



## Major Economic News

- SAMA announced extending the deferred payment program to support the private sector until June 30, 2021. Moreover, SAMA extended the guaranteed financing program for an additional year until March 14, 2022. (Source: Argaam)
- The Ministry of Human Resources and Social Development announced the launch of the Skills Verification Program. According to a ministerial statement, the program aims to verify a worker's necessary basic skills, for which the person was invited to work in the Kingdom. The skills will be assessed through practical and theoretical tests in the respective fields. (Source: Argaam)

## Major Corporate News

- Jarir Marketing Co. announced the opening of a new showroom on King Abdullah Road in Alnaseem District in Al Hofuf, spanning 4,500 sq.m. The financial impact of new showroom (cost: SAR 93.5mn) will be reflected in Q1-21. (Source: Argaam)
- National Commercial Bank is planning to redeem its SAR 2.7bn Tier 1 sukuk on March 23, 2021, at face value. (Source: Argaam)
- Al Moammar Information Systems Co. renewed a SAR 100mn Shariah-compliant finance agreement, valid until December 31, 2021, with Bank Albilad. The facility will be used for multi-bondings and financing of new projects assigned to Bank Albilad. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange increased 1.2% to 9,351.1 on Sunday. The value traded stood at SAR 14.8bn (up 6.8% over previous day), while the advance-decline ratio stood at 157/34. The parallel market index increased 0.4% to 26,012.0 points. The value traded stood at SAR 30.3mn (down 2.2% over previous day). Most sectors in the main market ended in the green. Software & Services and Diversified Financials (up 4.8% and 4.3%, respectively) advanced the most; REITs (down 0.2%) was the only laggard.

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

Company	Q4-20	Q4-19	Y/Y %	Q3-20	Q/Q %
Maharah Human Resources	22.5	66.0	-65.9	48.1	-53.2
Ataa Educational Co.*	6.4	17.3	-63.0	4.9	30.0
Eastern Province Cement	59.0	67.0	-11.9	43.0	37.2

\*- represents Q2-21 results, as year ending is July.

## Top Gainers

Company	Price	Change%
FITAIHI GROUP	24.20	10.0
SAIC	41.25	10.0
MAADANIYAH	41.90	10.0
SSP	34.95	9.9
AMIAANTIT	26.20	9.9

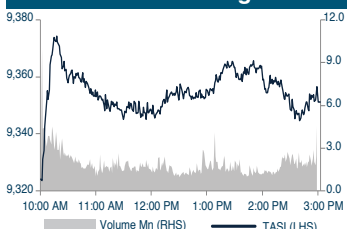
## Top Losers

Company	Price	Change%
AWPT	102.20	-2.5
BAAZEEM	109.20	-2.0
GACO	29.30	-1.8
AICC	22.58	-1.8
UCA	24.06	-1.8

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	9,351	9,375	9,320	1.2	7.6
NomuC	26,012	26,217	25,613	0.4	(0.9)

## TASI movement during session



## TASI P/E Ratios

P/E (Tadawul)	30.2
P/E (Bloomberg)	37.0
P/E*	44.3
P/E after exclusions*	42.7
P/E ex. loss-making comp.*	25.1
P/E: top 50 MCAP*	30.5

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,523	1.6	2.5	34.0
Materials	6,330	1.7	10.2	High
Capital Goods	7,354	3.4	12.5	Neg
Commercial Service	4,200	1.6	3.5	High
Transportation	5,536	1.0	14.3	Neg
Consumer Durables	6,552	3.3	14.5	Neg
Consumer Services	4,386	1.8	2.7	30.7
Media	10,353	1.2	1.3	39.4
Retailing	8,881	1.0	3.8	Neg
Food & Staples	10,483	0.5	(0.5)	33.0
Food & Beverages	5,321	1.0	(2.6)	29.2
Healthcare	5,941	1.1	5.1	35.7
Pharma & Bio Tech	5,317	0.8	2.8	Neg
Banks	8,430	0.7	11.1	19.7
Diversified Financials	6,482	4.3	41.1	Neg
Insurance	6,142	0.7	1.9	25.0
Telecom	7,341	0.8	6.4	23.0
Utilities	4,649	1.0	0.9	Neg
REITs	4,403	(0.2)	2.7	Neg
Real Estate	3,145	1.8	4.1	Neg
Software & Services	19,703	4.8	39.8	34.5

