



Major Economic News

- The CMA approved a request by Saudi Tadawul Group Holding Co. to float a 30% stake, or 36mn shares, in an IPO. The company will publish the prospectus within sufficient time ahead of the IPO. (Source: Argaam)
- CMA gave the go-ahead for Scientific & Medical Equipment House Co. to float 6mn shares, representing 30% of its share capital, in an IPO.

Major Corporate News

- Saudi Real Estate Refinance Co. (SRC), a subsidiary of the PIF, signed an agreement with Bank AlJazira to buy a mortgage portfolio at a value of more than SAR 300mn. The agreement, which is an extension of an earlier agreement signed between the two sides, brings the total value of refinanced mortgage portfolios to SAR 480mn. (Source: Argaam)
- Jarir Marketing Co.'s board of directors recommended a 20.5% cash dividend for the third quarter of 2021, at SAR 2.05 per share, amounting to SAR 246 million. (Source: Argaam)
- The Capital Market Authority (CMA) issued a decision today, Nov. 4, to delist shares of Abdullah A. M. Al-Khodari Sons Co. from the Saudi Exchange. (Source: Tadawul).

Market Analysis

- The Saudi Stock Exchange increased 0.6% to 11,752.2 on Thursday. The value traded stood at SAR 5.0bn. The parallel market index decreased 0.2% to 24,964.0 points. The value traded stood at SAR 416.1mn. Most sectors in the main market ended in the green. Telecommunication Services and Pharma, Biotech & Life Science (up 1.3% and 1.0%, respectively) were the only losers; Media & Entertainment and Commercial & Professional Svc (down 0.6% and 0.4%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q3-21	Q3-20	Y/Y %	Q2-21	Q/Q %
Budget Saudi	56.8	40.5	40.3	56.3	0.9
BCI	10.1	14.8	-31.6	14.6	-31.1
Al-Jouf Agricultural	3.3	7.7	-56.6	3.5	-3.8
Alandalus	19.4	3.1	518.3	19.2	0.7
Saudi German	14.4	28.5	-58.9	-8.1	-277.2
SGS	-43.5	-86.8	49.9	-93.2	53.3

Top Gainers

Company	Price	Change%
JAZADCO	24.2	5.4
ALKHALEEJ TRNG	21.7	4.0
SIPCHEM	44.1	3.8
HERFY FOODS	73.0	3.7
ZAMIL INDUST	34.3	3.6

Top Losers

Company	Price	Change%
CARE	64.0	3.9
SISCO	32.0	3.2
TECO	77.4	3.1
AMANA INSURANCE	44.1	3.1
CHEMICAL	35.8	2.7

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,752	11,752	11,636	0.6	35.3
NomuC	24,964	25,207	24,607	0.2	0.2

TASI movement during session



TASI Ratios

P/E* (x)	24.9
Price-to-Book (x)	2.5
Dividend Yield (%)	1.7
Return on Equity (%)	19.8

Source: Argaam
* Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,900	0.7	9.5	27.5
Materials	7,815	0.8	34.9	25.5
Capital Goods	8,027	0.1	22.7	High
Commercial Service	4,838	-0.4	19.7	Neg
Transportation	5,761	0.0	18.9	Neg
Consumer Durables	7,425	0.4	29.3	High
Consumer Services	5,320	1.0	23.4	Neg
Media	19,897	-0.6	96.0	High
Retailing	10,437	0.6	21.3	45.1
Food & Staples	9,845	0.1	-6.7	39.2
Food & Beverages	5,292	0.1	-3.3	35.3
Healthcare	7,673	-0.1	35.9	41.3
Pharma & Bio Tech	5,521	1.0	5.7	High
Banks	12,311	0.6	61.3	23.5
Diversified Financials	7,186	0.9	55.0	High
Insurance	6,632	0.4	9.7	38.2
Telecom	7,506	1.3	7.4	21.8
Utilities	6,453	-0.4	40.6	12.0
REITs	4,884	0.4	13.5	Neg
Real Estate	3,424	0.2	13.2	Neg
Software & Services	28,702	-0.4	104.4	38.1

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
11,725	11,796	11,736	7.07

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	-	-	-
Previous week	27.1	702.5	1,296.1

Top Weighted Companies

Company	Price	Change%
Al Rajhi	142	0.4
SNB	65.9	0.2
Saudi Aramco	37.85	0.7
SABIC	127.2	0.3
STC	116	1.1



