



## Major Economic News

- Fitch Ratings said that it expects retail lending to remain a high-growth segment in KSA as banks' appetite of recent years remains high, largely driving credit growth for the sector. The rating agency added that this mitigates the impact of the pandemic on the banks' financial profiles, although some risks are emerging. (Source: Argaam)
- Saudi Arabia is still recording an increase in COVID-19 infections, with some governorates registering particular surge, as per Mohammed Al-Abd Al-Aali, spokesperson for the Ministry of Health. He added that the confirmed infections curve is passing through a "very critical" phase, which should be accompanied with more alertness and vigilance. (Source: Argaam)

## Major Corporate News

- Al Moammar Information Systems Co. signed an agreement with InTouch Health Co., part of Teladoc Health Group, a global leader in telemedicine technology. The service is expected to be launched in Q3-21. (Source: Argaam)
- Bupa Arabia for Cooperative Insurance Co. announced reaching a final settlement agreement with the General Authority for Zakat and Tax, concerning Zakat and income and withholding tax claims for the years FY08-16 and FY18, at a total value of SAR 120.1mn. (Source: Argaam)
- Dr. Sulaiman Al Habib Medical Group's board of directors recommended distributing a 6% cash dividend, at SAR 0.6 per share, for Q4-20. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange increased 0.7% to 9,086.0 on Sunday. The value traded stood at SAR 11.4bn (down 3.9% over previous day), while the advance-decline ratio stood at 116/68. The parallel market index decreased 1.3% to 27,096.3 points. The value traded stood at SAR 101.2mn (up 40.0% over previous day). Most sectors in the main market ended in the green. Software & Services and Pharma & Bio Tech (up 3.7% and 3.4%, respectively) advanced the most; Healthcare and Diversified Financials (down 0.5% and 0.4%, respectively) led the laggards.

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

Company	Q4-20	Q4-19	Y/Y %	Q3-20	Q/Q %
MIS	26.5	36.8	-28.0	22.5	17.9

## Top Gainers

Company	Price	Change%
SVCP	127.60	10.0
SAPTCO	23.32	10.0
KEC	15.44	10.0
SADR	384.20	10.0
ATHEEB TELECOM	19.50	9.9

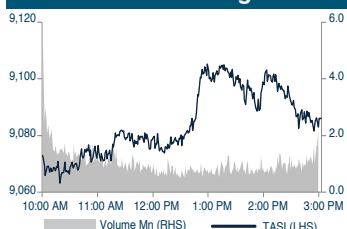
## Top Losers

Company	Price	Change%
UCA	24.92	-4.2
CHUBB	39.70	-1.7
ALUJAIN	48.50	-1.7
SABB TAKAFUL	30.40	-1.6
ALYAMAMAH STEEL	34.20	-1.6

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	9,086	9,108	9,062	0.7	4.6
NomuC	27,096	27,698	27,066	(1.3)	3.2

## TASI movement during session



## TASI P/E Ratios

P/E (Tadawul)	29.3
P/E (Bloomberg)	34.8
P/E*	42.6
P/E after exclusions*	41.1
P/E ex. loss-making comp.*	24.2
P/E: top 50 MCAP*	29.5

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,378	0.2	(0.2)	33.0
Materials	6,092	0.5	6.0	High
Capital Goods	7,138	1.3	9.2	Neg
Commercial Service	4,230	1.5	4.2	High
Transportation	5,248	2.5	8.4	Neg
Consumer Durables	6,262	2.3	9.4	Neg
Consumer Services	4,138	0.8	(3.1)	28.9
Media	10,431	(0.2)	2.1	39.7
Retailing	8,723	0.5	2.0	Neg
Food & Staples	10,706	0.5	1.6	33.9
Food & Beverages	5,349	0.6	(2.1)	29.5
Healthcare	5,852	(0.5)	3.5	35.4
Pharma & Bio Tech	5,284	3.4	2.2	Neg
Banks	8,107	1.0	6.8	18.9
Diversified Financials	4,682	(0.4)	1.9	Neg
Insurance	6,217	(0.2)	3.2	25.6
Telecom	7,414	0.7	7.5	23.2
Utilities	4,745	0.4	2.9	Neg
REITs	4,285	0.3	(0.0)	Neg
Real Estate	3,014	1.0	(0.2)	Neg
Software & Services	21,780	3.7	54.6	38.2

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
9,076	8,996	8,850	11.51

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	11.4	313.2	440.8
Previous week	66.3	2,061.8	2,521.6

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	84.20	1.0
Saudi Aramco	34.75	0.0
NCB	45.55	0.3
SABIC	103.00	1.0
STC	116.20	0.7



