



## Major Economic News

- The General Authority of Civil Aviation issued instructions to all airlines regarding the operation of Saudi Arabia's airports at full capacity, starting October 17. The Kingdom's airports will operate at full capacity on both domestic and international flights. The immunization status will continue to be checked in the "Tawakkalna" application. (Source: Argaam)

## Major Corporate News

- Fawaz Abdulaziz Alhokair Co. announced that all of its stores and food and beverage outlets in the Kingdom returned to normal economic activity at full capacity, including lifting the social distancing condition, starting October 17. (Source: Argaam)
- Savola Group's wholly-owned subsidiary, Savola Foods Co., completed the acquisition of 100% of Bayara Holding Limited. In July, Savola Foods signed a binding share purchase agreement to acquire 100% of Bayara Holding for SAR 975mn. (Source: Argaam)
- United Cooperative Assurance Co.'s board of directors recommended increasing the company's capital through rights issue of SAR 300mn. The company aims to use the funds to finance expansions of its activities. (Source: Argaam)
- The board of directors of Saudia Dairy and Foodstuff Co. recommended a buyback of 8.5% of its shares or up to 2.8mn shares, over the next 12 months. The repurchased shares will be retained as treasury shares, as the board of directors deems that the stock market price is less than fair value. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange increased 0.6% to 11,773.4 on Sunday. The value traded stood at SAR 7.6bn (down 1.7% over previous day), while the advance-decline ratio stood at 158/32. The parallel market index increased 0.3% to 24,064.5 points. The value traded stood at SAR 38.9mn (down 36.8% over previous day). Most sectors in the main market ended in the green. Media and Real Estate (up 3.7% and 3.4%, respectively) advanced the most; Pharma & Bio Tech and Retailing (down 0.3% and 0.2%, respectively) led the laggards.

## Earnings update (Net Profit) (SAR mn)

Company	Q3-21	Q3-20	Y/Y %	Q2-21	Q/Q %
Saudi Ceramic Co.	52.4	32.5	61.4	63.3	-17.3
YANSAB	179.8	195.6	-8.1	596.3	-69.8

## Top Gainers

Company	Price	Change%
MESC	22.84	6.6
PETRO RABIGH	30.80	6.2
JABAL OMAR	30.90	5.8
WALAA	21.76	5.3
ALHOKAIR GROUP	22.60	4.6

## Top Losers

Company	Price	Change%
BATIC	45.30	-2.5
SISCO	37.35	-1.7
TANMIAH	94.30	-1.5
BUPA ARABIA	139.00	-1.4
CHEMICAL	39.05	-1.3

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,773	11,783	11,741	0.6	35.5
NomuC	24,064	24,315	23,987	0.3	(8.3)

## TASI movement during session



## TASI Ratios

P/E* (x)	28.3
Price-to-Book (x)	2.5
Dividend Yield (%)	1.7
Return on Equity (%)	16.8

Source: Argaam  
\* Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,882	0.5	9.2	27.4
Materials	8,296	0.3	44.4	27.4
Capital Goods	8,575	1.4	31.2	High
Commercial Service	4,741	1.7	16.8	Neg
Transportation	6,100	0.1	26.0	Neg
Consumer Durables	7,913	1.8	38.3	High
Consumer Services	5,374	1.6	25.9	Neg
Media	19,164	3.7	87.6	High
Retailing	10,563	(0.2)	23.5	46.0
Food & Staples	9,934	1.5	(5.7)	40.0
Food & Beverages	5,454	0.6	(0.2)	36.3
Healthcare	7,584	1.0	34.1	40.0
Pharma & Bio Tech	5,778	(0.3)	11.7	High
Banks	11,896	0.4	56.8	22.9
Diversified Financials	7,457	0.5	62.3	High
Insurance	6,604	(0.0)	9.6	38.1
Telecom	7,527	0.1	9.1	22.2
Utilities	6,245	2.5	35.5	11.5
REITs	4,876	0.6	13.8	Neg
Real Estate	3,529	3.4	16.9	Neg
Software & Services	29,553	0.6	109.7	39.1

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
11,630	11,590	11,483	8.01

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	7.6	218.2	333.7
Previous week	41.2	1,047.5	1,934.1

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	134.60	0.1
SNB	65.10	1.1
Saudi Aramco	37.40	0.3
SABIC	134.40	0.6
STC	117.60	0.0



## REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi increased 0.5% and 0.3%, respectively. Egypt, Oman and Bahrain gained 1.5%, 0.4% and 0.1%, respectively; while Kuwait and Qatar rose 0.8% each.
- According to Baker Hughes, North America's rig count increased to 711 in the week ended October 15 from 700 earlier. The rig count rose to 543 in the US from 533 earlier and to 12 in the Gulf of Mexico from 10 earlier. The rig count in Canada increased to 168 from 167 earlier. (Source: Baker Hughes).
- US initial jobless claims dropped to 293,000 (consensus: 319,000), representing a fall of 36,000 from the previous week's revised level of 329,000. (Source: RTT News)
- US consumer sentiment index dipped to 71.4 in October (consensus: 73.1) compared to 72.8 in September. (Source: RTT News)
- Japan's industrial production fell a seasonally adjusted 3.6% M/M in August compared to initial estimate of decline of 4.3%. On Y/Y basis, industrial production rose 8.8% in August versus the initial estimate of 9.3% increase. Capacity utilization declined 3.9% M/M, while increased 9.6% Y/Y. (Source: RTT News)

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	93.9	0.0	-0.3	4.4
Euro	1.16	0.0	0.2	-5.0
Japanese Yen	114.2	0.0	2.6	10.6
Sterling Pound	1.38	0.0	2.4	0.9
Chinese Yuan	6.43	0.0	-0.2	-1.4
Indian Rupee	75.3	0.0	1.5	3.1
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	0.0	0.0	0.0
Kuwaiti Dinar	0.30	0.1	0.0	-0.8
Omani Rial	0.38	-0.1	-0.1	0.0
Bahraini Dinar	0.38	0.0	0.0	0.1
Egyptian Pound	15.68	0.0	-0.1	-0.1

## Corporate Calendar

Date	Company	Event
24 <sup>th</sup> Oct	ALANDALUS	Cash Dividend Distribution
24 <sup>th</sup> Oct	BAHRI	Cash Dividend Distribution
28 <sup>th</sup> Oct	ALSAGR INSURANCE	OGM
03 <sup>rd</sup> Nov	SISCO	OGM
07 <sup>th</sup> Nov	ATAA	OGM
10 <sup>th</sup> Nov	HCC	OGM

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,802	0.5	-1.5	12.4	21.2
Abu Dhabi (ADX)	7,835	0.3	1.8	55.3	21.7
Kuwait (KSE)	5,818	0.8	3.6	27.8	15.5
Qatar (QE)	11,751	0.8	2.3	12.6	16.7
Oman (MSM)	3,974	0.4	0.8	8.6	10.6
Bahrain (BSE)	1,710	0.1	0.3	14.8	13.3
Egypt (EGX30)	11,156	1.5	6.1	2.9	8.2

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	35,295	0.0	4.3	15.3	20.6
Nasdaq	15,147	0.0	4.8	17.5	35.3
S&P 500	4,471	0.0	3.8	19.0	26.5
FTSE 100	7,234	0.0	2.1	12.0	20.0
Germany DAX 30	15,587	0.0	2.1	13.6	18.8
France CAC 40	6,728	0.0	3.2	21.2	22.9
Japan Nikkei 225	29,069	0.0	-1.3	5.9	16.9
Russia MOEX	4,262	0.0	3.9	29.6	10.3
Hong Kong Hang Seng	25,331	0.0	3.1	-7.0	10.4
South Korea KOSPI	3,015	0.0	-1.8	4.9	16.0
China Shanghai Composite	3,572	0.0	0.1	2.9	15.2
Australia ASX 200	7,362	0.0	0.4	11.8	24.7
India Sensex	61,306	0.0	3.7	28.4	31.3
MSCI EM	1,284	0.0	2.5	-0.6	15.8
MSCI World	3,109	0.0	3.4	15.6	24.1

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	84.6	0.0	7.1	69.5
Brent Crude (\$/bbl)	84.9	0.0	8.1	63.9
Texas crude (\$/bbl)	82.3	0.0	9.7	69.6
Natural Gas (\$/mmbtu)	5.41	0.0	-7.8	113.1
Gold (\$/oz)	1,768	0.0	0.6	-6.9
Silver (\$/oz)	23.3	0.0	4.9	-11.7
Steel (\$/ton)	1,898	0.0	-0.1	88.9
Iron Ore (CNY/MT)	748	0.0	4.6	-30.7
Wheat (\$/bu)	734	0.0	1.2	14.6
Corn (\$/bu)	526	0.0	-2.0	8.6
Sugar (\$/lb)	19.8	0.0	-0.2	27.8
SMP* (EUR/MT)	2,803	0.0	0.8	26.0

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.124	0.0	-0.6	-11.4
Saudi Arabia (SAIBOR)	0.816	0.0	0.7	-0.2
UAE (EIBOR)	0.355	-5.2	3.1	-15.7
Qatar (QIBOR)	1.150	0.0	0.0	2.9
Bahrain (BHIBOR)	1.517	0.0	-3.3	-73.3

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.
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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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