.0	6.5	9.2

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	31,438	0.2	4.9	2.7	23.7
Nasdaq	13,973	-0.3	6.9	8.4	36.9
S&P 500	3,910	0.0	5.3	4.1	30.0
FTSE 100	6,524	-0.1	1.8	1.0	17.4
Germany DAX 30	13,933	-0.6	3.7	1.6	24.5
France CAC 40	5,671	-0.4	5.0	2.2	73.7
Japan Nikkei 225	29,563	0.2	6.9	7.7	25.2
Russia MICEX	3,400	-0.8	3.7	3.4	13.6
Hong Kong Hang Seng	30,039	1.9	6.2	10.3	16.2
South Korea KOSPI	3,101	0.5	4.2	7.9	30.4
China Shanghai Composite	3,655	1.4	4.9	5.2	15.1
Australia ASX 200	6,857	0.5	3.8	4.1	23.8
India Sensex	51,309	0.0	10.9	7.5	31.8
MSCI EM	1,423	1.0	7.0	10.2	26.1
MSCI World	2,801	0.1	5.2	4.1	34.9

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	61.4	0.7	12.3	23.1
Brent Crude (\$/bbl)	61.5	0.6	10.0	18.7
Texas crude (\$/bbl)	58.7	0.5	12.4	20.9
Natural Gas (\$/mmbtu)	2.91	2.7	13.5	14.7
Gold (\$/oz)	1,843	0.2	-0.3	-2.9
Silver (\$/oz)	27.0	-0.8	0.0	2.4
Steel (\$/ton)	1,173	0.1	2.1	16.7
Iron Ore (CNY/MT)	1,155	0.0	-2.4	7.0
Wheat (\$/bu)	636	-2.2	-4.1	-0.8
Corn (\$/bu)	535	-3.9	-2.3	10.4
Sugar (\$/lb)	16.7	1.6	5.6	7.9
SMP* (EUR/MT)	2,370	0.5	-0.2	6.5

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.203	0.7	0.1	-3.6
Saudi Arabia(SAIBOR)	0.811	0.0	-0.4	-0.6
UAE (EIBOR)	0.331	0.3	-0.9	-18.1
Qatar (QIBOR)	1.011	-0.4	6.0	-11.0
Bahrain (BHIBOR)	2.167	0.0	-3.3	-8.3

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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