



Major Economic News

- The Ministry of Finance finalized the disbursement procedures for all payment orders received from the public and private sector with a total value of SAR 1.0tn in FY20. Expenditure for the public sector amounted to SAR 764.6bn, while the same for the private sector reached SAR 251.8bn. (Source: Argaam)

Major Corporate News

- Saudi Basic Industries Corp. expects its share in value creation and synergy with Saudi Aramco to range between USD 1.5bn-1.8bn (SAR 5.6-6.8bn) by FY25. (Source: Argaam)
- Yanbu Cement Co.'s board of directors recommended 36.5% capital cut to SAR 1.0bn from SAR 1.6bn through writing off shares, as the company had excess capital. (Source: Argaam)
- Alkhorayef Water and Power Technologies Co. launched the book-building process for its IPO. The book-building process will run through February 09. The company will offer 7.5mn shares or 30% of its capital to institutional investors during the book-building process. The IPO price range was set between SAR 62 and SAR 72 per share. (Source: Argaam)
- Saudi Industrial Investment Group announced the shutdown of Jubail Chevron Phillips facility for a 41-day scheduled maintenance and catalyst replacement, as of February 01, 2021. The relevant financial impact will likely reflect on Q1-21 results. Additionally, the regular maintenance works of the company's Saudi Chevron Phillips facility will take place in Q4-21 for 26 days. (Source: Argaam)

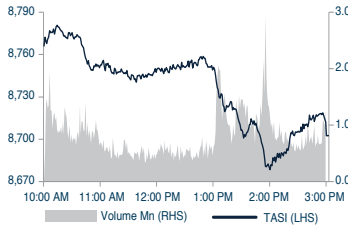
Market Analysis

- The Saudi Stock Exchange decreased 1.2% to 8,702.6 on Sunday. The value traded stood at SAR 9.7bn (up 50.5% over previous day), while the advance-decline ratio stood at 33/162. The parallel market index decreased 3.0% to 25,139.6 points. The value traded stood at SAR 35.5mn (up 106.6% over previous day). Most sectors in the main market ended in the red. Software & Services and Consumer Durables (up 2.8% and 0.9%, respectively) advanced the most; Consumer Services and Transportation (down 2.0% and 1.8%, respectively) led the laggards.

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	8,703	8,781	8,678	(1.2)	0.1
NomuC	25,140	26,072	25,140	(3.0)	(4.2)

TASI movement during session



TASI P/E Ratios

P/E (Tadawul)	29.0
P/E (Bloomberg)	34.8
P/E*	42.2
P/E after exclusions*	40.7
P/E ex. loss-making comp.*	23.3
P/E: top 50 MCAP*	28.6

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,325	(0.4)	(1.2)	32.9
Materials	5,844	(1.5)	1.7	High
Capital Goods	6,674	(0.8)	2.1	Neg
Commercial Service	4,113	(1.6)	1.3	High
Transportation	4,840	(1.8)	(0.1)	Neg
Consumer Durables	6,039	0.9	5.5	Neg
Consumer Services	4,079	(2.0)	(4.5)	28.5
Media	9,941	(0.0)	(2.7)	37.8
Retailing	8,649	(1.2)	1.1	Neg
Food & Staples	10,455	(1.1)	(0.8)	33.6
Food & Beverages	5,266	(0.6)	(3.6)	29.4
Healthcare	5,772	(1.0)	2.1	34.8
Pharma & Bio Tech	5,013	(1.4)	(3.1)	Neg
Banks	7,557	(1.5)	(0.4)	17.7
Diversified Financials	4,482	(1.1)	(2.5)	Neg
Insurance	5,943	(1.5)	(1.4)	24.4
Telecom	7,201	(0.6)	4.4	22.7
Utilities	4,724	(1.3)	2.5	Neg
REITs	4,283	(0.4)	(0.1)	Neg
Real Estate	2,957	(1.2)	(2.1)	Neg
Software & Services	15,102	2.8	7.2	26.4

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
8,786	8,837	8,819	7.64

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	9.7	251.2	401.3
Previous week	28.4	834.2	1,270.9

Top Weighted Companies

Company	Price	Change%
Al Rajhi	72.30	-1.0
Saudi Aramco	34.65	-0.3
NCB	42.05	-2.4
SABIC	100.80	-1.8
STC	112.80	-0.4

Earnings update (Net Profit) (SAR mn)

Company	Q4-20	Q4-19	Y/Y %	Q3-20	Q/Q %
United Wire Factories Co.	17.0	4.9	246.9	17.8	-4.5

Top Gainers

Company	Price	Change%
HB	105.00	10.0
ALKATHIRI	101.60	9.8
ZOUJAJ	32.15	6.5
OASIS	88.50	5.4
YSCC	32.30	4.5

Top Losers

Company	Price	Change%
BURUJ	25.00	-3.5
ALHKAIR GROUP	21.36	-3.4
SOLIDARITY	15.60	-3.4
SEERA	17.54	-3.2
ALKHALEEJ	20.86	-3.2