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai decreased 0.1%, while Abu Dhabi increased 0.6%. Kuwait and Qatar rose 0.5% each, while Oman and Egypt decreased 0.3% and 0.6%, respectively. Meanwhile, Bahrain increased 0.2%.
- After a daylong standoff, Democrats set aside divisions between progressives and centrists to pass a \$1 trillion package of highway, broadband and other infrastructure improvement, sending it on to President Joe Biden to sign into law. (Source: Reuters)
- Warren Buffett's Berkshire Hathaway Inc (BRKa.N) said on Saturday that global supply chain disruptions kept a lid on its ability to generate profit, while rising equity prices caused it to sell some stocks and boost its cash hoard to a record. (Source: Reuters)
- Australia's banking watchdog said it was examining the regulatory implications of Commonwealth Bank's (CBA.AX)'s planned introduction of bitcoin trading to unsophisticated retail investors - the first bank in Australia to do so. (Source: Reuters)
- Wall Street's main indexes hit record highs in a broad-based rally on Friday as data showing strong jobs growth in October, coupled with Pfizer's COVID-19 pill update, bolstered sentiment about economic growth. (Source: Reuters)

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	94.3	0.0	2.3	4.9
Euro	1.16	0.1	-2.6	-5.3
Japanese Yen	113.4	-0.3	3.4	9.9
Sterling Pound	1.35	0.0	-2.9	-1.3
Chinese Yuan	6.39	0.0	-1.0	-2.0
Indian Rupee	74.5	0.0	0.2	1.9
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.66	0.0	0.4	0.4
Kuwaiti Dinar	0.30	0.0	0.6	-0.6
Omani Rial	0.39	0.0	0.0	0.1
Bahraini Dinar	0.38	0.0	0.0	0.1
Egyptian Pound	15.70	-0.3	0.2	0.1

Corporate Calendar

Date	Company	Event
07 th Nov	ATAA	OGM
08 th Nov	OASIS	OGM
09 th Nov	Chemanol	OGM
09 th Nov	AYYAN	EGM
09 th Nov	AICC	EGM
10 th Nov	HCC	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,108	-0.1	8.5	24.7	22.3
Abu Dhabi (ADX)	8,015	0.6	1.9	58.9	23.6
Kuwait (KSE)	6,148	0.5	2.8	35.1	59.8
Qatar (QE)	11,941	0.5	1.5	14.4	16.6
Oman (MSM)	4,050	-0.3	-0.6	10.7	11.4
Bahrain (BSE)	1,779	0.2	2.1	19.4	10.2
Egypt (EGX30)	11,612	-0.6	1.1	7.1	10.1

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	36,328	0.6	4.0	18.7	20.4
Nasdaq	16,359	0.1	11.5	26.9	36.0
S&P 500	4,698	0.4	6.9	25.1	25.9
FTSE 100	7,304	0.3	3.9	13.1	17.8
Germany DAX 30	16,054	0.2	3.3	17.0	18.0
France CAC 40	7,041	0.8	6.5	26.8	22.0
Japan Nikkei 225	29,521	-0.9	8.2	7.6	16.3
Russia MOEX	4,175	0.2	10.7	26.9	9.0
Hong Kong Hang Seng	24,871	-1.4	-4.2	-8.7	10.1
South Korea KOSPI	2,969	-0.5	-7.3	3.3	14.3
China Shanghai Composite	3,492	-1.0	2.8	0.5	14.8
Australia ASX 200	7,457	0.4	0.9	13.2	23.8
India Sensex	60,068	0.5	14.2	25.8	29.1
MSCI EM	1,264	-0.3	-1.1	-2.1	14.7
MSCI World	3,232	0.2	5.3	20.2	23.4

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	80.8	2.2	7.1	61.9
Brent Crude (\$/bbl)	82.7	2.7	8.4	59.7
Texas crude (\$/bbl)	81.3	3.1	9.9	67.5
Natural Gas (\$/mmbtu)	5.5	-3.5	40.9	117.3
Gold (\$/oz)	1,818.4	1.5	0.2	-4.2
Silver (\$/oz)	24.2	1.5	-5.1	-8.3
Steel (\$/ton)	1,790.0	0.0	-5.2	78.1
Iron Ore (CNY/MT)	586.5	0.0	-43.1	-45.6
Wheat (\$/bu)	766.5	-0.9	8.9	19.7
Corn (\$/bu)	553.0	-1.1	1.1	14.3
Sugar (\$/lb)	19.9	1.6	11.3	28.7
SMP* (EUR/MT)	3,065.0	0.2	24.6	37.8

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.145	0.4	1.3	-9.3
Saudi Arabia (SAIBOR)	0.831	0.1	0.3	1.4
UAE (EIBOR)	0.354	3.0	4.9	-15.9
Qatar (QIBOR)	1.175	-0.5	1.6	5.4
Bahrain (BHIBOR)	1.500	0.0	0.0	-75.0

Data Sources: Tadawul, Bloomberg, Reuters

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

Updated as of November 5, 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