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
9,258	9,198	9,097	14.36

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	14.8	573.0	569.7
Previous week	68.9	2,515.2	2,773.5

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	89.80	0.9
Saudi Aramco	35.80	1.7
NCB	48.75	-1.2
SABIC	108.20	1.9
STC	115.60	0.9



## Regional and International Markets

- Among other regional markets, Dubai decreased 0.9%, while Abu Dhabi remained flat. Egypt and Oman gained 2.0% and 0.1%, respectively, while Kuwait and Bahrain rose 0.2% each. Meanwhile, Qatar remained closed.
- US trade deficit widened to USD 68.2bn in January (consensus: USD 67.5bn) from a revised USD 67.0bn in December. The deficit expanded, as the value of imports rose by 1.2% to USD 260.2bn, while the value of exports increased by 1.0% to USD 191.9bn. (Source: RTT News)
- US initial jobless claims rose to 745,000 (consensus: 750,000), representing an increase of 9,000 from the previous week's revised level of 736,000. (Source: RTT News)
- Eurozone retail sales volume decreased 5.9% M/M (consensus: a decline of 1.1%) in January, compared to a 1.8% rise in December. On Y/Y basis, retail sales dropped 6.4% (consensus: 1.2% decrease) in January against an increase of 0.9% in December. (Source: RTT News)
- Eurozone unemployment rate stood at 8.1% in January, unchanged from previous month. The number of people out of work increased by 8,000 M/M. On Y/Y basis, unemployment rose by 1.0mn. The youth unemployment rate was at 17.1% in January, down from 17.2% in December. (Source: RTT News)

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	92.0	0.0	1.2	2.3
Euro	1.19	0.0	-1.3	-2.4
Japanese Yen	108.3	0.0	1.7	4.9
Sterling Pound	1.38	0.0	-0.7	1.2
Chinese Yuan	6.50	0.0	0.4	-0.4
Indian Rupee	73.2	0.0	-1.0	0.2
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	-1.5	0.0	0.0
Kuwaiti Dinar	0.30	0.0	0.1	-0.3
Omani Rial	0.38	-0.1	0.0	0.0
Bahraini Dinar	0.38	-0.1	0.0	0.0
Egyptian Pound	15.65	0.0	0.0	-0.3

## Corporate Calendar

Date	Company	Event
15 <sup>th</sup> Mar	YCC	Cash Dividend Distribution
21 <sup>st</sup> Mar	City Cement	Cash Dividend Distribution
31 <sup>st</sup> Mar	Fitaihi Group	Cash Dividend Distribution
04 <sup>th</sup> Apr	Bawan	Cash Dividend Distribution
06 <sup>th</sup> Apr	ALRAJHI	Cash Dividend Distribution
06 <sup>th</sup> Apr	RIBL	Cash Dividend Distribution

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,546	-0.9	-0.2	2.2	20.8
Abu Dhabi (ADX)	5,691	0.0	0.5	12.8	16.5
Kuwait (KSE)	4,661	0.2	0.2	2.4	14.6
Qatar (QE)	10,004	0.0	-1.4	-4.1	17.9
Oman (MSM)	3,655	0.1	1.2	-0.1	9.2
Bahrain (BSE)	1,476	0.2	0.7	-0.9	9.1
Egypt (EGX30)	11,558	2.0	0.3	6.6	9.3

