

Daily Market Report

2024-01-18

Market Commentary & News

- ▶ **KSA Market Performance:** TASI fell by 0.1% on Wednesday with mixed performance from all the sectors. Energy was down by 0.6% with Petro Rabigh and ADES falling by 4.3% and 1.6%, respectively. SACO declined by 3.6%. 2P and SPIMACO fell by 3.4% and 2.7%, respectively. Conversely, Alujain was limit up in early trade and closed 3.8% higher post signing a deal to sell a 35% stake in NATPET. Riyadh Cables and NCLE were up by 6.7% and 5.3%, respectively.
 - ▶ **Today's clues:** The US market ended in the red on Wednesday as strong retail sales data dented expectations of a rate cut in March 2024. Asian markets are trading mixed, with Chinese indices continuing the downward trend following lower-than-expected GDP figures for the fourth quarter. Oil prices rose on OPEC's projection of robust global oil demand growth, coupled with US oil production disruptions caused by a cold spell.
- ### News
- ▶ East Pipes signed a 30-month contract exceeding SAR1bn with SWCC to manufacture and supply of steel pipes. The financial impact to start from 1Q24/25 (Tadawul).
 - ▶ NHC launched the lowest interest margin without salary cap for real estate mortgages offered by the REDF to all its residential projects in suburbs and urban communities (Argaam).
 - ▶ Mobily signed a Murabaha financing agreement with SNB at a value of SAR4.8bn (Tadawul).
 - ▶ Aramco's CEO anticipates a global oil supply shortage as consumer stockpiles have decreased by 400mn barrels over the last two years (Argaam).
 - ▶ KSA removed the three-year entry ban for expatriates who did not return before the expiration of their visas (Saudi Gazette).
 - ▶ Saudi Cable's 1Q23 net profit was SAR40.3mn compared to a net loss of SAR37.6mn in 1Q22. However, revenues were down by 67% y/y (Tadawul).
 - ▶ Amak appointed Al Rajhi Capital as Market Maker for the company shares to increase the liquidity (Tadawul).
 - ▶ Aramco has added \$4bn to its global venture capital arm, Aramco Ventures, bringing the total investment allocation to \$7bn (Argaam).
 - ▶ SRMG announced operational changes to expedite its growth and transformation strategy (Tadawul).

Saudi Market	Last close	1D%	YTD%	1Y%
TASI	12,063	-0.1%	0.8%	13.1%
Div Yield* (%)	3.4%	Turnover (SAR bn)	10.68	
PE* (Fwd)	20.2x	Adv/Decline	60 / 160	
PE (12m Trailing)	20.4x	50DMA	11,531	
PB	2.4x	100DMA	11,215	
M.Cap (SAR bn)	11,009	200DMA	11,284	

Global Markets	Last close	1D%	YTD%	P/E*
SPX	4,739	-0.6%	-1%	22.0x
Nasdaq	14,856	-0.6%	-1%	36.0x
FTSE 100	7,446	-1.5%	-4%	11.0x
DAX	16,432	-0.8%	-2%	12.1x
Shanghai	2,777	-2.0%	-7%	10.8x
Nikkei	35,458	-0.1%	6%	25.7x

Commodities	Spot	1D%	YTD%	1Y%
Brent (US\$/b)	78.2	0.4%	1%	-8%
WTI (US\$/b)	73.1	0.7%	2%	-4%
NG (US\$/mmbtu)	2.9	-0.2%	14%	-14%
Gold (US\$/t)	2,009	0.1%	-3%	5%
Copper (US\$/t)	8,268	-1.0%	-3%	-11%

Key Currencies	Spot	1D%	YTD%	1Y%
Dollar Index	103.3	-0.1%	2%	1%
CNY/USD	7.2	0.0%	-1%	-6%
USD/EUR	1.09	0.1%	-1%	1%
USD/GBP	1.27	0.1%	0%	3%
Bitcoin (US\$)	42,713	0.2%	0%	106%

