

Domestic Market News

- **Saudi Arabia's** producer price index (PPI) rose 5.1% in August 2026 compared to August 2025. The change reflects price increase across the main economic activities covered by the index. (Source: Argaam)
- **Foreign institutions** were net sellers of nearly SAR759.8 billion worth of TASI stocks during the week ended Oct. 15, the Saudi Exchange (Tadawul) said in its latest weekly report. (Source: Argaam)
- **Mouwasat Medical Services Co.** said that a commercial lawsuit was filed against it by Doctors Co. for Medical Projects, a closed joint-stock company, before the Commercial Court in Dammam. The lawsuit relates to Doctors Co.'s request to exit from Jeddah Doctors Co., claiming SAR 335.4mn from Mouwasat, which owns 51% of Jeddah Doctors shares. (Source: Tadawul)
- **Equipment House** signed a SAR 127.7mn contract, including VAT, to provide catering services to the Armed Forces Hospitals in the Western Region. The contract has a three-year term, with its financial impact expected to be reflected in the company's results starting from Q2-27. (Source: Tadawul)
- **Tourism Enterprise Co. (Shams)** launched its first hotel project in Riyadh after signing a lease investment agreement with Al Malqa Elite Hotel, at a total value of SAR 31.1mn, including value-added tax (VAT). (Source: Tadawul)
- CMA approved **Academy of Learning Co.'s** application to raise its capital from SAR 135mn to SAR 157.5mn, the market regulator said in a statement. The planned capital hike will be carried out via a 1-for-6 bonus share distribution. (Source: Argaam)

Market Analysis

The **Saudi Stock Exchange** increased 0.8% to 10,190 points. The value traded stood at SAR 2.4bn (down 34.8% over the previous day), while the advance-decline ratio stood at 200/62. The parallel market index rose 1.6% to 22,186 points. The value traded stood at SAR 15.6mn (down 40.3% over the previous day). Most sectors in main market ended in the green. Media and Energy (up 3.1% and 2.0%, respectively) advanced the most, followed by Food & Staples and Insurance (up 1.6% and 1.5%, respectively). Pharma & Bio Tech and Food & Beverages (down 1.1% and 0.7%, respectively) decreased the most.

Top Gainers

Company	Price	Change%
ALARABIA	42.12	10.0
LADUN	1.99	9.9
SVCP	16.90	7.2
DWF	73.95	5.6
ALMAWARID	91.00	5.1

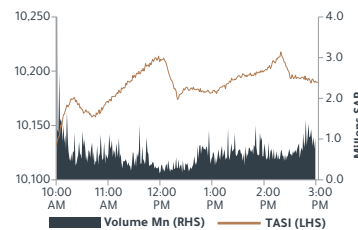
Top Losers

Company	Price	Change%
WATANI STEEL	3.22	-8.0
NAJRAN CEMENT	5.47	-2.3
SAICO	9.25	-2.1
SADAFCO	170.50	-2.0
MOUWASAT	59.10	-1.9

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,190	10,215	10,107	0.8	(2.9)
NomuC	22,186	22,238	21,835	1.6	(4.8)

TASI movement during session



TASI Ratios

P/E* (x)	17.2
Price-to-Book (x)	1.8
Dividend Yield (%)	3.4
Return on Equity (%)	17.7

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	4,954	2.0	9.0	15
Materials	4,677	1.4	-5.4	Neg
Capital Goods	13,089	0.8	-12.3	15.2
Commercial Service	3,209	1.5	-20.5	15.1
Transportation	3,497	0.4	-29.2	17.1
Consumer Durables	3,020	0.5	-14.6	Neg
Consumer Services	3,106	0.7	-11.8	19.5
Media	6,731	3.1	-58.5	Neg
Consumer Discretionary Ret	7,245	0.7	-2.6	20.2
Consumer Staples Ret	4,841	1.6	-15.1	17.2
Food & Beverages	4,095	-0.7	-5.8	15.8
Healthcare	8,328	-0.4	-15.6	24.2
Pharma & Bio Tech	4,325	-1.1	-1.1	18
Banks	12,055	0.4	-1.6	10
Financial Services	4,502	0.6	-16.7	26.3
Insurance	8,051	1.5	8.1	28
Telecom	8,372	0.8	-4.5	13.9
Utilities	6,511	1.2	-10.6	12.9
REITs	2,650	0.1	-9.3	33.8
Real Estate	2,865	0.2	-0.4	19.9
Software & Services	49,334	0.4	-15.1	20.1

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
10,207	10,339	10,458	3.45

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	2.4	158.7	287.80
Previous week	17	991.3	1,978.10

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	25.80	2.1
Al Rajhi	61.15	0.3
SNB	37.58	1.3
Maaden	60.30	0.5
STC	42.30	0.4

