



Major Economic News

- The Saudi health insurance sector's aggregate GWPs rose 8% to about SAR 5.1bn in Q2-21, compared to SAR 4.7bn in Q2-20. Net earned premiums rose to SAR 5.6bn in Q2-21 from SAR 5.2bn in Q2-20. (Source: Argaam)
- The number of workers in the accommodation and food services activities sector dropped by 11% or 46,000 Q/Q to 386,400 in Q1-21. The number of Saudis working in the sector declined 13% to 78,300, accounting for 20% of the industry's total workforce in Q1-21. (Source: Argaam)

Major Corporate News

- Alkhorayef Water and Power Technologies Co. bagged operation and maintenance contract for Uglat Alsugoor and Dariyah governorates, as well as Al-Qassim Province's villages and centers, from the Ministry of Environment, Water and Agriculture. The contract, valued at SAR 34mn, has a term of 36 months. (Source: Argaam)
- Arabian Centres Co. announced the opening of Jeddah Park Centre, located on Prince Mohammed bin Abdulaziz Road in Jeddah. The Jeddah Park, the company's 22nd center, has a gross leasable area of 126,500 sq.m and contains over 350 stores. (Source: Argaam)
- Savola Group announced the completion of the first tranche of its share buyback. The company repurchased 349,100 out of 1.2mn shares at SAR 39.89 each for a total value of SAR 13.9mn. (Source: Argaam)
- Development Works Food Co.'s board of directors approved its transition from the Nomu - Parallel Market to the main market. The move is subject to the approval of OGM and the Saudi Exchange, in addition to fulfilling other market requirements. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 0.7% to 11,342.9 on Sunday. The value traded stood at SAR 7.1bn (down 5.0% over previous day), while the advance-decline ratio stood at 44/145. The parallel market index decreased 1.2% to 25,343.6 points. The value traded stood at SAR 83.7mn (up 58.5% over previous day). Most sectors in the main market ended in the red. Commercial Service and Insurance (up 1.8% and 0.2%, respectively) advanced the most; Food & Staples and Software & Services (down 1.6% and 1.4%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
SADR	430.00	7.0
SHARQIYAH DEV	116.00	6.4
SABIC AGRI-NUTRIENTS	140.00	5.4
ATHEEB TELECOM	34.00	3.5
CATERING	88.50	3.3

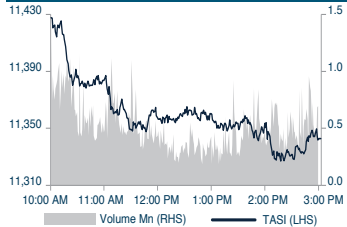
Top Losers

Company	Price	Change%
ARDCO	30.00	-4.3
MIS	170.20	-2.3
A.OTHAIM MARKET	114.20	-2.2
NAMA CHEMICALS	45.90	-2.1
DALLAH HEALTH	72.70	-2.0

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,343	11,428	11,326	(0.7)	30.5
NomuC	25,344	25,662	24,731	(1.2)	(3.4)

TASI movement during session



TASI Ratios

P/E* (x)	27.9
Price-to-Book (x)	2.4
Dividend Yield (%)	1.8
Return on Equity (%)	16.8

Source: Argaam
* Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,528	(0.0)	2.6	25.6
Materials	7,534	(0.3)	31.1	24.6
Capital Goods	8,902	(1.1)	36.2	High
Commercial Service	4,727	1.8	16.4	Neg
Transportation	6,317	(0.7)	30.4	Neg
Consumer Durables	8,292	(0.4)	44.9	High
Consumer Services	5,137	(0.6)	20.3	Neg
Media	20,378	(1.3)	99.5	High
Retailing	10,930	(0.3)	27.7	47.7
Food & Staples	9,918	(1.6)	(5.9)	40.1
Food & Beverages	5,798	0.1	6.1	38.6
Healthcare	7,976	(1.1)	41.1	42.5
Pharma & Bio Tech	6,623	(0.8)	28.1	High
Banks	11,142	(1.0)	46.8	21.5
Diversified Financials	7,765	(0.7)	69.0	High
Insurance	7,181	0.2	19.2	44.2
Telecom	8,318	(1.1)	20.6	24.9
Utilities	6,113	(1.0)	32.6	8.5
REITs	5,012	(0.4)	17.0	Neg
Real Estate	3,587	(0.7)	18.8	Neg
Software & Services	28,516	(1.4)	102.4	High

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
11,408	11,358	11,279	7.12

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	7.1	159.5	302.2
Previous week	36.8	937.4	1,538.9

Top Weighted Companies

Company	Price	Change%
Al Rajhi	122.40	-1.1
SNB	60.70	-1.0
Saudi Aramco	34.95	0.0
SABIC	122.40	-1.1
STC	133.40	-1.5