Rates	Spot	% chg
SOFR (%) - Overnight	5.32	0%
SAIBOR (%) - 3M	6.22	0.3
LIBOR (%) - 3M	5.56	-0.3
SAIBOR - LIBOR (%) - 3M	0.66	
US 2Y Govt bond (%)	4.33	-0.7
US 10Y Govt bond (%)	4.09	-0.3
Saudi 10Y Govt Bond (%)	5.01	0.0

Source: Bloomberg, *1 year forward Bloomberg consensus

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Index Movers

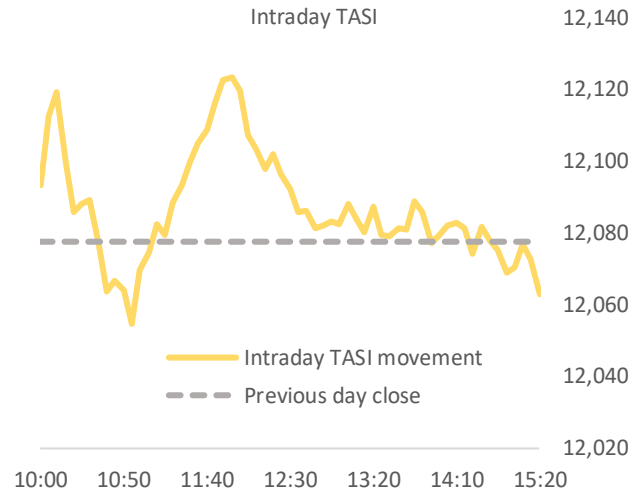
Up	1D%	Down	1D%
Alinma	2.6%	Aramco	-0.6%
SNB	0.9%	Al Rajhi	-0.6%
STC	1.7%	Riyad Bank	-2.3%
Mobily	3.2%	Maaden	-1.8%
RiyadhCables	6.7%	SABIC	-1.3%

Top Gainers	Last Price	1D%
MBC	60.10	9.9%
Riyadh Cables	109.00	6.7%
Bawan	48.30	5.3%
NCLE	135.40	5.3%
TadawulGrp	216.60	5.3%

Top Losers	Last Price	1D%
PetroRabigh	9.57	-4.3%
Wataniya	20.12	-4.1%
AICC	15.20	-3.8%
Red Sea	24.06	-3.6%
SACO	38.90	-3.6%

Most active by Vol	Last Price	Vol
Americana	3.42	27.53MLN
Aramco	31.75	25.24MLN
Alujain	43.45	21.90MLN
TECO	0.71	19.82MLN
Al Baha	0.15	15.16MLN

Most active by Val	Last Price	Val (SAR mn)
Alujain	43.45	990
Aramco	31.75	804
Alinma	43.20	459
Al Rajhi	86.70	445
SAL	208.60	385



Sectorial Performance	Index mover*	1D%
TASI		-0.1%
Banks	27.8%	0.1%
Materials	-101.3%	-1.1%
Energy	-36.3%	-0.6%
Telecom	69.6%	1.9%
Food & Bev.	-0.7%	0.0%
Media	27.2%	3.4%
Healthcare	0.4%	0.0%
Capital Goods	20.5%	3.0%
Food & Staples	-2.0%	-0.4%
Consumer	0.7%	0.1%
Transport	-1.4%	-0.2%
Software	-6.6%	-0.9%
Commercial	-4.0%	-1.1%
Consumer Durables	-2.4%	-1.4%
Utilities	5.8%	0.2%
Insurance	-29.8%	-1.6%
Real Estate	-37.1%	-1.4%
Pharma	0.9%	0.6%
REITs	1.2%	0.3%
Retailing	-11.7%	-0.8%
Diversified Financials	10.2%	2.4%

Source: Bloomberg; *indicates the impact on index movement

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Contact us for queries:

Sell Side Research Department,
GIB Capital,
B1, Granada Business & Residential Park,
Eastern Ring Road, P.O. Box 89589, Riyadh 11692