



## Major Economic News

- Assets held by SAMA saw an increase of SAR 18.2bn M/M to SAR 1.9tn in September. When compared to September 2020, SAMA's assets grew by SAR 68.4bn. (Source: Argaam)

## Major Corporate News

- Dallah Healthcare Co. signed an agreement to purchase shares representing 8.2% of capital of International Medical Center Co. in Jeddah, for SAR 289mn. (Source: Argaam)
- Arabian Internet and Communications Services Co. (Solutions) inked a SAR 140.0mn managed services agreement with STC – a related party. Under the contract, Solutions will operate, maintain and support STC IT network. (Source: Argaam)
- Saudi Arabian Amiantit Co. signed an agreement to reschedule the Islamic banking facility, amounting to SAR 525.3mn with Alinma Bank. The move will help improve and arrange the company's cashflow and to enhance its operations, which is appropriate with the new schedule period of 10 years. It will also help reduce the annual financial charges from SAIBOR +2.75% to be SAIBOR +1.5%. (Source: Argaam)
- Saudi Industrial Investment Group will shut down Saudi Chevron Phillips facility for a 27-day scheduled maintenance and catalyst replacement. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange decreased 0.4% to 11,758.8 on Thursday. The value traded stood at SAR 7.5bn (up 23.2% over previous day), while the advance-decline ratio stood at 113/77. The parallel market index increased 1.4% to 24,255.8 points. The value traded stood at SAR 24.2mn (down 5.3% over previous day). Most sectors in the main market ended in the green. Utilities and Commercial Service (up 1.8% and 1.5%, respectively) advanced the most; Media and Materials (down 3.2% and 2.3%, respectively) led the laggards.

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

Company	Q3-21	Q3-20	Y/Y %	Q2-21	Q/Q %
Saudi Aramco*	114.1	44.2	158.1	95.5	19.5
Wala	-33.1	25.3	NM	10.5	NM
SAPTCO	-57.1	-121.8	NM	-41.4	NM
Zamil Industrial	0.9	-38.5	NM	7.1	-87.9
Halwani Bros. Co.	14.0	25.0	-43.9	26.2	-46.5

\* - Figures in SAR bn

## Top Gainers

Company	Price	Change%
FITNESS TIME	113.60	5.2
MEPCO	46.30	5.1
MAHARAH	86.00	4.5
ASTRA INDUSTRIAL	43.15	3.4
ZOUJAJ	36.90	3.2

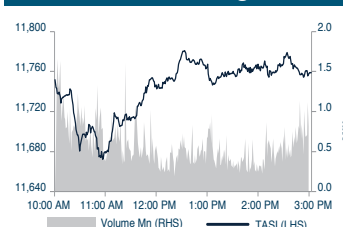
## Top Losers

Company	Price	Change%
SIIG	37.85	-8.2
PETROCHEM	48.10	-6.1
PETRO RABIGH	28.50	-5.0
SIPCHEM	43.90	-4.0
CHEMANOL	35.50	-3.9

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,759	11,783	11,671	(0.4)	35.3
NomuC	24,256	24,264	23,641	1.4	(7.6)

## TASI movement during session



## TASI Ratios

P/E* (x)	25.0
Price-to-Book (x)	2.5
Dividend Yield (%)	1.7
Return on Equity (%)	17.1

Source: Argaam  
\* Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,906	(0.1)	9.6	27.6
Materials	7,964	(2.3)	38.6	26.1
Capital Goods	8,284	(0.1)	26.7	High
Commercial Service	4,936	1.5	21.6	Neg
Transportation	5,937	0.3	22.6	Neg
Consumer Durables	7,476	(0.4)	30.6	High
Consumer Services	5,380	0.5	26.0	Neg
Media	20,393	(3.2)	99.6	High
Retailing	10,393	0.2	21.5	45.2
Food & Staples	9,849	0.3	(6.5)	39.3
Food & Beverages	5,348	(0.8)	(2.1)	35.6
Healthcare	7,635	(0.7)	35.1	40.3
Pharma & Bio Tech	5,646	(0.5)	9.2	High
Banks	12,130	0.1	59.8	23.3
Diversified Financials	7,305	0.5	59.0	High
Insurance	6,701	0.6	11.2	38.7
Telecom	7,494	0.2	8.6	22.1
Utilities	6,385	1.8	38.5	11.7
REITs	4,867	0.3	13.6	Neg
Real Estate	3,520	0.6	16.6	Neg
Software & Services	28,842	0.2	104.7	38.0

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
11,830	11,832	11,695	7.54

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	-	-	-
Previous week	33.3	917.6	1,459.2

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	138.60	-0.1
SNB	65.90	0.6
Saudi Aramco	37.75	0.1
SABIC	129.00	-3.0
STC	117.00	0.0



## REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai decreased 0.1%, while Abu Dhabi increased 0.2%. Egypt, Qatar and Kuwait rose 1.3%, 1.2% and 0.5%, respectively; while Oman and Bahrain gained 0.3% each.
- According to Baker Hughes, North America's rig count increased to 710 in the week ended October 29 from 706 earlier. The rig count rose to 544 in the US from 542 earlier, while remained unchanged at 13 in the Gulf of Mexico. The rig count in Canada increased to 166 from 164 earlier. (Source: Baker Hughes)
- US Food and Drug Administration authorized the use of Pfizer and BioNTech's Covid-19 vaccine for children ages 5 to 11. The move will make the vaccine available to 28mn kids in the US. (Source: CNBC)
- US initial jobless claims dropped to 281,000 (consensus: 290,000), representing a fall of 10,000 from the previous week's revised level of 291,000. (Source: RTT News)
- Oil prices rose 0.1% on Friday driven by expectations that OPEC+ will maintain output cuts unchanged in upcoming meet.
- Gold prices fell 0.9%, as stronger US dollar and higher bond yields weighed on demand for the yellow metal.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	94.1	0.8	-0.1	4.7
Euro	1.16	-1.0	-0.2	-5.3
Japanese Yen	114.0	0.4	2.5	10.4
Sterling Pound	1.37	-0.7	1.6	0.1
Chinese Yuan	6.41	0.2	-0.6	-1.8
Indian Rupee	74.9	0.2	1.0	2.6
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.65	0.2	0.2	0.2
Kuwaiti Dinar	0.30	0.0	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	15.66	0.0	-0.2	-0.2

## Corporate Calendar

Date	Company	Event
03 <sup>rd</sup> Nov	SISCO	OGM
04 <sup>th</sup> Nov	Chemanol	OGM
07 <sup>th</sup> Nov	ATAA	OGM
09 <sup>th</sup> Nov	Chemanol	OGM
10 <sup>th</sup> Nov	HCC	OGM
14 <sup>th</sup> Nov	DERAYAH REIT	Cash Dividend Distribution

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,861	-0.1	0.5	14.8	20.5
Abu Dhabi (ADX)	7,873	0.2	2.3	56.0	20.5
Kuwait (KSE)	5,987	0.5	6.5	31.5	15.5
Qatar (QE)	11,807	1.2	2.8	13.1	15.2
Oman (MSM)	4,062	0.3	3.0	11.0	10.8
Bahrain (BSE)	1,742	0.3	2.1	16.9	13.3
Egypt (EGX30)	11,507	1.3	9.4	6.1	8.7

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	35,820	0.2	5.8	17.0	20.3
Nasdaq	15,498	0.3	7.3	20.3	30.8
S&P 500	4,605	0.2	6.9	22.6	26.1
FTSE 100	7,238	-0.2	2.1	12.0	14.3
Germany DAX 30	15,689	0.0	2.8	14.4	15.3
France CAC 40	6,830	0.4	4.8	23.0	21.3
Japan Nikkei 225	28,893	0.3	-1.9	5.3	15.2
Russia MOEX	4,150	-0.9	1.1	26.2	8.1
Hong Kong Hang Seng	25,377	-0.7	3.3	-6.8	11.6
South Korea KOSPI	2,971	-1.3	-3.2	3.4	14.5
China Shanghai Composite	3,547	0.8	-0.6	2.1	12.0
Australia ASX 200	7,324	-1.4	-0.1	11.2	17.4
India Sensex	59,307	-1.1	0.3	24.2	26.7
MSCI EM	1,265	-0.9	0.9	-2.1	14.9
MSCI World	3,175	-0.1	5.6	18.0	23.6

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	83.9	0.5	6.2	68.1
Brent Crude (\$/bbl)	84.4	0.1	7.5	62.9
Texas crude (\$/bbl)	83.6	0.9	11.4	72.2
Natural Gas (\$/mmbtu)	5.43	-6.2	-7.5	113.7
Gold (\$/oz)	1,783	-0.9	1.5	-6.1
Silver (\$/oz)	23.9	-1.0	7.4	-9.5
Steel (\$/ton)	1,803	0.3	-5.1	79.4
Iron Ore (CNY/MT)	642	-6.4	-10.3	-40.5
Wheat (\$/bu)	773	0.0	6.5	20.6
Corn (\$/bu)	568	1.0	5.9	17.4
Sugar (\$/lb)	19.3	-1.8	-2.8	24.4
SMP* (EUR/MT)	3,010	1.1	8.3	35.3

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.132	0.3	0.2	-10.7
Saudi Arabia (SAIBOR)	0.826	0.1	1.7	0.8
UAE (EIBOR)	0.345	1.8	2.1	-16.8
Qatar (QIBOR)	1.169	1.3	1.9	4.8
Bahrain (BHIBOR)	1.500	0.0	-5.0	-75.0

Data Sources: Tadawul, Bloomberg, Reuters

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

Updated as of October 31, 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