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	31,496	0.0	1.8	2.9	23.9
Nasdaq	12,920	0.0	-2.1	0.2	34.2
S&P 500	3,842	0.0	0.8	2.3	29.1
FTSE 100	6,631	0.0	2.3	2.6	18.8
Germany DAX 30	13,921	0.0	1.0	1.5	22.1
France CAC 40	5,783	0.0	1.4	4.2	54.8
Japan Nikkei 225	28,864	0.0	-0.4	5.2	24.3
Russia MICEX	3,414	0.0	2.0	3.8	13.4
Hong Kong Hang Seng	29,098	0.0	0.4	6.9	15.9
South Korea KOSPI	3,026	0.0	0.4	5.3	28.1
China Shanghai Composite	3,502	0.0	-0.2	0.8	14.5
Australia ASX 200	6,711	0.0	0.6	1.9	21.8
India Sensex	50,405	0.0	2.7	5.6	31.4
MSCI EM	1,339	0.0	0.0	3.7	24.5
MSCI World	2,729	0.0	0.1	1.4	33.3

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	67.4	0.0	4.9	35.0
Brent Crude (\$/bbl)	69.4	0.0	4.9	33.9
Texas crude (\$/bbl)	66.1	0.0	7.5	36.2
Natural Gas (\$/mmbtu)	2.70	0.0	-2.5	6.4
Gold (\$/oz)	1,701	0.0	-1.9	-10.4
Silver (\$/oz)	25.2	0.0	-5.4	-4.4
Steel (\$/ton)	1,260	0.0	-0.3	25.4
Iron Ore (CNY/MT)	1,272	0.0	1.6	17.9
Wheat (\$/bu)	654	0.0	-0.2	2.1
Corn (\$/bu)	562	0.0	1.2	16.1
Sugar (\$/lb)	16.4	0.0	-6.4	5.9
SMP* (EUR/MT)	2,450	0.0	2.6	10.1

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.176	0.0	-1.3	-6.3
Saudi Arabia(SAIBOR)	0.798	0.0	-0.3	-2.0
UAE (EIBOR)	0.336	0.5	2.9	-17.6
Qatar (QIBOR)	0.950	0.0	-2.3	-17.0
Bahrain (BHIBOR)	1.942	0.0	0.0	-30.8

Data Sources: Tadawul, Bloomberg, Reuters

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

Updated as of March 07, 2021



RESEARCH DIVISION

AGM-Head of Research

**Talha Nazar**

+966 11 2256250  
t.nazar@aljaziracapital.com.sa

Analyst

**Faisal Alsuwelimy**

+966 11 2256115  
F.alsuwelimy@aljaziracapital.com.sa

Senior Analyst

**Jassim Al-Jubran**

+966 11 2256248  
j.aljabran@aljaziracapital.com.sa

Analyst

**Abdulrahman Al-Mashal**

+966 11 2256374  
A.Almashal@Aljaziracapital.com.sa

BROKERAGE AND INVESTMENT CENTERS DIVISION

General Manager – Brokerage Services & sales

**Alaa Al-Yousef**

+966 11 2256060  
a.yousef@aljaziracapital.com.sa

AGM-Head of international and institutions

**Ahmad Salman, CFA**

+966 11 2256201  
a.salman@aljaziracapital.com.sa

AGM-Head of Qassim & Eastern Province

**Abdullah Al-Rahit**

+966 16 3617547  
aalrahit@aljaziracapital.com.sa

AGM-Head of Central & Western Region

Investment Centers

**Sultan Ibrahim AL-Mutawa**

+966 11 2256364  
s.almutawa@aljaziracapital.com.sa

RESEARCH DIVISION

AlJazira Capital, the investment arm of Bank AlJazira, is a Shariaa Compliant Saudi Closed Joint Stock company and operating under the regulatory supervision of the Capital Market Authority. AlJazira Capital is licensed to conduct securities business in all securities business as authorized by CMA, including dealing, managing, arranging, advisory, and custody. AlJazira Capital is the continuation of a long success story in the Saudi Tadawul market, having occupied the market leadership position for several years. With an objective to maintain its market leadership position, AlJazira Capital is expanding its brokerage capabilities to offer further value-added services, brokerage across MENA and International markets, as well as offering a full suite of securities business.

