

Daily Market Report

2024-01-31

Market Commentary & News

▶ **KSA Market Performance:** The TASI fell by 2.2% on Tuesday, with all sectors ending in the red. The companies with significant business from Aramco fell the most following the news of restraining the oil production capacity at 12 million bpd. East Pipe, ADES, Arabian Drilling, and APC all hit the limit down. Banks were also down by 2.7%, with SAB and ANB falling by 4.5% and 3.8%, respectively. 2P and SPIMACO declined by 5.9% and 5.4%, respectively.

▶ **Today's clues:** The US markets ended mixed on Tuesday following the earnings reports and ahead of the Fed meeting. Asian markets are largely trading in the red, as China's manufacturing activity contracted in January for the fourth consecutive month. Oil prices gained as the rising tension in the Red Sea outweighs bearish fundamentals for oil.

News

- ▶ AlRajhi's FY23 net profit fell by 3.1% y/y and net income from special commission of investment was up by 1.3% y/y (Tadawul).
- ▶ IMF revised KSA's GDP forecast from 4.2% to 5.5% for the year 2025 (Argaam).
- ▶ Equipment house was awarded a project worth SAR37mn for operation of the Dental Hospital at Taif University with the Ministry of Education (Tadawul).
- ▶ Taif University awarded a project worth SAR7.3mn to Arab Sea to operate and maintain the computers and networks (Tadawul).
- ▶ Footfalls in Cenomi Centers reached 124mn customers in 2023, rising by 19% y/y (Argaam).
- ▶ According to MEED, as part of SAR10.1bn capex plan, KSA's Sports Ministry plans to issue tenders for expansion of sports stadium (Argaam).
- ▶ Kinan International's 3Q23 net profit was SAR2.5mn compared to SAR52.9mn in 3Q22 and revenues fell by 53.4% y/y (Argaam).
- ▶ Mouwasat intends to sell its stake in Advanced Medical Projects Co. (Tadawul).
- ▶ Atlas Elevator to repurchase 5% of its total outstanding shares, intending to retain them as treasury shares (Tadawul).
- ▶ Riyadh Cement disclosed the impact of the fuel price hike by Aramco, expecting 24.7% rise in production cost (Tadawul).
- ▶ Methanex Corp. increased its February Asian contract price by \$10 to \$390/ton, compared to the previous month (Argaam).

Saudi Market	Last close	1D%	YTD%	1Y%
TASI	11,986	-2.2%	0.2%	11.1%
Div Yield* (%)	3.4%		Turnover (SAR bn)	9.46
PE* (Fwd)	20.1x		Adv/Decline	11 / 218
PE (12m Trailing)	20.3x		50DMA	11,735
PB	2.4x		100DMA	11,282
M.Cap (SAR bn)	10,884		200DMA	11,343

Global Markets	Last close	1D%	YTD%	P/E*
SPX	4,925	-0.1%	3%	23.2x
Nasdaq	15,510	-0.8%	3%	38.6x
FTSE 100	7,666	0.4%	-1%	11.3x
DAX	16,972	0.2%	1%	12.7x
Shanghai	2,812	-0.6%	-5%	10.8x
Nikkei	36,210	0.4%	8%	26.1x

Commodities	Spot	1D%	YTD%	1Y%
Brent (US\$/b)	82.7	-0.3%	7%	-2%
WTI (US\$/b)	77.6	-0.3%	8%	3%
NG (US\$/mmbtu)	2.1	-0.6%	-18%	-23%
Gold (US\$/t)	2,035	-0.1%	-1%	6%
Copper (US\$/t)	8,615	0.7%	1%	-6%

Key Currencies	Spot	1D%	YTD%	1Y%
Dollar Index	103.6	0.2%	2%	1%
CNY/USD	7.2	-0.1%	-1%	-6%
USD/EUR	1.08	-0.2%	-2%	0%
USD/GBP	1.27	-0.2%	0%	3%
Bitcoin (US\$)	42,965	-1.3%	1%	87%