International Market News

- According to **Baker Hughes**, North America's rig count decreased to 820 in the week ended October 16, 2026, compared with 825 in the prior week. The rig count in the US remained unchanged at 603, while decreased in Canada to 217 from 222. The rig count in the Gulf of Mexico rose to 12 from 11 earlier. (Source: Baker Hughes).
- US** manufacturing output increased 0.3% in September as against a revised 0.2% decline in August. On a Y/Y basis, output rose 1.1% in September. (Source: Reuters)
- US** Federal Budget Balance improved substantially, with the latest figures showing a narrower deficit than anticipated. The actual budget deficit for the reported month stood at USD 27.0bn (consensus: USD 34.7bn deficit), indicating a more favorable fiscal position than analysts had expected. (Source: Investing.com)
- The European Commission** will propose curbs on imports from China going beyond the safeguard measures it agreed with Beijing to halve inbound shipments of Chinese hybrid cars, as per European Commission President Ursula von der Leyen. (Source: Reuters)
- China's** GDP grew 4.5% Y/Y in Q3-26, above expectations for a 4.4% increase and a 4.3% rise in Q2-26, aided by strong exports and artificial intelligence demand. GDP grew 1.2% Q/Q (consensus: 1.1%) from 0.9% increase in Q2-26. (Source: Investing.com).

Currency/ Cryptocurrency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	101.8	0.0	0.4	3.6
Euro	1.1	0.0	-0.8	-4.3
Japanese Yen	158.0	0.0	0.4	0.8
Sterling Pound	1.3	0.0	0.5	-1.1
Canadian Dollar	0.7	0.0	0.6	-2.9
Swiss Franc	1.2	0.0	1.4	-3.8
Australian Dollar	0.7	0.0	-0.0	4.1
Chinese Yuan	6.7	0.0	-0.3	-4.1
Indian Rupee	95.0	0.0	-0.9	5.7
Bitcoin	80,869.9	-0.8	-3.3	-7.7
Ethereum	2,412.6	-0.3	-10.0	-19.0
Ripple	1.3	0.2	-12.6	-29.1

Corporate Calendar

Date	Company	Event
19-Oct	SPORT CLUBS	EGM
19-Oct	BUILD STATION	Cash Dividend Distribution
20-Oct	SGS	Cash Dividend Distribution
22-Oct	ARDCO	Cash Dividend Distribution
22-Oct	SVCP	EGM
22-Oct	ALSAIF GALLERY	Cash Dividend Distribution
22-Oct	HAMAD BIN SAEDAN REAL ESTATE	Eligibility of Cash Dividend
25-Oct	DERAYAH REIT	Eligibility of Cash Dividend

EGM: Extra Ordinary Meeting*
 OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Saudi Arabia	10,190	0.8	-2.4	-2.9	17.2
Dubai (DFM)	5,867	0.0	-1.6	-3.0	9.0
Abu Dhabi (ADX)	9,808	0.0	-2.6	-1.8	16.9
Kuwait (KSE)	8,871	-0.2	-3.2	-6.6	18.1
Qatar (QE)	8,634	-2.0	-6.6	-19.8	10.4
Oman (MSM)	7,656	-0.3	1.2	30.5	13.9
Bahrain (BSE)	1,866	-0.5	-2.2	-9.7	14.8
Egypt (EGX30)	50,896	-2.6	-1.9	21.7	9.5

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	52,002	0.0	2.2	8.2	22.8
Nasdaq	26,140	0.0	-2.7	12.5	41.1
S&P 500	7,659	0.0	0.1	11.9	26.3
FTSE 100	10,882	0.0	2.6	9.6	15.1
Germany DAX 30	25,623	0.0	1.7	4.6	17.1
France CAC 40	7,957	0.0	-0.1	-2.4	16.7
Japan Nikkei 225	65,324	0.0	-2.1	29.8	20.7
Brazil IBOVESPA	205,430	0.0	10.2	27.5	12.3
Hong Kong Hang Seng	24,187	0.0	-1.7	-5.6	12.1
South Korea KOSPI	5,668	0.0	-17.1	34.5	10.4
China Shanghai Composite	3,716	0.0	-3.3	-6.4	16.2
Australia ASX 200	8,807	0.0	0.2	1.1	20.3
India Sensex	74,729	0.0	3.1	-12.3	20.6
MSCI EM	1,621	0.0	-4.9	15.4	15.2
MSCI World	4,908	0.0	0.1	10.8	23.5

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	102.5	0.0	5.0	66.0
Brent Crude (\$/bbl)	109.9	0.0	6.1	80.5
Texas crude (\$/bbl)	101.4	0.0	12.2	76.6
Natural Gas (\$/mmbtu)	3.1	0.0	3.0	-21.9
Gold (\$/oz)	4,165.6	0.0	0.2	-3.6
Silver (\$/oz)	57.0	0.0	-5.7	-20.5
Steel (\$/ton)	1,285.0	0.0	0.8	37.4
Iron Ore (CNY/MT)	690.0	0.0	-2.5	-14.6
Aluminum (\$/MT)	3,001.5	0.0	-5.3	0.2
Copper (\$/MT)	14,407.5	0.0	-0.0	16.0
Sugar (\$/lb)	20.9	0.0	12.0	32.5
SMP* (EUR/MT)	3,525.0	0.0	9.7	76.3

