



Major Economic News

- Crown Prince Mohammed bin Salman launched the Historic Jeddah revival project as part of the historic Jeddah development program, which aims to redevelop the area to become an attractive center for business and cultural projects, and a destination for entrepreneurs. (Source: Argaam)
- A total of 107,000 MSMEs deferred SAR 174bn in payments in line with SAMA's deferred payment program, according to Fahad Alshathri, Deputy Governor for Supervision. (Source: Argaam)

Major Corporate News

- Zain KSA announced that the board of directors approved the non-binding offers received from PIF, Prince Saud bin Fahad bin Abdulaziz, and Sultan Holding Co., to acquire 60%, 10%, and 10% stakes, respectively, in its tower infrastructure. The offers valued the 8,069 Zain KSA towers at SAR 3,026mn (USD 807mn). (Source: Argaam)
- Zain KSA announced that it had not reached an agreement regarding the consortium formed to acquire the telecom towers, together owned with Etihad Etisalat Co. The previously announced consortium will be dissolved. (Source: Argaam)
- Minister of Transport, Saleh bin Nasser Al-Jasser, announced that Saudi Basic Industries Corp. and Saudi Railways Co. signed a 25-year agreement to transport polymers from factories to ships directly via railways. (Source: Argaam)
- Alkhorayef Water and Power Technologies Co. signed nine agreements worth SAR 316.6mn with National Water Co. to install new water and wastewater connections in nine regions and sectors across the Kingdom. The agreements are valid for 36 months. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 0.6% to 11,407.9. The value traded stood at SAR 7.5bn (down 0.7% over previous day), while the advance-decline ratio stood at 121/67. The parallel market index decreased 0.3% to 25,338.8 points. The value traded stood at SAR 40.9mn (down 55.1% over previous day). Most sectors in the main market ended in the green. Media and Commercial Service (up 2.7% and 1.5%, respectively) advanced the most; Pharma & Bio Tech and Utilities (down 0.6% and 0.5%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
SADR	402.00	10.0
ALAHLI REIT 1	13.98	7.4
ZAMIL INDUST	40.25	4.4
FIPCO	71.50	3.8
PETRO RABIGH	26.55	3.7

Top Losers

Company	Price	Change%
ATHEEB TELECOM	33.00	-2.8
BATIC	43.05	-2.2
TCC	22.10	-2.0
ARAB SEA	154.80	-1.7
GULF GENERAL	17.10	-1.6

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,408	11,408	11,333	0.6	31.3
NomuC	25,339	25,492	25,172	(0.3)	(3.5)

TASI movement during session



TASI Ratios

P/E* (x)	28.0
Price-to-Book (x)	2.5
Dividend Yield (%)	1.8
Return on Equity (%)	16.8

Source: Argaam
* Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,558	0.1	3.2	25.7
Materials	7,505	0.5	30.6	24.4
Capital Goods	9,158	0.2	40.1	High
Commercial Service	4,616	1.5	13.7	Neg
Transportation	6,360	0.0	31.3	Neg
Consumer Durables	8,316	0.4	45.3	High
Consumer Services	5,206	0.5	22.0	Neg
Media	21,072	2.7	106.3	High
Retailing	11,006	0.1	28.6	48.2
Food & Staples	10,126	0.2	(3.9)	40.7
Food & Beverages	5,792	0.2	6.0	38.6
Healthcare	8,247	0.5	45.9	43.8
Pharma & Bio Tech	6,939	(0.6)	34.2	High
Banks	11,204	1.0	47.6	21.7
Diversified Financials	7,701	(0.3)	67.6	High
Insurance	7,215	0.6	19.7	44.4
Telecom	8,476	1.0	22.9	25.4
Utilities	6,270	(0.5)	36.0	8.7
REITs	5,095	1.2	18.9	Neg
Real Estate	3,586	0.2	18.7	Neg
Software & Services	29,131	(0.1)	106.7	High

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
11,339	11,255	11,263	7.03

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	15.0	388.6	631.3
Previous week	32.2	858.9	1,417.5

Top Weighted Companies

Company	Price	Change%
Al Rajhi	122.00	1.2
SNB	61.80	1.1
Saudi Aramco	35.10	0.0
SABIC	122.80	0.3
STC	136.00	1.0