Rates	Spot	% chg
SOFR (%) - Overnight	5.31	0%
SAIBOR (%) - 3M	6.33	0.1
LIBOR (%) - 3M	5.57	-0.1
SAIBOR - LIBOR (%) - 3M	0.76	
US 2Y Govt bond (%)	4.32	-0.3
US 10Y Govt bond (%)	4.02	-0.4
Saudi 10Y Govt Bond (%)	4.97	-0.5

Source: Bloomberg, *1 year forward Bloomberg consensus

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Index Movers

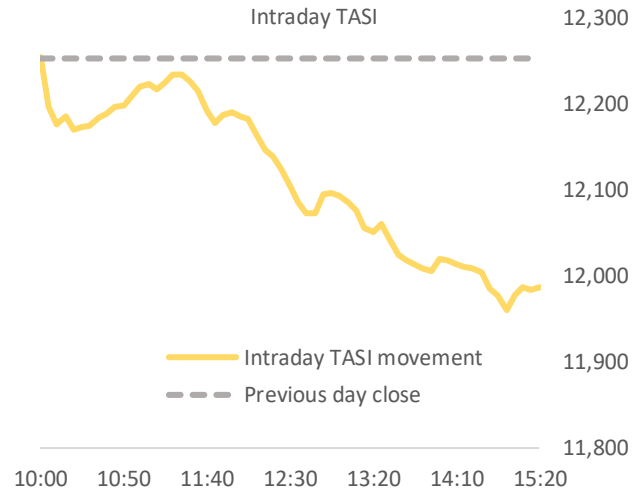
Up	1D%	Down	1D%
Aramco	0.2%	Al Rajhi	-2.7%
Saudi German	4.7%	SNB	-1.9%
Jarir	0.7%	ACWA	-3.1%
CARE	0.5%	SABB	-4.5%
Munajem	1.3%	Alinma	-2.4%

Top Gainers	Last Price	1D%
Saudi German	102.00	4.7%
Baazeem	70.00	2.6%
Munajem	78.30	1.3%
AlAseel	4.45	0.7%
Jarir	15.32	0.7%

Top Losers	Last Price	1D%
East Pipes	85.50	-10.0%
ADES	22.16	-10.0%
Arab. Drill.	185.60	-10.0%
APC	123.20	-9.9%
SSP	34.40	-9.0%

Most active by Vol	Last Price	Vol
Americana	3.20	31.17MLN
Al Baha	0.14	27.54MLN
TECO	0.67	22.71MLN
Anaam	1.05	15.14MLN
Aramco	31.30	13.73MLN

Most active by Val	Last Price	Val (SAR mn)
Al Rajhi	88.10	475
Aramco	31.30	430
SAL	226.20	392
MBC	58.50	358
Munajem	78.30	315



Sectorial Performance	Index mover*	1D%
TASI		-2.2%
Banks	-40.0%	-2.6%
Materials	-13.1%	-2.5%
Energy	-0.5%	-0.1%
Telecom	-1.4%	-0.7%
Food & Bev.	-6.1%	-3.9%
Media	-1.1%	-2.5%
Healthcare	-1.3%	-1.0%
Capital Goods	-1.2%	-3.1%
Food & Staples	-0.4%	-1.3%
Consumer	-1.2%	-2.8%
Transport	-1.2%	-3.4%
Software	-1.1%	-2.7%
Commercial	-0.5%	-2.7%
Consumer Durables	-0.2%	-2.0%
Utilities	-4.5%	-3.2%
Insurance	-3.5%	-3.4%
Real Estate	-2.7%	-1.9%
Pharma	-0.3%	-2.9%
REITs	-0.4%	-1.5%
Retailing	-0.6%	-0.7%
Diversified Financials	-0.6%	-2.4%

Source: Bloomberg; *indicates the impact on index movement

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