



Major Economic News

- Electronic transactions in Saudi Arabia have increased to 55% of total transactions post the pandemic compared to 32% pre-COVID, as per Governor of SAMA. (Source: Argaam)
- The Saudi Cabinet approved licensing Sohar International Bank to open a branch in the Kingdom to conduct banking business. (Source: Argaam)

Major Corporate News

- Saudi Aramco signed five MoUs with national and global investors to develop a green hydrogen project, manufacture advanced nonmetallic building materials and explore localization of digital technologies for oil and gas applications. (Source: Argaam)
- NEOM Tech and Digital Holding Co. signed a joint venture agreement worth SAR 750mn with OneWeb to bring high-speed satellite connectivity to NEOM, KSA, the Middle East, and neighboring East African countries. (Source: Argaam)
- Alahli Takaful Co. and Arabian Shield Cooperative Insurance Co. received a no-objection letter from SAMA on their merger deal. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 0.4% to 11,846.7. The value traded stood at SAR 5.9bn (down 4.0% over previous day), while the advance-decline ratio stood at 86/101. The parallel market index increased 0.4% to 23,951.2 points. The value traded stood at SAR 22.6mn (down 9.1% over previous day). Most sectors in the main market ended in the red. Media and Food & Staples (up 4.0% and 1.4%, respectively) advanced the most; Healthcare and Telecom (down 1.3% and 1.1%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q3-21	Q3-20	Y/Y %	Q2-21	Q/Q %
Bank AlJazira	204.5	181.6	12.6	251.2	-18.6
SASCO	11.4	17.5	-34.7	12.1	-5.6
Bawan Co.	40.9	29.6	38.4	43.1	-5.1
SABIC Agri-Nutrients Co.	1,206.5	397.5	203.5	836.1	44.3
Banque Saudi Fransi	907.0	333.0	172.4	770.0	17.8
UACC	12.5	31.9	-60.9	18.4	-32.3
Sharqiyah Dev	-0.8	-0.4	NM	-2.4	NM
Saudi Investment Bank	274.3	301.4	-9.0	287.8	-4.7
Electrical Industries Co.	10.1	6.8	49.7	8.0	26.8
Arabian Cement Co.	37.7	78.9	-52.2	33.5	12.5
Petro Rabigh	221.0	-610.0	NM	717.0	-69.2

Top Gainers

Company	Price	Change%
HERFY FOODS	64.90	6.6
SRMG	174.00	4.2
AMIAANTIT	24.68	2.9
HB	96.10	2.7
SPPC	27.10	2.7

Top Losers

Company	Price	Change%
BSFR	40.35	-3.2
SULAIMAN ALHABIB	168.00	-2.8
MIS	152.40	-2.3
CHEMANOL	37.85	-1.8
PETRO RABIGH	33.30	-1.8

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,847	11,922	11,847	(0.4)	36.3
NomuC	23,951	24,218	23,733	0.4	(8.7)

TASI movement during session



TASI Ratios

P/E* (x)	26.8
Price-to-Book (x)	2.5
Dividend Yield (%)	1.7
Return on Equity (%)	16.9

Source: Argaam
* Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,906	(0.2)	9.6	27.4
Materials	8,245	(0.4)	43.5	27.1
Capital Goods	8,399	0.5	28.5	High
Commercial Service	4,909	1.1	20.9	Neg
Transportation	6,036	(0.3)	24.6	Neg
Consumer Durables	7,618	(0.5)	33.1	High
Consumer Services	5,368	1.2	25.7	Neg
Media	20,989	4.0	105.4	High
Retailing	10,479	0.2	22.5	45.6
Food & Staples	9,933	1.4	(5.7)	39.9
Food & Beverages	5,434	0.3	(0.6)	36.2
Healthcare	7,693	(1.3)	36.1	40.7
Pharma & Bio Tech	5,772	(0.5)	11.6	High
Banks	12,107	(0.6)	59.5	23.2
Diversified Financials	7,373	0.3	60.5	High
Insurance	6,722	(0.2)	11.6	38.8
Telecom	7,509	(1.1)	8.9	22.2
Utilities	6,285	(1.0)	36.4	11.5
REITs	4,865	0.1	13.5	Neg
Real Estate	3,502	(0.2)	16.0	Neg
Software & Services	29,137	(0.7)	106.8	38.5

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
11,886	11,808	11,661	7.62

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	19.7	557.2	859.9
Previous week	36.9	1,002.5	1,631.3

Top Weighted Companies

Company	Price	Change%
Al Rajhi	139.20	-0.6
SNB	65.00	-0.2
Saudi Aramco	37.40	-0.1
SABIC	134.60	-0.4
STC	117.20	-1.7