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi decreased 0.2% and 0.1%, respectively. Egypt and Bahrain declined 0.3% and 0.1%, respectively. Meanwhile, Kuwait, Qatar and Oman remained flat.
- Eurozone's investor confidence index fell to 19.6 in September (consensus: 19.7) from 22.2 in the previous month. (Source: RTT News)
- UK's construction sector growth decelerated in August due to the impact of restricted supply of materials and transport on overall activity. The construction sector PMI fell to 55.2 in August from 58.7 in July. (Source: RTT News)
- China's exports surged 25.6% Y/Y in August (consensus: 17.1% rise) compared to an increase 19.3% in July. The rise in export was driven by strong global demand. (Source: CNBC, Reuters)
- Oil prices decreased 0.5%, as Saudi Arabia reduced crude contract prices for Asia significantly, reviving concerns over the demand outlook.
- Gold prices fell 0.2% amid doubts over US Federal Reserve's asset tapering.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	92.0	0.0	-0.6	2.3
Euro	1.19	-0.1	0.5	-2.8
Japanese Yen	109.8	0.1	-0.2	6.4
Sterling Pound	1.38	-0.2	0.6	1.2
Chinese Yuan	6.45	0.0	-0.1	-1.1
Indian Rupee	73.1	0.1	0.2	0.1
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	-1.2	-1.3	0.0
Kuwaiti Dinar	0.30	0.0	-0.1	-1.2
Omani Rial	0.38	0.1	0.0	0.1
Bahraini Dinar	0.38	0.0	0.0	0.1
Egyptian Pound	15.67	0.0	0.1	-0.1

Corporate Calendar

Date	Company	Event
07 th Sep	QACCO	Cash Dividend Distribution
07 th Sep	EIC	OGM
08 th Sep	CHEMICAL	OGM
15 th Sep	MIS	Cash Dividend Distribution
15 th Sep	SWICORP WABEL REIT	OGM
15 th Sep	ARDCO	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,907	-0.2	0.2	16.7	21.5
Abu Dhabi (ADX)	7,628	-0.1	-0.7	51.2	21.1
Kuwait (KSE)	5,511	0.0	0.1	21.0	15.0
Qatar (QE)	11,065	0.0	-0.3	6.0	16.1
Oman (MSM)	3,971	0.0	0.1	8.5	10.4
Bahrain (BSE)	1,659	-0.1	0.8	11.4	12.9
Egypt (EGX30)	11,064	-0.3	-0.7	2.0	8.5

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	35,369	0.0	0.0	15.6	21.7
Nasdaq	15,364	0.0	0.7	19.2	32.2
S&P 500	4,535	0.0	0.3	20.7	27.0
FTSE 100	7,187	0.7	0.9	11.2	14.8
Germany DAX 30	15,932	1.0	0.6	16.1	15.2
France CAC 40	6,744	0.8	0.9	21.5	23.2
Japan Nikkei 225	29,660	1.8	5.6	8.1	15.9
Russia MOEX	4,028	0.7	2.8	22.5	9.7
Hong Kong Hang Seng	26,164	1.0	1.1	-3.9	12.4
South Korea KOSPI	3,203	0.1	0.1	11.5	16.7
China Shanghai Composite	3,622	1.1	2.2	4.3	11.7
Australia ASX 200	7,529	0.1	-0.1	14.3	18.1
India Sensex	58,297	0.3	1.3	22.1	28.0
MSCI EM	1,324	0.6	1.2	2.6	16.6
MSCI World	3,170	0.2	0.9	17.8	24.6

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	72.7	-2.1	0.7	45.7
Brent Crude (\$/bbl)	72.2	-0.5	-1.1	39.4
Texas crude (\$/bbl)	69.3	0.0	1.2	42.8
Natural Gas (\$/mmbtu)	4.71	0.0	7.7	85.6
Gold (\$/oz)	1,823	-0.2	0.5	-4.0
Silver (\$/oz)	24.7	-0.1	3.3	-6.4
Steel (\$/ton)	1,941	0.0	-0.2	93.1
Iron Ore (CNY/MT)	887	-1.7	-5.0	-17.8
Wheat (\$/bu)	715	0.0	1.1	11.6
Corn (\$/bu)	508	0.0	-4.9	5.0
Sugar (\$/lb)	19.6	0.0	-1.1	26.7
SMP* (EUR/MT)	2,580	0.0	0.8	16.0

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.116	-0.2	-0.4	-12.3
Saudi Arabia (SAIBOR)	0.796	0.0	0.0	-2.2
UAE (EIBOR)	0.399	3.3	3.7	-11.3
Qatar (QIBOR)	1.030	-2.0	1.1	-9.1
Bahrain (BHIBOR)	1.567	0.0	0.0	-68.3

Data Sources: Tadawul, Bloomberg, Reuters

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

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RESEARCH
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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.

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