SMP: Skimmed Milk Powder*

Interbank Rates

Region	Rate	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.053	13.07	-0.8	28.6
KSA (SAIBOR 3M)	5.300	-47.05	-24.1	44.1
KSA (SAIBOR 6M)	5.447	-25.79	-12.0	22.1
KSA (SAIBOR 12M)	5.412	0.49	12.6	32.9
USA (SOFR 3M)	4.116	0.00	3.3	46.5
UAE (EIBOR 3M)	4.205	0.00	-11.3	73.1

Data Sources: Tadawul, Bloomberg, Reuters
 Closes as of Oct 18, 2026

Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	10,190
Short-term view	Hold
weeks high/low 52	11,782 - 10,132

Market data

Exchange Market Cap. (SAR bn)	9,176.6
Value (SAR mn)	2,353.9
Volume (mn)	158.7
Number of Transactions	287,805
Market Breadth	200 : 62

Key statistics

1D return %	0.82%
MTD return %	-2.40%
QTD return	-2.40%
YTD return	-2.87%
ADT vol. 3M* (mn)	218.0
ADT val. 3M (SARmn)	4,253.5

*ADT stands for Average Daily Traded

TASI market commentary

- TASI experienced a rise on Sunday, driven by the advance of all heavy weight sectors. At close, the Saudi market ended the day with a change of 0.82% at 10,190. In terms of activity, total volumes and value traded were ~159mn and ~SAR 2.4bn, respectively. The advance-decline ratio came in at 200/62.

Technical outlook

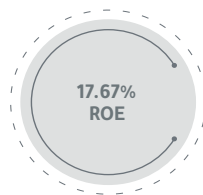
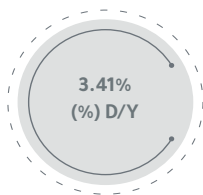
- TASI closed the last session near 10,190, registering an advance of 83 points. The buying attitude reemerged, pushing the index toward a retest of the previously breached support of the 127.2% Fibonacci level near 10,275. Nevertheless, a potential further profit-booking attitude toward the 161.8% Fibonacci level near 10,000 would remain viable as long as the index maintains trading below the 10-day SMA near 10,340. TASI formed a Morning Star candlestick, suggesting possible further near-term buying sentiment. Moreover, the RSI indicator is still hovering around the level of 30; besides, it started to show positive divergence. TASI has an immediate resistance level around 10,195. If successfully surpassed, the subsequent resistance levels to watch for would be around 10,235 - 10,275. On the other hand, an immediate support level is seen around 10,000. If breached, the subsequent support levels would be around 9,940 - 9,810. Traders are advised to closely monitor the crucial resistance of around 10,275, where profit-booking attitudes may reappear.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
9,810	9,940	10,000	10,120	10,195	10,235	10,275



Source: Bloomberg, Argaam



TASI daily chart

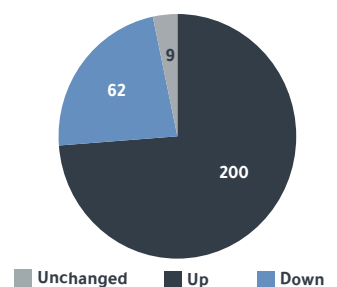


Source: Tradingview, Aljazeera Capital Research

Our view



Market depth



SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	Close*	Buy range	Sell range	Stop loss
4050	SASCO	40.50	40.40 - 40.50	40.76 - 41.08	39.88
2030	SARCO	51.65	51.50 - 51.65	51.95 - 52.40	50.85
2020	SABIC Agri-Nutrients	113.80	113.50 - 113.80	114.50 - 115.40	112.00
2082	ACWA POWER	158.10	157.70 - 158.10	159.10 - 160.40	155.70
1213	Naseej	11.43	11.40 - 11.43	11.50 - 11.59	11.25
8040	Mutakamela	9.51	9.49 - 9.51	9.57 - 9.65	9.36
4290	Alkhaleej Training	12.36	12.33 - 12.36	12.44 - 12.54	12.16
2060	TASNEE	7.62	7.60 - 7.62	7.67 - 7.72	7.51
4018	Almoosa	112.30	112.00 - 112.30	113.00 - 113.90	110.50
4071	ALARABIA	42.12	42.00 - 42.12	42.40 - 42.74	41.46

*As of 18th Oct 2026

* Note - Stop loss is based on an intraday basis

CHARTS OF THE DAY

Technical observations

SASCO penetrated a declining trendline as well as the 20-day SMA. Moreover, other technical indicators show bullish structure.

Saudi Automotive Services Co. (SASCO)



Technical observations

SARCO started to bounce off a rising trendline as well as the level of the previous trough. Moreover, other technical indicators show bullish structure.

Saudi Arabia Refineries Co. (SARCO)



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RESEARCH
DIVISION

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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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