## Regional and International Markets

- Among other regional markets, Dubai decreased 0.3%, while Abu Dhabi increased 0.2%. Egypt and Bahrain rose 0.4% and 0.3%, respectively, while Qatar declined 0.1%. Meanwhile, Kuwait and Oman remained flat.
- US existing home sales rose 0.6% to an annual rate of 6.69mn in January compared with an increase of 0.9% to a revised rate of 6.65mn in December. Compared to the same month a year ago, existing home sales in January were up by 23.7%. (Source: RTT News)
- US initial jobless claims increased to 861,000 (consensus: 765,000), reflecting an increase of 13,000 from the previous week's revised level of 848,000. (Source: RTT News)
- Eurozone manufacturing PMI rose to a 36-month high of 57.7 (consensus: 54.3) in February versus 54.8 in the previous month. The services PMI fell to 44.7 (consensus: 45.9) from 45.4 a month ago. (Source: RTT News)
- UK retail sales volume decreased 8.2% M/M (consensus: a decline of 2.5%) in January, as against a 0.4% rise in December. All sectors saw a monthly decline in volume sales in January except for non-store retailers and food stores. (Source: RTT News)

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	90.4	0.0	-0.2	0.5
Euro	1.21	0.0	-0.2	-0.8
Japanese Yen	105.4	0.0	0.7	2.1
Sterling Pound	1.40	0.0	2.3	2.5
Chinese Yuan	6.46	0.0	0.5	-1.1
Indian Rupee	72.6	0.0	-0.4	-0.7
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	0.0	0.0
Bahraini Dinar	0.38	-0.1	0.0	0.0
Egyptian Pound	15.59	-0.1	-0.4	-0.6

## Corporate Calendar

Date	Company	Event
25 <sup>th</sup> Feb	ALYAMAMAH STEEL	Cash Dividend Distribution
28 <sup>th</sup> Feb	SVCP	EGM
01 <sup>st</sup> Mar	NCB	EGM
01 <sup>st</sup> Mar	SAMBA	EGM
03 <sup>rd</sup> Mar	ASLAK	Cash Dividend Distribution
03 <sup>rd</sup> Mar	APC	EGM

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,568	-0.3	-3.2	3.1	21.1
Abu Dhabi (ADX)	5,657	0.2	1.1	12.1	16.3
Kuwait (KSE)	4,661	0.0	-1.7	2.4	14.6
Qatar (QE)	10,267	-0.1	-2.0	-1.6	17.6
Oman (MSM)	3,566	0.0	-2.4	-2.5	9.1
Bahrain (BSE)	1,486	0.3	1.6	-0.3	9.1
Egypt (EGX30)	11,426	0.4	-1.0	5.4	9.1

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	31,494	0.0	5.0	2.9	24.2
Nasdaq	13,874	0.0	6.1	7.7	36.3
S&P 500	3,907	0.0	5.2	4.0	29.9
FTSE 100	6,624	0.0	3.4	2.5	17.4
Germany DAX 30	13,993	0.0	4.2	2.0	22.9
France CAC 40	5,774	0.0	6.9	4.0	52.9
Japan Nikkei 225	30,018	0.0	8.5	9.4	25.5
Russia MICEX	3,458	0.0	5.5	5.1	13.6
Hong Kong Hang Seng	30,645	0.0	8.3	12.5	16.4
South Korea KOSPI	3,108	0.0	4.4	8.1	29.8
China Shanghai Composite	3,696	0.0	6.1	6.4	15.3
Australia ASX 200	6,794	0.0	2.8	3.1	23.1
India Sensex	50,890	0.0	9.9	6.6	31.6
MSCI EM	1,430	0.0	7.6	10.7	26.6
MSCI World	2,806	0.0	5.4	4.3	34.6

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	62.0	0.0	13.3	24.2
Brent Crude (\$/bbl)	62.9	0.0	12.6	21.4
Texas crude (\$/bbl)	59.2	0.0	13.5	22.1
Natural Gas (\$/mmbtu)	3.07	0.0	19.7	20.9
Gold (\$/oz)	1,784	0.0	-3.4	-6.0
Silver (\$/oz)	27.2	0.0	0.8	3.2
Steel (\$/ton)	1,162	0.0	1.1	15.6
Iron Ore (CNY/MT)	1,160	0.0	-2.0	7.5
Wheat (\$/bu)	651	0.0	-1.8	1.6
Corn (\$/bu)	543	0.0	-0.8	12.1
Sugar (\$/lb)	17.8	0.0	12.4	14.8
SMP* (EUR/MT)	2,388	0.0	0.5	7.3

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.182	0.0	-2.0	-5.6
Saudi Arabia(SAIBOR)	0.805	-0.1	-1.0	-1.3
UAE (EIBOR)	0.329	0.5	-1.1	-18.4
Qatar (QIBOR)	1.035	2.5	8.5	-8.6
Bahrain (BHIBOR)	2.067	0.0	-13.3	-18.3

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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