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai remained flat, while Abu Dhabi decreased 0.4%. Egypt and Kuwait rose 0.7% and 0.2%, respectively; while Qatar and Bahrain declined 1.1% and 0.2%, respectively. Meanwhile, Oman remained flat.
- US new home sales surged 14.0% to an annual rate of 800,000 in September (consensus: 760,000) compared to a decline of 1.4% to a downwardly revised rate of 702,000 in August. The increase in new home sales was driven by strong growth in Northeast (+32.3%) and South (+17.5%). (Source: Econoday, RTT News)
- US consumer confidence index increased to 113.8 in October (consensus: 109.0) versus an upwardly revised 109.8 in September. (Source: RTT News)
- Oil prices increased 0.5%, reaching the highest level since October 2014, driven by continued global supply shortages and surging demand from the US.
- Gold prices fell 0.8%, as investors abandoned the safe haven metal due to increased risk appetite amid strong earnings from major companies. The prices were also negatively impacted by a firmer US dollar.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	93.9	0.1	-0.3	4.5
Euro	1.16	-0.1	0.1	-5.1
Japanese Yen	114.1	0.4	2.6	10.6
Sterling Pound	1.38	0.0	2.2	0.7
Chinese Yuan	6.38	-0.1	-1.0	-2.2
Indian Rupee	74.9	-0.1	1.0	2.6
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	-0.3	0.0	0.0
Kuwaiti Dinar	0.30	0.0	-0.1	-0.9
Omani Rial	0.38	0.0	0.0	0.1
Bahraini Dinar	0.38	0.0	0.0	0.1
Egyptian Pound	15.67	-0.2	-0.1	-0.1

Corporate Calendar

Date	Company	Event
28 th Oct	ALSAGR INSURANCE	OGM
03 rd Nov	SISCO	OGM
07 th Nov	ATAA	OGM
09 th Nov	AYYAN	EGM
09 th Nov	AICC	EGM
09 th Nov	Chemanol	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,866	0.0	0.7	15.0	21.2
Abu Dhabi (ADX)	7,903	-0.4	2.7	56.6	21.6
Kuwait (KSE)	5,918	0.2	5.3	30.0	15.6
Qatar (QE)	11,706	-1.1	1.9	12.2	15.1
Oman (MSM)	4,011	0.0	1.7	9.6	10.7
Bahrain (BSE)	1,736	-0.2	1.8	16.5	13.5
Egypt (EGX30)	11,257	0.7	7.0	3.8	8.4

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	35,757	0.0	5.7	16.8	20.9
Nasdaq	15,236	0.1	5.4	18.2	31.5
S&P 500	4,575	0.2	6.2	21.8	26.7
FTSE 100	7,278	0.8	2.7	12.6	14.5
Germany DAX 30	15,757	1.0	3.3	14.9	16.2
France CAC 40	6,767	0.8	3.8	21.9	23.0
Japan Nikkei 225	29,106	1.8	-1.2	6.1	15.5
Russia MOEX	4,236	-0.4	3.2	28.8	9.1
Hong Kong Hang Seng	26,038	-0.4	6.0	-4.4	11.7
South Korea KOSPI	3,049	0.9	-0.6	6.1	15.5
China Shanghai Composite	3,598	-0.3	0.8	3.6	12.0
Australia ASX 200	7,443	0.0	1.5	13.0	17.9
India Sensex	61,350	0.6	3.8	28.5	28.3
MSCI EM	1,296	-0.1	3.4	0.4	15.8
MSCI World	3,167	0.2	5.3	17.7	24.2

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	84.8	-0.2	7.4	69.9
Brent Crude (\$/bbl)	86.4	0.5	10.0	66.8
Texas crude (\$/bbl)	84.7	1.1	12.8	74.5
Natural Gas (\$/mmbtu)	5.88	-0.3	0.3	131.7
Gold (\$/oz)	1,793	-0.8	2.0	-5.6
Silver (\$/oz)	24.1	-1.7	8.7	-8.4
Steel (\$/ton)	1,911	0.4	0.6	90.1
Iron Ore (CNY/MT)	685	0.1	-4.2	-36.5
Wheat (\$/bu)	752	-1.0	3.7	17.4
Corn (\$/bu)	544	1.0	1.3	12.3
Sugar (\$/lb)	19.7	1.4	-0.9	26.9
SMP* (EUR/MT)	2,825	0.0	1.6	27.0

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.135	1.0	0.4	-10.4
Saudi Arabia (SAIBOR)	0.821	0.1	1.3	0.4
UAE (EIBOR)	0.300	2.0	-2.4	-21.3
Qatar (QIBOR)	1.163	-1.3	1.3	4.2
Bahrain (BHIBOR)	1.500	0.0	-5.0	-75.0

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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