



## Major Economic News

- Saudi Arabia will apply home quarantine for the passengers excluded from institutional quarantine, who have not completed receiving doses of any of the COVID-19 vaccines approved by the Kingdom. (Source: Argaam)

## Major Corporate News

- Methanol Chemicals Co. submitted the file to increase its capital through rights issue of SAR 550.5mn to the CMA for approval. Al Wasatah Al Maliah Co. was appointed the financial advisor for the offering. (Source: Argaam)
- ACWA Power allocated a minimum of six shares per individual subscriber in its IPO. A total of 1.4mn retail investors placed orders on SAR 9.1bn worth of shares. The retail offering was 19.9x times oversubscribed. (Source: Argaam)
- Saudi Arabian Amiantit Co. signed an agreement to reschedule banking facilities with Saudi National Bank. The entire financing worth SAR 330mn was rescheduled. (Source: Argaam)
- Al Kathiri Holding Co. is set to issue Shariah-compliant, SAR-denominated local sukuk of SAR 500mn. The sukuk issue will be used for general corporate purposes, and to fulfill the company's financial as well as strategic goals. (Source: Argaam)
- Batic Investments and Logistics Co. obtained short-term, Shariah-compliant credit facilities from Bank AlJazira with a credit limit of SAR 140mn, of which SAR 101.4mn was disbursed. The loan will be utilized to finance Batic's acquisition of 35.8% in Smart Cities Solutions Company for Communications and Information Technology, in addition to other capital and operating expenses. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange increased 0.1% to 11,466.9. The value traded stood at SAR 8.3bn (down 1.7% over previous day), while the advance-decline ratio stood at 46/147. The parallel market index decreased 0.2% to 23,647.5 points. The value traded stood at SAR 37.3mn (up 26.2% over previous day). Most sectors in the main market ended in the red. Banks and Energy (up 1.6% and 0.6%, respectively) advanced the most; Software & Services and Telecom (down 2.1% and 1.7%, respectively) led the laggards.

## Top Gainers

Company	Price	Change%
RED SEA	29.00	5.1
SIDC	22.70	3.8
SABIC AGRI-NUTRIENTS	177.00	3.5
MESC	22.80	3.5
ATAA	64.40	3.0

## Top Losers

Company	Price	Change%
NAJRAN CEMENT	21.16	-4.3
SOLUTIONS	209.20	-4.0
MAADEN	82.10	-4.0
SALAMA	23.00	-3.0
PETRO RABIGH	27.50	-3.0

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,467	11,515	11,422	0.1	32.0
NomuC	23,648	23,813	23,598	(0.2)	(9.9)

## TASI movement during session



## TASI Ratios

P/E* (x)	27.5
Price-to-Book (x)	2.5
Dividend Yield (%)	1.8
Return on Equity (%)	16.9

Source: Argaam  
\* Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,747	0.6	6.7	26.6
Materials	7,927	(1.2)	38.0	25.8
Capital Goods	8,883	0.1	35.9	High
Commercial Service	4,756	(1.1)	17.2	Neg
Transportation	6,210	(1.2)	28.2	Neg
Consumer Durables	8,138	(0.6)	42.2	High
Consumer Services	5,214	(0.3)	22.1	Neg
Media	19,434	(0.2)	90.2	High
Retailing	10,724	0.3	25.3	46.7
Food & Staples	9,828	0.3	(6.7)	39.8
Food & Beverages	5,627	(0.8)	3.0	37.6
Healthcare	7,655	(1.4)	35.4	40.6
Pharma & Bio Tech	6,055	(0.9)	17.1	High
Banks	11,384	1.6	50.0	22.0
Diversified Financials	7,515	(1.3)	63.6	High
Insurance	6,676	(1.0)	10.8	38.6
Telecom	7,685	(1.7)	11.4	22.7
Utilities	6,028	(0.7)	30.8	8.4
REITs	4,931	(0.3)	15.1	Neg
Real Estate	3,451	(0.9)	14.3	Neg
Software & Services	30,154	(2.1)	114.0	High

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
11,436	11,382	11,392	8.39

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	16.8	380.6	739.0
Previous week	35.8	1,033.9	1,481.2

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	125.40	1.6
SNB	62.60	2.5
Saudi Aramco	36.40	1.0
SABIC	124.60	-1.0
STC	120.00	-2.3



## REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi decreased 0.8% and 0.3%, respectively. Egypt, Qatar, Kuwait and Bahrain rose 0.6%, 0.4%, 0.3% and 0.2%, respectively. Meanwhile, Oman remained closed.
- US factory orders rose 1.2% in August (consensus: an increase of 0.9%) compared to an upwardly revised 0.7% in July. The orders for durable goods grew 1.8%, while orders for non-durable goods rose by 0.6%. (Source: RTT News)
- US consumer sentiment index for September was upwardly revised to 72.8 from a preliminary reading of 71.0. The reading was higher than the nearly ten-year low of 70.3 in August. (Source: RTT News)
- Japan's services PMI rose to 47.8 in September compared to 42.9 in August. The increase was due to slower decline in new business. The extended state of emergency restrictions continued to weigh on demand for services sector. (Source: RTT News)
- Oil prices jumped 2.5% driven by OPEC+'s decision to stick to raising output at earlier agreed rate of 400,000 bpd per month until April 2022.
- Gold prices rose 0.5%, as weakness in US dollar boosted demand for the yellow metal.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	93.8	-0.3	-0.5	4.3
Euro	1.16	0.2	0.3	-4.8
Japanese Yen	110.9	-0.2	-0.4	7.4
Sterling Pound	1.36	0.5	1.0	-0.4
Chinese Yuan	6.45	0.0	0.0	-1.2
Indian Rupee	74.6	0.6	0.5	2.1
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	-0.9
Omani Rial	0.38	0.1	0.0	0.1
Bahraini Dinar	0.38	0.0	0.0	0.1
Egyptian Pound	15.66	-0.2	-0.2	-0.2

## Corporate Calendar

Date	Company	Event
05 <sup>th</sup> Oct	ABO MOATI	Cash Dividend Distribution
06 <sup>th</sup> Oct	Theeb	Cash Dividend Distribution
13 <sup>th</sup> Oct	HB	OGM
14 <sup>th</sup> Oct	Dallah Health	Cash Dividend Distribution
25 <sup>th</sup> Oct	BAHRI	Cash Dividend Distribution
28 <sup>th</sup> Oct	ALSAGR INSURANCE	OGM

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,812	-0.8	-1.2	12.8	21.3
Abu Dhabi (ADX)	7,698	-0.3	0.0	52.6	21.3
Kuwait (KSE)	5,663	0.3	0.8	24.4	15.3
Qatar (QE)	11,512	0.4	0.2	10.3	16.5
Oman (MSM)	3,943	0.0	0.0	7.8	10.3
Bahrain (BSE)	1,709	0.2	0.2	14.7	13.3
Egypt (EGX30)	10,427	0.6	-0.9	-3.9	7.9

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	34,003	-0.9	0.5	11.1	21.0
Nasdaq	14,255	-2.1	-1.3	10.6	30.5
S&P 500	4,300	-1.3	-0.2	14.5	25.9
FTSE 100	7,011	-0.2	-1.1	8.5	14.3
Germany DAX 30	15,037	-0.8	-1.5	9.6	15.4
France CAC 40	6,478	-0.6	-0.6	16.7	22.0
Japan Nikkei 225	28,445	-1.1	-3.4	3.6	15.3
Russia MOEX	4,113	0.6	0.2	25.0	9.1
Hong Kong Hang Seng	24,036	-2.2	-2.2	-11.7	11.1
South Korea KOSPI	3,019	0.0	-1.6	5.1	16.0
China Shanghai Composite	3,568	0.0	0.0	2.7	12.0
Australia ASX 200	7,279	1.3	-0.7	10.5	17.5
India Sensex	59,299	0.9	0.3	24.2	28.3
MSCI EM	1,236	-0.8	-1.3	-4.2	15.4
MSCI World	2,993	-1.0	-0.5	11.3	23.3

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	78.9	1.6	-0.2	58.0
Brent Crude (\$/bbl)	81.3	2.5	3.5	56.9
Texas crude (\$/bbl)	77.6	2.3	3.5	60.0
Natural Gas (\$/mmbtu)	5.77	2.6	-1.7	127.1
Gold (\$/oz)	1,770	0.5	0.7	-6.8
Silver (\$/oz)	22.7	0.6	2.1	-14.0
Steel (\$/ton)	1,917	0.1	0.9	90.7
Iron Ore (CNY/MT)	715	0.0	0.0	-33.7
Wheat (\$/bu)	757	0.2	4.3	18.1
Corn (\$/bu)	541	-0.1	0.7	11.7
Sugar (\$/lb)	19.7	-1.8	-0.7	27.1
SMP* (EUR/MT)	2,800	0.0	0.7	25.8

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.133	0.3	0.3	-10.5
Saudi Arabia (SAIBOR)	0.809	0.0	0.0	-0.9
UAE (EIBOR)	0.350	8.7	2.6	-16.3
Qatar (QIBOR)	1.142	0.8	-0.8	2.1
Bahrain (BHIBOR)	1.550	0.0	0.0	-70.0

