

Daily Market Report

2024-02-01

Market Commentary & News

- ▶ **KSA Market Performance:** TASI declined by 1.6% on Wednesday. Banks were down by 3.5%, with AlRajhi and RIBL falling by 4.7% and 3.6%, respectively. Drilling companies continued the downward trend, with ADES and Arabian Drilling hitting the limit down. Aramco also fell by 2.2%. Riyadh Cement fell by 3.5% due to the recent impact of fuel prices on production costs. Conversely, Almunajem and Leejam rose by 10% and 3.9%, respectively.
- ▶ **Today's clues:** The US markets fell on Wednesday following the Fed's indication of no rate cut in March and lower-than-expected forward guidance from tech companies. Asian markets are mostly trading lower, taking cues from the US markets. Oil prices dipped due to weak factory activities in China and inventory buildup in the US.

News

- ▶ SIIG's 4Q23 net profit was SAR11mn compared to a net loss of SAR296mn in 4Q22 (Tadawul).
- ▶ East Pipes' 3Q23 net profit was 85.7mn compared to net profit of SAR47.5mn in 3Q22 and revenues rose by 13.4% y/y (Tadawul).
- ▶ SGS signed a 3-year contract renewal with Flyadeal Co. worth SAR800mn to provide ground handling services (Tadawul).
- ▶ ADES Holding confirmed that no changes to the activity of its current fleet to date would have an impact on its financial performance (Tadawul).
- ▶ Al Rajhi REIT to distribute a cash dividend of SAR0.14/unit for 4Q23 resulting in an annual yield of 6.1% (Tadawul).
- ▶ Equipment House was awarded a project worth SAR34.8mn with the Ministry of Health to maintain and repair medical devices of hospitals in Riyadh (Tadawul).
- ▶ Alkhabeer REIT to pay a cash dividend of SAR0.105/unit for 4Q23, resulting in an annual yield of 6.8% (Tadawul).
- ▶ SOLUTIONS' subsidiary Giza Systems, and VAS Co, a subsidiary of Giza Systems, signed Shariah-compliant syndicated credit facility agreements with several banks (Tadawul).
- ▶ KSA to consider offering additional shares of Aramco to raise at least SAR40bn in February 2024 (Saudi Gazette).
- ▶ Albilad Capital to distribute cash dividend of SAR0.046/unit to the unitholders of Albilad Saudi Sovereign Sukuk ETF for the month of January 2024 (Tadawul).
- ▶ According to GASTAT, net FDI in KSA reached SAR11bn in 3Q23, falling by ~10% q/q (Argaam).

Saudi Market	Last close	1D%	YTD%	1Y%
TASI	11,797	-1.6%	-1.4%	9.4%
Div Yield* (%)	3.4%		Turnover (SAR bn)	8.65
PE* (Fwd)	19.7x		Adv/Decline	120 / 93
PE (12m Trailing)	20.0x		50DMA	11,749
PB	2.4x		100DMA	11,288
M.Cap (SAR bn)	10,674		200DMA	11,348

Global Markets	Last close	1D%	YTD%	P/E*
SPX	4,846	-1.6%	2%	22.8x
Nasdaq	15,164	-2.2%	1%	37.7x
FTSE 100	7,631	-0.5%	-1%	11.3x
DAX	16,904	-0.4%	1%	12.6x
Shanghai	2,783	-0.2%	-6%	10.7x
Nikkei	36,011	-0.8%	8%	26.1x

Commodities	Spot	1D%	YTD%	1Y%
Brent (US\$/b)	80.7	0.1%	5%	-3%
WTI (US\$/b)	76.0	0.2%	6%	4%
NG (US\$/mmbtu)	2.2	2.4%	-14%	-13%
Gold (US\$/t)	2,043	0.2%	-1%	5%
Copper (US\$/t)	8,609	-0.1%	1%	-7%