RATING TERMINOLOGY

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.

## Disclaimer

The purpose of producing this report is to present a general view on the company/economic sector/economic subject under research, and not to recommend a buy/sell/hold for any security or any other assets. Based on that, this report does not take into consideration the specific financial position of every investor and/or his/her risk appetite in relation to investing in the security or any other assets, and hence, may not be suitable for all clients depending on their financial position and their ability and willingness to undertake risks. It is advised that every potential investor seek professional advice from several sources concerning investment decision and should study the impact of such decisions on his/her financial/legal position and other concerns before getting into such investments or liquidate them partially or fully. The market of stocks, bonds, macroeconomic or microeconomic variables are of a volatile nature and could witness sudden changes without any prior warning, therefore, the investor in securities or other assets might face some unexpected risks and fluctuations. All the information, views and expectations and fair values or target prices contained in this report have been compiled or arrived at by Al-Jazira Capital from sources believed to be reliable, but Al-Jazira Capital has not independently verified the contents obtained from these sources and such information may be condensed or incomplete. Accordingly, no representation or warranty, express or implied, is made as to, and no reliance should be placed on the fairness, accuracy, completeness or correctness of the information and opinions contained in this report. Al-Jazira Capital shall not be liable for any loss as that may arise from the use of this report or its contents or otherwise arising in connection therewith. The past performance of any investment is not an indicator of future performance. Any financial projections, fair value estimates or price targets and statements regarding future prospects contained in this document may not be realized. The value of the security or any other assets or the return from them might increase or decrease. Any change in currency rates may have a positive or negative impact on the value/return on the stock or securities mentioned in the report. The investor might get an amount less than the amount invested in some cases. Some stocks or securities maybe, by nature, of low volume/trades or may become like that unexpectedly in special circumstances and this might increase the risk on the investor. Some fees might be levied on some investments in securities. This report has been written by professional employees in Al-Jazira Capital, and they undertake that neither them, nor their wives or children hold positions directly in any listed shares or securities contained in this report during the time of publication of this report, however, The authors and/or their wives/children of this document may own securities in funds open to the public that invest in the securities mentioned in this document as part of a diversified portfolio over which they have no discretion. This report has been produced independently and separately by the Research Division at Al-Jazira Capital and no party (in-house or outside) who might have interest whether direct or indirect have seen the contents of this report before its publishing, except for those whom corporate positions allow them to do so, and/or third-party persons/institutions who signed a non-disclosure agreement with Al-Jazira Capital. Funds managed by Al-Jazira Capital and its subsidiaries for third parties may own the securities that are the subject of this document. Al-Jazira Capital or its subsidiaries may own securities in one or more of the aforementioned companies, and/or indirectly through funds managed by third parties. The Investment Banking division of Al-Jazira Capital maybe in the process of soliciting or executing fee earning mandates for companies that is either the subject of this document or is mentioned in this document. One or more of Al-Jazira Capital board members or executive managers could be also a board member or member of the executive management at the company or companies mentioned in this report, or their associated companies. No part of this report may be reproduced whether inside or outside the Kingdom of Saudi Arabia without the written permission of Al-Jazira Capital. Persons who receive this report should make themselves aware, of and adhere to, any such restrictions. By accepting this report, the recipient agrees to be bound by the foregoing limitations.

Asset Management | Brokerage | Corporate Finance | Custody | Advisory

Head Office: King Fahad Road, P.O. Box: 20438, Riyadh 11455, Saudi Arabia, Tel: 011 2256000 - Fax: 011 2256068