



## Major Economic News

- OPEC+ compliance with oil cuts declined slightly to 115% in September. This indicates that some members continue to face problems to produce the agreed quota levels due to various technical problems. (Source: Argaam)
- Saudi Arabia's oil exports increased 2% M/M to 6.45mn bpd in August, according to the Joint Organizations Data Initiative (JODI). On a Y/Y basis, oil exports rose 8% from 5.97mn bpd in August 2020. The Kingdom's crude output increased by 1% M/M to 9.56mn bpd in August, reaching its highest level in 16 months, or since April 2020, when it recorded 12.01mn bpd. (Source: Argaam)
- According to data issued by the justice ministry, the value of KSA's real estate transactions fell 51.0% YoY to SAR 10.5bn in the month ended August 12. (Source: Argaam)

## Major Corporate News

- Fawaz Abdulaziz Alhokair Co. and Arabian Centres Co. announced the latest developments regarding the acquisition of 51% of an e-commerce platform for SAR 138mn. The two companies said 39,253 ordinary shares, or 25.5% of VogaCloset Ltd.'s share capital, were transferred from VogaCloset to Fawaz Alhokair, after the capital increase under the share purchase agreement. (Source: Argaam)
- Saudi Arabia's Alamar Foods, the regional franchise operator for Domino's Pizza, is mulling an IPO. The potential IPO will allow The Carlyle Group, which owns 42% of Alamar, to sell some of its stake. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange decreased 0.1% to 11,758.0. The value traded stood at SAR 7.2bn (down 5.0% over previous day), while the advance-decline ratio stood at 103/87. The parallel market index decreased 1.0% to 23,835.8 points. The value traded stood at SAR 25.1mn (down 35.4% over previous day). Most sectors in the main market ended in the green. Insurance and Commercial Service (up 2.7% and 1.9%, respectively) advanced the most; Materials and Pharma & Bio Tech (down 1.3% and 0.9%, respectively) led the laggards.

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

Company	Q3-21	Q3-20	Y/Y %	Q2-21	Q/Q %
Yamama Cement	40.0	95.3	-58.1	77.7	-48.5
Etihad Etisalat Co.	281.0	222.0	26.6	244.0	15.2

## Top Gainers

Company	Price	Change%
AICC	41.60	9.9
AMANA INSURANCE	52.20	8.6
ENAYA	38.15	5.7
ALINMA TOKIO M	32.20	5.4
SALAMA	22.42	4.8

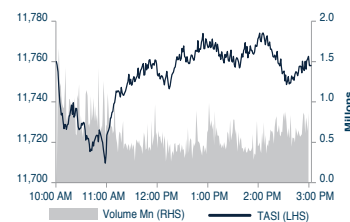
## Top Losers

Company	Price	Change%
YANSAB	80.00	-4.8
SIPCHEM	43.55	-2.4
SAUDI CERAMICS	57.80	-2.2
CHEMANOL	39.00	-2.0
BAAZEEM	118.60	-2.0

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,758	11,775	11,708	(0.1)	35.3
NomuC	23,836	24,070	23,699	(1.0)	(9.2)

## TASI movement during session



## TASI Ratios

P/E* (x)	28.2
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	5,893	0.2	9.4	27.4
Materials	8,190	(1.3)	42.5	27.0
Capital Goods	8,530	(0.5)	30.5	High
Commercial Service	4,829	1.9	18.9	Neg
Transportation	6,145	0.7	26.9	Neg
Consumer Durables	7,880	(0.4)	37.7	High
Consumer Services	5,373	(0.0)	25.9	Neg
Media	19,056	(0.6)	86.5	High
Retailing	10,526	(0.3)	23.0	45.8
Food & Staples	9,847	(0.9)	(6.5)	39.7
Food & Beverages	5,502	0.9	0.7	36.6
Healthcare	7,545	(0.5)	33.5	39.8
Pharma & Bio Tech	5,726	(0.9)	10.7	High
Banks	11,894	(0.0)	56.7	22.9
Diversified Financials	7,518	0.8	63.6	High
Insurance	6,783	2.7	12.6	39.1
Telecom	7,531	0.1	9.2	22.2
Utilities	6,277	0.5	36.2	11.5
REITs	4,884	0.2	14.0	Neg
Real Estate	3,549	0.6	17.5	Neg
Software & Services	29,864	1.1	111.9	39.6

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
11,680	11,620	11,501	7.95

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	14.8	411.7	671.1
Previous week	41.2	1,047.5	1,934.1

