



## Major Economic News

- Saudi Aramco increased its November 2021 contract prices for propane by USD70/ton M/M to USD 870/ton and butane by USD 35/ton M/M to USD 830/ton, the highest level since 2014. (Source: Argaam)
- Real Estate Development Fund (REDF) and Saudi Real Estate Refinance Co. (SRC) signed an agreement to refinance the first government real estate portfolio worth SAR 10bn in several phases. The agreement aims to enhance the financial sustainability of the fund and the real estate finance market in the Kingdom to achieve the goals of the Housing Program, one of Vision 2030 programs, to increase the proportion of residential ownership of Saudi families to 70% by 2030. (Source: Argaam)

## Major Corporate News

- Saudi Arabian Amiantit Co. completed the restructuring of all bank obligations, including the total repayment of some banks and the rescheduling of the remaining bank loans, amounting to approximately SAR 1.1bn, over a period of 10 years. (Source: Argaam)
- NADEC completed the construction works on the second phase of the 30 MW solar energy project in Haradh. The company announced the commencement of the qualification of the commercial operation of the project. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange increased 0.2% to 11,723.0 on Monday. The value traded stood at SAR 4.9bn (down 15.5% over previous day), while the advance-decline ratio stood at 71/116. The parallel market index decreased 1.1% to 24,942.9 points. The value traded stood at SAR 67.9mn (up 136.7% over previous day). Most sectors in the main market ended in the green. Media and Commercial services (up 2.6% and 0.8%, respectively) advanced the most; Pharma & Biotech and Capital Goods (down 1.6% and 1.0%, respectively) led the laggards.

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

Company	Q3-21	Q3-20	Y/Y %	Q2-21	Q/Q %
Amlak International	29.5	23.2	27.2	28.2	4.5
Arabian Shield	11.5	16.6	-30.3	8.0	44.6
Alujain Holding	56.7	15.9	256.4	92.0	-38.3
Alahli Takaful Co	-3.2	0.2	NM	1.4	NM
National Medical Care Co	33.2	16.3	103.2	30.7	7.9
Najran Cement Co.	36.0	47.4	23.9	32.7	10.3

## Top Gainers

Company	Price	Change%
AMLAK	25.65	3.3
GULF UNION ALAHLIA	18.06	3.2
SRMG	170.60	2.8
ALBAHA	38.05	2.6
MAADEN	80.60	2.4

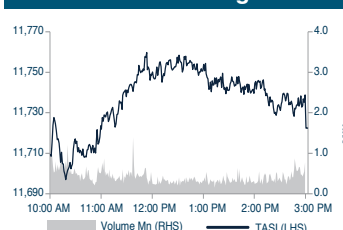
## Top Losers

Company	Price	Change%
MOUWASAT	175.80	-2.9
PETROCHEM	45.05	-2.5
ALUJAIN	59.50	-2.5
JAZADCO	22.78	-2.4
SISCO	34.70	-2.0

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,723	11,760	11,696	0.2	34.9
NomuC	24,943	25,292	24,925	(1.1)	(5.0)

## TASI movement during session



## TASI Ratios

P/E* (x)	25.0
Price-to-Book (x)	2.4
Dividend Yield (%)	1.7
Return on Equity (%)	19.7

Source: Argaam  
\* Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,891	(0.4)	9.3	27.6
Materials	7,871	0.8	37.0	25.8
Capital Goods	8,118	(1.0)	24.2	High
Commercial Service	4,965	0.8	22.3	Neg
Transportation	5,900	(0.3)	21.8	Neg
Consumer Durables	7,449	0.2	30.2	High
Consumer Services	5,386	0.2	26.2	Neg
Media	20,548	2.6	101.1	High
Retailing	10,355	(0.1)	21.0	45.1
Food & Staples	9,853	0.2	(6.5)	39.3
Food & Beverages	5,347	0.0	(2.1)	35.7
Healthcare	7,681	(0.9)	35.9	41.0
Pharma & Bio Tech	5,541	(1.6)	7.1	High
Banks	12,106	0.2	59.5	23.2
Diversified Financials	7,306	(0.4)	59.0	High
Insurance	6,720	0.4	11.5	38.9
Telecom	7,408	(0.2)	7.4	21.8
Utilities	6,575	0.4	42.7	12.1
REITs	4,901	(0.1)	14.4	Neg
Real Estate	3,528	(0.4)	16.8	Neg
Software & Services	29,302	0.0	107.9	38.7

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
11,768	11,821	11,720	7.28

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	10.6	283.3	501.4
Previous week	33.3	917.6	1,459.2

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	139.20	0.1
SNB	65.40	0.3
Saudi Aramco	37.75	-0.4
SABIC	127.80	0.8
STC	115.00	-0.2



## REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi increased 0.6% and 0.8%, respectively. Kuwait and Bahrain rose 0.5% and 1.0%, respectively, while Oman and Qatar declined 0.4% and 0.1%, respectively. Meanwhile, Egypt increased 1.3%.
- The US PMI manufacturing Index fell to 58.4 in October (consensus 59.2) compared with 60.7 in September. Companies continued to highlight strong demand conditions, but some noted that raw material shortages were hampering demand from clients as stocks of inputs had already been built or delivery times were too extensive. (Source: aa.com.tr)
- The US ISM manufacturing Index fell to 60.8 in October (consensus 60.3) compared with 61.1 in September. U.S. manufacturing activity slowed in October, with all industries reporting record-long lead times for raw materials, indicating that stretched supply chains continued to constrain economic activity early in Q4-21. (Source: Econoday, Reuters)
- Oil prices rose 0.4% on Monday, as OPEC and its allies plan to stick to their plan of gradual 400,000 bpd increase.
- Gold prices increased 0.6% on Monday, as the dollar eased ahead of a US Fed Reserve meeting where the focus is on the central bank's plan for tapering its pandemic stimulus measures. (Source: Reuters)

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	93.9	-0.3	-0.3	4.4
Euro	1.16	0.4	0.4	-5.0
Japanese Yen	114.0	0.0	0.0	10.4
Sterling Pound	1.37	-0.1	-0.1	0.0
Chinese Yuan	6.40	-0.1	-0.1	-2.0
Indian Rupee	74.8	-0.1	-0.1	2.5
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	-0.2	-0.2	0.0
Kuwaiti Dinar	0.30	0.0	0.0	-0.8
Omani Rial	0.38	0.1	0.1	0.1
Bahraini Dinar	0.38	0.0	0.0	0.1
Egyptian Pound	15.71	0.3	0.3	0.1

## 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)	2,882	0.6	0.6	15.6	20.7
Abu Dhabi (ADX)	7,925	0.8	0.8	57.1	20.7
Kuwait (KSE)	6,011	0.5	0.5	32.0	15.6
Qatar (QE)	11,753	-0.1	-0.1	12.6	15.1
Oman (MSM)	4,059	-0.4	-0.4	10.9	10.5
Bahrain (BSE)	1,760	1.0	1.0	18.1	13.5
Egypt (EGX30)	11,568	1.3	1.3	6.7	8.7

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	35,914	0.3	0.3	17.3	20.3
Nasdaq	15,596	0.6	0.6	21.0	30.8
S&P 500	4,614	0.2	0.2	22.8	26.1
FTSE 100	7,289	0.7	0.7	12.8	14.4
Germany DAX 30	15,806	0.7	0.7	15.2	15.4
France CAC 40	6,893	0.9	0.9	24.2	21.5
Japan Nikkei 225	29,647	2.6	2.6	8.0	15.5
Russia MOEX	4,221	1.7	1.7	28.4	8.1
Hong Kong Hang Seng	25,154	-0.9	-0.9	-7.6	11.3
South Korea KOSPI	2,979	0.3	0.3	3.7	14.5
China Shanghai Composite	3,544	-0.1	-0.1	2.1	12.0
Australia ASX 200	7,371	0.6	0.6	11.9	17.4
India Sensex	60,138	1.4	1.4	25.9	27.0
MSCI EM	1,265	0.0	0.0	-2.1	14.8
MSCI World	3,191	0.5	0.5	18.6	23.7

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	83.6	-0.4	-0.4	67.5
Brent Crude (\$/bbl)	84.7	0.4	0.4	63.5
Texas crude (\$/bbl)	84.1	0.6	0.6	73.2
Natural Gas (\$/mmbtu)	5.19	-4.4	-4.4	104.3
Gold (\$/oz)	1,793	0.6	0.6	-5.6
Silver (\$/oz)	24.0	0.7	0.7	-8.9
Steel (\$/ton)	1,798	-0.3	-0.3	78.9
Iron Ore (CNY/MT)	642	0.0	0.0	-40.5
Wheat (\$/bu)	797	3.2	3.2	24.5
Corn (\$/bu)	579	1.9	1.9	19.6
Sugar (\$/lb)	19.4	0.5	0.5	25.0
SMP* (EUR/MT)	3,010	0.0	0.0	35.3

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.132	0.1	0.0	-10.6
Saudi Arabia (SAIBOR)	0.829	0.0	0.0	1.1
UAE (EIBOR)	0.322	1.7	1.7	-19.1
Qatar (QIBOR)	1.180	2.0	2.0	5.9
Bahrain (BHIBOR)	1.500	0.0	0.0	-75.0

Data Sources: Tadawul, Bloomberg, Reuters

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

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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.

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