Data Sources: Tadawul, Bloomberg, Reuters

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

Updated as of October 4, 2021



RESEARCH DIVISION

Head of Sell-Side Research  
Jassim Al-Jubran  
+966 11 2256248  
j.aljabran@aljaziracapital.com.sa

RESEARCH  
DIVISION

AlJazira Capital, the investment arm of Bank AlJazira, is a Shariaa Compliant Saudi Closed Joint Stock company and operating under the regulatory supervision of the Capital Market Authority. AlJazira Capital is licensed to conduct securities business in all securities business as authorized by CMA, including dealing, managing, arranging, advisory, and custody. AlJazira Capital is the continuation of a long success story in the Saudi Tadawul market, having occupied the market leadership position for several years. With an objective to maintain its market leadership position, AlJazira Capital is expanding its brokerage capabilities to offer further value-added services, brokerage across MENA and International markets, as well as offering a full suite of securities business.

RATING  
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.

## Disclaimer

The purpose of producing this report is to present a general view on the company/economic sector/economic subject under research, and not to recommend a buy/sell/hold for any security or any other assets. Based on that, this report does not take into consideration the specific financial position of every investor and/or his/her risk appetite in relation to investing in the security or any other assets, and hence, may not be suitable for all clients depending on their financial position and their ability and willingness to undertake risks. It is advised that every potential investor seek professional advice from several sources concerning investment decision and should study the impact of such decisions on his/her financial/legal/tax position and other concerns before getting into such investments or liquidate them partially or fully. The market of stocks, bonds, macroeconomic or microeconomic variables are of a volatile nature and could witness sudden changes without any prior warning, therefore, the investor in securities or other assets might face some unexpected risks and fluctuations. All the information, views and expectations and fair values or target prices contained in this report have been compiled or arrived at by Al-Jazira Capital from sources believed to be reliable, but Al-Jazira Capital has not independently verified the contents obtained from these sources and such information may be condensed or incomplete. Accordingly, no representation or warranty, express or implied, is made as to, and no reliance should be placed on the fairness, accuracy, completeness or correctness of the information and opinions contained in this report. Al-Jazira Capital shall not be liable for any loss as that may arise from the use of this report or its contents or otherwise arising in connection therewith. The past performance of any investment is not an indicator of future performance. Any financial projections, fair value estimates or price targets and statements regarding future prospects contained in this document may not be realized. The value of the security or any other assets or the return from them might increase or decrease. Any change in currency rates may have a positive or negative impact on the value/return on the stock or securities mentioned in the report. The investor might get an amount less than the amount invested in some cases. Some stocks or securities maybe, by nature, of low volume/trades or may become like that unexpectedly in special circumstances and this might increase the risk on the investor. Some fees might be levied on some investments in securities. This report has been written by professional employees in Al-Jazira Capital, and they undertake that neither them, nor their wives or children hold positions directly in any listed shares or securities contained in this report during the time of publication of this report, however, The authors and/or their wives/children of this document may own securities in funds open to the public that invest in the securities mentioned in this document as part of a diversified portfolio over which they have no discretion. This report has been produced independently and separately by the Research Division at Al-Jazira Capital and no party (in-house or outside) who might have interest whether direct or indirect have seen the contents of this report before its publishing, except for those whom corporate positions allow them to do so, and/or third-party persons/institutions who signed a non-disclosure agreement with Al-Jazira Capital. Funds managed by Al-Jazira Capital and its subsidiaries for third parties may own the securities that are the subject of this document. Al-Jazira Capital or its subsidiaries may own securities in one or more of the aforementioned companies, and/or indirectly through funds managed by third parties. The Investment Banking division of Al-Jazira Capital maybe in the process of soliciting or executing fee earning mandates for companies that is either the subject of this document or is mentioned in this document. One or more of Al-Jazira Capital board members or executive managers could be also a board member or member of the executive management at the company or companies mentioned in this report, or their associated companies. No part of this report may be reproduced whether inside or outside the Kingdom of Saudi Arabia without the written permission of Al-Jazira Capital. Persons who receive this report should make themselves aware, of and adhere to, any such restrictions. By accepting this report, the recipient agrees to be bound by the foregoing limitations.

Asset Management | Brokerage | Corporate Finance | Custody | Advisory

Head Office: King Fahad Road, P.O. Box: 20438, Riyadh 11455, Saudi Arabia, Tel: 011 2256000 - Fax: 011 2256068