Key Currencies	Spot	1D%	YTD%	1Y%
Dollar Index	103.6	0.3%	2%	2%
CNY/USD	7.2	-0.2%	-1%	-6%
USD/EUR	1.08	-0.2%	-2%	-2%
USD/GBP	1.27	-0.2%	-1%	2%
Bitcoin (US\$)	42,107	-0.8%	-1%	78%

Rates	Spot	% chg
SOFR (%) - Overnight	5.31	0%
SAIBOR (%) - 3M	6.37	0.6
LIBOR (%) - 3M	5.57	-0.1
SAIBOR - LIBOR (%) - 3M	0.80	
US 2Y Govt bond (%)	4.25	1.1
US 10Y Govt bond (%)	3.95	1.0
Saudi 10Y Govt Bond (%)	4.85	-0.2

Source: Bloomberg, *1 year forward Bloomberg consensus

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Index Movers

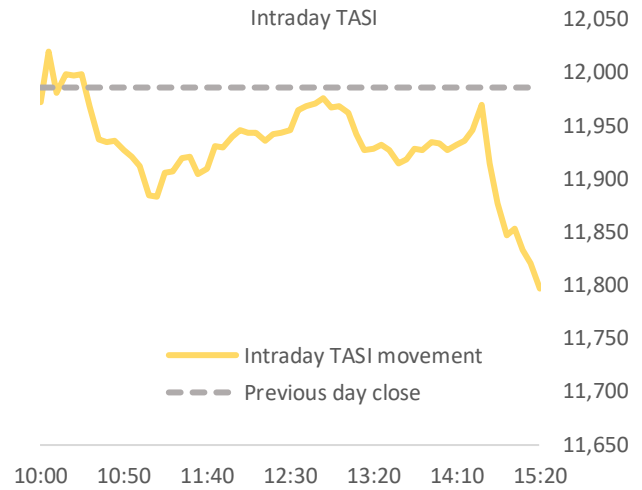
Up	1D%	Down	1D%
Mobily	2.4%	Al Rajhi	-4.7%
Aldrees	3.3%	Aramco	-2.2%
Budget Saudi	4.8%	SNB	-3.6%
Habib	1.1%	Riyad Bank	-3.6%
Bahri	1.9%	STC	-2.3%

Top Gainers	Last Price	1D%
Munajem	86.10	10.0%
Saudi Paper	49.60	6.0%
Yamama Steel	30.65	5.9%
Budget Saudi	83.10	4.8%
Perfect Present.	27.50	4.4%

Top Losers	Last Price	1D%
ADES	19.96	-9.9%
Arab. Drill.	167.80	-9.6%
Al Baha	0.13	-7.1%
Al Rajhi	84.00	-4.7%
Riyad Bank	28.40	-3.6%

Most active by Vol	Last Price	Vol
Al Baha	0.13	25.00MLN
Aramco	30.60	20.68MLN
Americana	3.19	20.17MLN
TECO	0.67	12.73MLN
Al Rajhi	84.00	9.10MLN

Most active by Val	Last Price	Val (SAR mn)
Al Rajhi	84.00	780
Aramco	30.60	640
Arab. Drill.	167.80	517
SAL	228.20	349
Munajem	86.10	315



Sectorial Performance	Index mover*	1D%
TASI		-1.6%
Banks	-72.4%	-3.5%
Materials	-0.6%	-0.1%
Energy	-9.8%	-2.2%
Telecom	-2.1%	-0.7%
Food & Bev.	1.4%	0.6%
Media	0.4%	0.7%
Healthcare	2.1%	1.2%
Capital Goods	0.3%	0.6%
Food & Staples	0.4%	1.0%
Consumer	0.5%	0.9%
Transport	1.0%	2.1%
Software	0.4%	0.8%
Commercial	0.4%	1.3%
Consumer Durables	0.0%	0.2%
Utilities	-1.8%	-0.9%
Insurance	-1.2%	-0.9%
Real Estate	-0.1%	0.0%
Pharma	0.1%	0.9%
REITs	0.0%	0.1%
Retailing	0.3%	0.3%
Diversified Financials	-0.1%	-0.2%

Source: Bloomberg; *indicates the impact on index movement

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