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	134.80	0.1
SNB	65.00	-0.2
Saudi Aramco	37.40	0.0
SABIC	132.40	-1.5
STC	117.60	0.0

## REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi increased 0.5% and 0.7%, respectively. Egypt and Kuwait rose 1.1% and 0.1%, respectively, while Oman and Qatar declined 0.1% each. Meanwhile, Bahrain remained closed.
- US industrial production decreased 1.3% M/M in September (consensus: an increase of 0.2%) compared with a decline of 0.1% in August. Manufacturing output fell 0.7% M/M in September (consensus: 0.3% increase) against 0.4% decline in August. The capacity utilization rate dropped to 75.2% in September (consensus: 76.5%) from 76.2% in August. (Source: Econoday)
- China's GDP increased 4.9% Y/Y in Q3-21 (consensus: 5.2% growth) significantly lower than a rise of 7.9% in Q2-21. On a seasonally adjusted Q/Q basis, GDP rose 0.2% (consensus: an increase of 0.5%) compared to a downwardly revised 1.2% growth in Q2-21. (Source: RTT News)
- Oil prices declined 0.6%, as concerns over demand grew after weaker-than-expected US industrial output data.
- Gold prices fell 0.2% due to stronger US bond yields and firm US dollar amid rising inflationary pressures.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	94.0	0.0	-0.3	4.5
Euro	1.16	0.1	0.2	-4.9
Japanese Yen	114.3	0.1	2.7	10.7
Sterling Pound	1.37	-0.2	1.9	0.4
Chinese Yuan	6.43	-0.1	-0.3	-1.5
Indian Rupee	75.2	0.2	1.4	2.9
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.66	0.4	0.5	0.5
Kuwaiti Dinar	0.30	0.0	0.0	-0.8
Omani Rial	0.38	0.1	0.0	0.1
Bahraini Dinar	0.38	0.0	0.0	0.1
Egyptian Pound	15.72	0.3	0.2	0.2

## 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)	2,817	0.5	-1.0	13.0	21.3
Abu Dhabi (ADX)	7,893	0.7	2.5	56.4	21.8
Kuwait (KSE)	5,826	0.1	3.7	28.0	15.6
Qatar (QE)	11,743	-0.1	2.2	12.5	16.7
Oman (MSM)	3,970	-0.1	0.7	8.5	10.6
Bahrain (BSE)	1,710	0.0	0.3	14.8	13.3
Egypt (EGX30)	11,276	1.1	7.2	4.0	8.2

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	35,259	-0.1	4.2	15.2	21.5
Nasdaq	15,022	0.8	4.0	16.6	31.2
S&P 500	4,486	0.3	4.2	19.4	26.4
FTSE 100	7,204	-0.4	1.7	11.5	14.7
Germany DAX 30	15,474	-0.7	1.4	12.8	16.0
France CAC 40	6,673	-0.8	2.3	20.2	22.7
Japan Nikkei 225	29,025	-0.1	-1.5	5.8	15.6
Russia MOEX	4,248	-0.3	3.5	29.2	9.4
Hong Kong Hang Seng	25,410	0.3	3.4	-6.7	11.6
South Korea KOSPI	3,007	-0.3	-2.0	4.6	16.0
China Shanghai Composite	3,568	-0.1	0.0	2.7	12.0
Australia ASX 200	7,381	0.3	0.7	12.1	17.7
India Sensex	61,766	0.7	4.5	29.3	29.0
MSCI EM	1,283	-0.1	2.4	-0.6	15.8
MSCI World	3,114	0.1	3.6	15.8	24.1

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	84.9	0.3	7.5	70.0
Brent Crude (\$/bbl)	84.3	-0.6	7.4	62.8
Texas crude (\$/bbl)	82.4	0.2	9.9	69.9
Natural Gas (\$/mmbtu)	4.99	-7.8	-15.0	96.5
Gold (\$/oz)	1,765	-0.2	0.5	-7.0
Silver (\$/oz)	23.2	-0.5	4.3	-12.1
Steel (\$/ton)	1,893	-0.3	-0.4	88.4
Iron Ore (CNY/MT)	674	-9.9	-5.7	-37.5
Wheat (\$/bu)	736	0.3	1.5	14.9
Corn (\$/bu)	533	1.3	-0.7	10.1
Sugar (\$/lb)	19.4	-2.3	-2.4	24.9
SMP* (EUR/MT)	2,820	-0.7	1.4	26.7

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.124	0.1	-0.6	-11.5
Saudi Arabia (SAIBOR)	0.816	0.0	0.7	-0.2
UAE (EIBOR)	0.388	3.3	6.4	-12.5
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 DIVISION

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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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