



## Major Economic News

- The value of Saudi Arabia's real estate transactions grew by 19% to nearly SAR 15.6bn in August-September 2021 compared to SAR 13.1bn in the same period last year. The real estate deals rose by 32% or SAR 3.8bn M/M. (Source: Argaam)
- Minister of Environment Water and Agriculture, Abdulrahman bin Abdulmohsen Al Fadley signed agreements for Buraydah 2, Tabuk 2 and Al Madinah 3 independent sewage treatment plants. (Source: Argaam)

## Major Corporate News

- Shareholders of Emaar The Economic City approved the board's recommendation on increasing capital through converting SAR 2.8bn debt owed by the company to PIF. (Source: Argaam)
- Musharaka Capital, the fund manager of Musharaka REIT Fund, announced that it completed the legal and regulatory procedures concerning the acquisition of Gardino Hotel, located on Takhassusi Street, Olaya district, Riyadh. The acquisition was made for SAR 85.5mn, totally financed by Sharia-compliant credit facility. (Source: Argaam)
- Saudi Real Estate Refinance Co., wholly-owned by PIF, signed a partnership agreement with Banque Saudi Fransi to refinance part of its housing finance portfolio. (Source: Argaam)
- Saudi Arabia's Social Development Bank awarded a contract to Al Rajhi Company for Cooperative Insurance (Al Rajhi Takaful) to provide life and motor insurance services for its loan portfolio. The contract value may exceed 5% of Al Rajhi Takaful's total sales for FY20. The company expects the contract to have an impact on FY21 financials. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange increased 0.7% to 11,352.9 on Sunday. The value traded stood at SAR 6.0bn (up 22.3% over previous day), while the advance-decline ratio stood at 115/71. The parallel market index decreased 0.8% to 24,944.2 points. The value traded stood at SAR 35.0mn (down 40.1% over previous day). Most sectors in the main market ended in the green. Materials and Media (up 2.5% and 1.7%, respectively) advanced the most; Diversified Financials and Telecom (down 1.2% and 1.0%, respectively) led the laggards.

## Top Gainers

Company	Price	Change%
NAJRAN CEMENT	22.06	7.4
TASNEE	22.52	5.7
SIPCHEM	40.65	5.2
TAPRCO	52.50	5.1
CHEMANOL	36.30	4.6

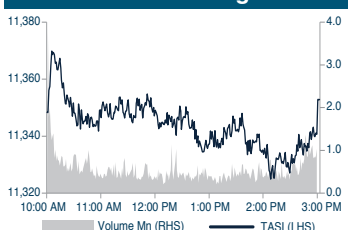
## Top Losers

Company	Price	Change%
KINGDOM	10.92	-3.9
MEPCO	42.70	-2.1
ALAKARIA	23.16	-1.8
SAVOLA GROUP	38.10	-1.6
SHARQIYAH DEV	108.40	-1.5

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,353	11,371	11,323	0.7	30.6
NomuC	24,944	25,177	24,805	(0.8)	(5.0)

## TASI movement during session



## TASI Ratios

P/E* (x)	27.4
Price-to-Book (x)	2.4
Dividend Yield (%)	1.8
Return on Equity (%)	16.9

Source: Argaam  
\* Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,567	0.4	3.3	25.7
Materials	7,886	2.5	37.2	25.6
Capital Goods	9,035	0.9	38.2	High
Commercial Service	4,747	(0.1)	16.9	Neg
Transportation	6,199	0.7	28.0	Neg
Consumer Durables	8,200	0.9	43.3	High
Consumer Services	5,114	0.7	19.8	Neg
Media	20,232	1.7	98.0	High
Retailing	10,893	0.3	27.3	47.5
Food & Staples	9,860	(0.4)	(6.4)	40.1
Food & Beverages	5,709	(0.4)	4.5	38.1
Healthcare	7,859	0.2	39.0	42.0
Pharma & Bio Tech	6,392	(0.4)	23.6	High
Banks	11,019	0.6	45.2	21.2
Diversified Financials	7,703	(1.2)	67.6	High
Insurance	6,889	(0.2)	14.3	39.8
Telecom	8,063	(1.0)	16.9	24.1
Utilities	6,105	0.3	32.4	8.5
REITs	4,962	0.3	15.8	Neg
Real Estate	3,534	(0.4)	17.0	Neg
Software & Services	28,333	(0.8)	101.1	High

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
11,333	11,360	11,351	6.95

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	6.0	169.4	243.8
Previous week	24.1	684.9	1,076.9

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	121.80	0.7
SNB	60.20	0.7
Saudi Aramco	35.10	0.4
SABIC	125.20	2.5
STC	129.00	-1.2



## REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi decreased 0.3% and 0.6%, respectively. Qatar rose 0.6%, while Kuwait and Egypt gained 0.1% each. Bahrain declined 0.3%. Meanwhile, Oman remained flat.
- US initial jobless claims rose to 351,000 (consensus: 320,000), representing an increase of 16,000 from the previous week's revised level of 335,000. (Source: RTT News)
- US new home sales grew 1.5% to an annual rate of 740,000 in August (consensus: 700,000) compared to an increase 6.4% to an upwardly revised rate of 729,000 in July. (Source: RTT News)
- The Bank of England cautioned that inflation is expected peak above 4% in the winter. The bank also added that the case for higher interest rates is "appeared to have strengthened". (Source: RTT News)
- Japan's CPI fell 0.4% Y/Y in August (consensus: a decrease of 0.3%) compared to a decline of 0.3% July. Core CPI, which exclude volatile food costs, was unchanged Y/Y (in line with consensus) versus 0.2% decrease in the previous month. (Source: RTT News)

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	93.3	0.0	0.8	3.8
Euro	1.17	0.0	-0.8	-4.1
Japanese Yen	110.7	0.0	0.6	7.2
Sterling Pound	1.37	0.0	-0.5	0.1
Chinese Yuan	6.47	0.0	0.1	-0.9
Indian Rupee	73.8	0.0	1.2	1.1
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.66	-0.2	-0.8	0.6
Kuwaiti Dinar	0.30	0.0	0.1	-1.0
Omani Rial	0.38	0.0	0.0	0.1
Bahraini Dinar	0.38	0.0	0.0	0.1
Egyptian Pound	15.65	0.0	0.0	-0.3

## Corporate Calendar

Date	Company	Event
27 <sup>th</sup> Sep	GASCO	Cash Dividend Distribution
28 <sup>th</sup> Sep	ALHOKAIR	OGM
29 <sup>th</sup> Sep	ACIG	OGM
30 <sup>th</sup> Sep	ARDCO	Cash Dividend Distribution
30 <sup>th</sup> Sep	ALMRAKEZ	OGM
03 <sup>rd</sup> Oct	SABIC	Cash Dividend Distribution

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,832	-0.3	-2.4	13.6	21.0
Abu Dhabi (ADX)	7,775	-0.6	1.2	54.1	21.7
Kuwait (KSE)	5,616	0.1	2.0	23.4	15.2
Qatar (QE)	11,314	0.6	2.0	8.4	16.3
Oman (MSM)	3,929	0.0	-1.0	7.4	10.3
Bahrain (BSE)	1,698	-0.3	3.2	14.0	13.2
Egypt (EGX30)	10,650	0.1	-4.4	-1.8	8.0

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	34,798	0.0	-1.6	13.7	21.3
Nasdaq	15,048	0.0	-1.4	16.8	31.5
S&P 500	4,455	0.0	-1.5	18.6	26.5
FTSE 100	7,051	0.0	-1.0	9.1	14.5
Germany DAX 30	15,532	0.0	-1.9	13.2	16.1
France CAC 40	6,638	0.0	-0.6	19.6	22.6
Japan Nikkei 225	30,249	0.0	7.7	10.2	16.2
Russia MOEX	4,038	0.0	3.0	22.8	8.9
Hong Kong Hang Seng	24,192	0.0	-6.5	-11.2	11.4
South Korea KOSPI	3,125	0.0	-2.3	8.8	16.5
China Shanghai Composite	3,613	0.0	2.0	4.0	12.0
Australia ASX 200	7,343	0.0	-2.6	11.5	17.7
India Sensex	60,048	0.0	4.3	25.8	28.6
MSCI EM	1,265	0.0	-3.3	-2.0	15.7
MSCI World	3,104	0.0	-1.2	15.4	24.2

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	77.5	0.0	7.4	55.3
Brent Crude (\$/bbl)	78.1	0.0	7.0	50.8
Texas crude (\$/bbl)	74.0	0.0	8.0	52.5
Natural Gas (\$/mmbtu)	5.14	0.0	17.4	102.4
Gold (\$/oz)	1,750	0.0	-3.5	-7.8
Silver (\$/oz)	22.4	0.0	-6.2	-15.0
Steel (\$/ton)	1,933	0.0	-0.6	92.3
Iron Ore (CNY/MT)	689	0.0	-26.2	-36.2
Wheat (\$/bu)	724	0.0	2.4	13.0
Corn (\$/bu)	527	0.0	-1.4	8.8
Sugar (\$/lb)	19.1	0.0	-3.7	23.3
SMP* (EUR/MT)	2,638	0.0	3.0	18.6

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.132	0.0	1.3	-10.6
Saudi Arabia (SAIBOR)	0.807	0.0	1.1	-1.0
UAE (EIBOR)	0.450	6.6	8.8	-6.2
Qatar (QIBOR)	1.143	0.8	12.4	2.2
Bahrain (BHIBOR)	1.550	-0.8	-1.7	-70.0

Data Sources: Tadawul, Bloomberg, Reuters

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

Updated as of September 26, 2021



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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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