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi decreased 0.4% and 0.5%, respectively. Oman rose 0.1%, while Qatar, Egypt and Bahrain declined 0.2% each. Meanwhile, Kuwait remained flat.
- According to Baker Hughes, North America's rig count decreased to 646 in the week ended September 10 from 649 earlier. The rig count rose to 503 in the US from 497 earlier, while remained unchanged at 4 in the Gulf of Mexico. The rig count in Canada fell to 143 from 152 earlier. (Source: Baker Hughes)
- According to EIA, oil inventories in the US fell 1.5mn barrels to 429.3mn in the week ended September 03. Gasoline inventories decreased 7.2mn barrels to 220.0mn, while distillate inventories declined 3.1mn barrels to 133.6mn. (Source: EIA)
- US initial jobless claims dropped to 310,000 (consensus: 335,000), representing a fall of 35,000 from the previous week's revised level of 345,000. (Source: RTT News)
- UK's GDP expanded 0.1% in July (consensus: 0.6% growth) compared to an increase of 1.0% in June. The output remained 2.1% below its pre-Covid-19 level. In three months to July, GDP grew 3.6% (consensus: 3.8% growth).

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	92.6	0.0	0.0	2.9
Euro	1.18	0.0	0.1	-3.3
Japanese Yen	109.9	0.0	-0.1	6.5
Sterling Pound	1.38	0.0	0.6	1.2
Chinese Yuan	6.44	0.0	-0.3	-1.2
Indian Rupee	73.5	0.0	0.8	0.7
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.67	0.0	-0.6	0.8
Kuwaiti Dinar	0.30	-0.1	-0.1	-1.2
Omani Rial	0.38	0.0	0.0	0.1
Bahraini Dinar	0.38	0.0	0.0	0.1
Egyptian Pound	15.66	0.0	0.1	-0.2

Corporate Calendar

Date	Company	Event
15 th Sep	MIS	Cash Dividend Distribution
15 th Sep	SWICORP WABEL REIT	OGM
16 th Sep	Baazeem	EGM
16 th Sep	ABO MOATI	OGM
19 th Sep	AWPT	Cash Dividend Distribution
19 th Sep	BATIC	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,897	-0.4	-0.2	16.3	21.4
Abu Dhabi (ADX)	7,820	-0.5	1.8	55.0	21.7
Kuwait (KSE)	5,561	0.0	1.0	22.2	15.2
Qatar (QE)	11,079	-0.2	-0.1	6.2	16.1
Oman (MSM)	3,964	0.1	-0.1	8.3	10.3
Bahrain (BSE)	1,666	-0.2	1.3	11.9	13.0
Egypt (EGX30)	11,037	-0.2	-1.0	1.8	8.3

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	34,608	0.0	-2.1	13.1	21.3
Nasdaq	15,115	0.0	-0.9	17.3	31.7
S&P 500	4,459	0.0	-1.4	18.7	26.6
FTSE 100	7,029	0.0	-1.3	8.8	14.5
Germany DAX 30	15,610	0.0	-1.4	13.8	14.9
France CAC 40	6,664	0.0	-0.2	20.0	22.9
Japan Nikkei 225	30,382	0.0	8.2	10.7	16.2
Russia MOEX	4,003	0.0	2.1	21.7	8.9
Hong Kong Hang Seng	26,206	0.0	1.3	-3.8	12.3
South Korea KOSPI	3,126	0.0	-2.3	8.8	16.3
China Shanghai Composite	3,703	0.0	4.5	6.6	12.0
Australia ASX 200	7,407	0.0	-1.7	12.4	17.8
India Sensex	58,305	0.0	1.3	22.1	27.9
MSCI EM	1,309	0.0	0.0	1.4	16.3
MSCI World	3,122	0.0	-0.6	16.1	24.3

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	73.6	0.0	1.9	47.4
Brent Crude (\$/bbl)	72.9	0.0	-0.1	40.8
Texas crude (\$/bbl)	69.7	0.0	1.8	43.7
Natural Gas (\$/mmbtu)	4.94	0.0	12.8	94.5
Gold (\$/oz)	1,788	0.0	-1.4	-5.9
Silver (\$/oz)	23.7	0.0	-0.7	-10.0
Steel (\$/ton)	1,927	0.0	-0.9	91.7
Iron Ore (CNY/MT)	832	0.0	-10.9	-22.9
Wheat (\$/bu)	675	0.0	-4.5	5.4
Corn (\$/bu)	503	0.0	-5.9	3.9
Sugar (\$/lb)	18.8	0.0	-5.3	21.3
SMP* (EUR/MT)	2,610	0.0	2.0	17.3

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.114	0.0	-0.6	-12.4
Saudi Arabia (SAIBOR)	0.797	0.0	0.1	-2.0
UAE (EIBOR)	0.364	-3.7	0.2	-14.8
Qatar (QIBOR)	1.138	-1.3	11.9	1.7
Bahrain (BHIBOR)	1.558	0.0	-0.8	-69.2

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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