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi decreased 1.6% and 0.9%, respectively. Kuwait, Bahrain and Oman rose 1.1%, 0.4% and 0.1%, respectively; while Qatar and Egypt declined 0.7% and 0.3%, respectively.
- US personal income increased 0.6% in December (a rise of 0.1%) compared to a downwardly revised 1.3% decline in November. Disposable personal income also increased by 0.6% in December after falling by 1.5% in November. The growth in personal income primarily reflected increases in government social benefits, compensation, and personal dividend income. (Source: Econoday, RTT News)
- US initial jobless claims dropped to 847,000 (consensus: 875,000), representing a fall of 67,000 from the previous week's revised level of 914,000. (Source: Econoday, RTT News)
- US new home sales rose to an annual rate of 842,000 in December (consensus: 871,000) compared with prior revised growth of 829,000 in November. (Source: Econoday, RTT News)
- Japan's industrial production fell by 1.6% M/M in December (consensus: a decline of 1.5%) compared to a fall of 0.5% in November. On Y/Y basis, industrial production dropped 3.2% (consensus: a decline of 3.3%) versus a fall of 3.9% in the previous month. (Source: RTT News)

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	90.6	0.0	0.7	0.7
Euro	1.21	0.0	-0.6	-0.6
Japanese Yen	104.7	0.0	1.4	1.4
Sterling Pound	1.37	0.0	0.2	0.2
Chinese Yuan	6.43	0.0	-1.5	-1.5
Indian Rupee	72.9	0.0	-0.2	-0.2
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	-0.4	-0.4
Omani Rial	0.38	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	0.0	0.0
Egyptian Pound	15.66	0.0	-0.2	-0.2

Corporate Calendar

Date	Company	Event
03 rd Feb	HB	OGM
09 th Feb	ALBABTAIN	Cash Dividend Distribution
14 th Feb	DERAYAH REIT	Cash Dividend Distribution
15 th Feb	ALYAMAMAH STEEL	OGM
17 th Feb	HCC	EGM
04 th Mar	ALJOUF	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,654	-1.6	6.5	6.5	13.0
Abu Dhabi (ADX)	5,593	-0.9	10.9	10.9	16.5
Kuwait (KSE)	4,741	1.1	4.2	4.2	17.7
Qatar (QE)	10,474	-0.7	0.4	0.4	17.6
Oman (MSM)	3,653	0.1	-0.2	-0.2	9.1
Bahrain (BSE)	1,463	0.4	-1.8	-1.8	9.1
Egypt (EGX30)	11,546	-0.3	6.5	6.5	8.6

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	29,983	0.0	-2.0	-2.0	22.6
Nasdaq	13,071	0.0	1.4	1.4	33.9
S&P 500	3,714	0.0	-1.1	-1.1	28.8
FTSE 100	6,407	0.0	-0.8	-0.8	16.9
Germany DAX 30	13,433	0.0	-2.1	-2.1	23.9
France CAC 40	5,399	0.0	-2.7	-2.7	57.7
Japan Nikkei 225	27,663	0.0	0.8	0.8	27.8
Russia MICEX	3,277	0.0	-0.4	-0.4	13.0
Hong Kong Hang Seng	28,284	0.0	3.9	3.9	15.5
South Korea KOSPI	2,976	0.0	3.6	3.6	29.6
China Shanghai Composite	3,483	0.0	0.3	0.3	14.4
Australia ASX 200	6,607	0.0	0.3	0.3	22.3
India Sensex	46,286	0.0	-3.1	-3.1	28.3
MSCI EM	1,330	0.0	3.0	3.0	25.3
MSCI World	2,662	0.0	-1.1	-1.1	32.9

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	54.7	0.0	9.7	9.7
Brent Crude (\$/bbl)	55.9	0.0	7.9	7.9
Texas crude (\$/bbl)	52.2	0.0	7.6	7.6
Natural Gas (\$/mmbtu)	2.56	0.0	1.0	1.0
Gold (\$/oz)	1,848	0.0	-2.7	-2.7
Silver (\$/oz)	27.0	0.0	2.4	2.4
Steel (\$/ton)	1,149	0.0	14.3	14.3
Iron Ore (CNY/MT)	1,184	0.0	9.7	9.7
Wheat (\$/bu)	663	0.0	3.5	3.5
Corn (\$/bu)	547	0.0	13.0	13.0
Sugar (\$/lb)	15.8	0.0	2.2	2.2
SMP* (EUR/MT)	2,375	0.0	6.7	6.7

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.205	0.0	-3.3	-3.3
Saudi Arabia(SAIBOR)	0.815	-0.1	-0.3	-0.3
UAE (EIBOR)	0.340	-6.1	-17.2	-17.2
Qatar (QIBOR)	0.950	-0.1	-17.0	-17.0
Bahrain (BHIBOR)	2.200	0.0	-5.0	-5.0

Data Sources: Tadawul, Bloomberg, Reuters

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

Updated as of January 31, 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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