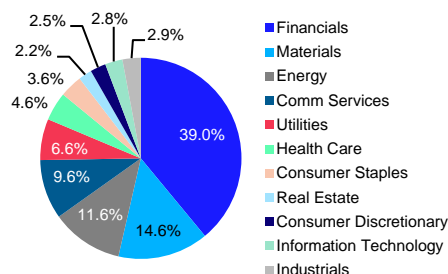


## Largest Index Constituents- FTSE Saudi Arabia All Cap Index

Companies	Sector	Float Adj Mcap (US\$bn)	Index weights
Al Rajhi Bank	Financials	50.91	14.0%
Aramco	Energy	38.93	10.7%
SNB	Financials	27.99	7.7%
Saudi Telecom Co.	Comm*	24.12	6.6%
ACWA Power	Utilities	18.50	5.1%
Maaden	Materials	17.01	4.7%
SABIC	Materials	14.64	4.0%
Riyad Bank	Financials	12.05	3.3%
Alinma Bank	Financials	9.47	2.6%
SABB	Financials	8.86	2.4%

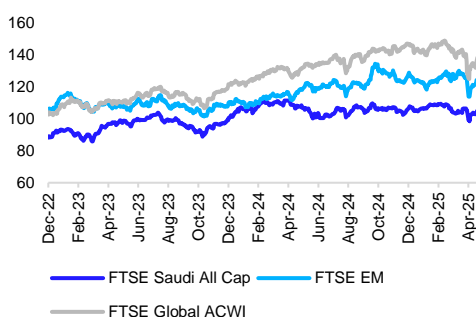
Source: FTSE, Al Rajhi Capital, Data as of 30<sup>th</sup> April 2025;  
\*Communication Services

## Sector Weights- FTSE Saudi Arabia All Cap Index



Source: FTSE, Al Rajhi Capital, Data as of 30<sup>th</sup> April 2025

## FTSE Saudi Arabia All Cap Performance vs FTSE EM and Global ACWI Indices



Source: Bloomberg, Al Rajhi Capital, Data as of 29<sup>th</sup> April 2025

# FTSE Quarterly Review- June 2025

## No possible inclusion contenders, except Almoosa (subject to certain conditions)

In this report, we have analysed the possible changes in the FTSE Saudi Arabia All Cap index that includes large, mid and small cap companies (excluding micro-cap companies). FTSE is scheduled to announce the indicative outcome of its quarterly review for June 2025 on 23<sup>rd</sup> May 2025 and the changes will be effective from 23<sup>rd</sup> June 2025. In the last review, FTSE added Saudi Re to the FTSE Saudi Arabia All Cap Index as a small-cap constituent and deleted Herfy Foods, Najran Cement, Sinad Holdings and Northern Cement from the index and downgraded them to micro-cap. Based on the ground rules, the quarterly review applies to IPOs/spin offs which happened before 1<sup>st</sup> Feb 2025.

Considering the closing prices as on 30<sup>th</sup> April 2025, we present our analysis for the possible changes. If there is no major change to the investible market cap cut-off then there are no possible strong contenders for inclusion in the All-Cap Index. However, if the investible market cap cut-off for Jun'25 is lowered by 30-35% compared to the Mar'25 review, then Almoosa has a possibility of getting included. On the other hand, Jahez and Makkah based realtors satisfy the inclusion criteria reasonably, but we believe these will be added only in the next review noting that the quarterly reviews only consider new IPOs. Rasan also satisfies the criteria but given that it got listed before Oct'24, there is a possibility only if FTSE makes an exception (IPO assessment period: Oct'24 to Apr'25).

**Details of inclusion/exclusion candidates (Jun'25):** Considering the investible market cap inclusion level to be unchanged as per the last review, none of the recent IPOs are eligible for inclusion. However, given the recent correction in the market, there is a possibility that the investible market cap would be lowered. If the investible market cap is lowered by 30-35%, then Almoosa is a contender for inclusion while Nice One has a slim chance. At the same time, Almoosa's inclusion would also be subject to the free float considered by FTSE (if FTSE considers the Cornerstone investors as part of the free float, then Almoosa has a strong chance of inclusion even if the investible market cap is not lowered). Meanwhile, Masar satisfies the market cap criteria reasonably, but it got listed in Mar'25 and hence fails to satisfy the minimum 3-month trading requirement.

**Potential candidates for next review (Sept'25):** The investible market cap of Rasan, Jahez and Makkah based realtors (Jabal Omar, MCDG) are satisfying the inclusion criteria, yet these will likely be considered in the next semi-annual review (Sept'25). This is because FTSE considers only new IPOs (IPOs listed after Oct'24) in its quarterly review. However, if FTSE makes an exception, then Rasan is an eligible candidate based on its free float based market cap.

**Current weights of FTSE Saudi Arabia All Cap Index:** The FTSE Saudi Arabia All Cap Index currently comprises of 99 constituents with Al Rajhi (14.0%) and Saudi Aramco (10.7%) (without accounting for investability weight changes and inclusions) being the largest constituents among all the Saudi companies in the FTSE Index as of 30<sup>th</sup> April 2025.

Figure 1 FTSE Quarterly Review Update

Jun'25 Review	Expected Size Marker	Inclusion Probability	Inflows (\$mn)*	Inflows (SARmn)	DTC - 20D Avg. turnover	DTC - 3M Avg. turnover
Almoosa	Small cap	Low (Cut-off dependent); if cut-off declines by ~30%	19.2	71.9	4.5	3.4

Source: FTSE, Bloomberg, Al Rajhi Capital. \*Data as of 30<sup>th</sup> April 2025; Flows are ARC estimates; \* Flows are calculated assuming 30% free float (including Cornerstone)

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# Market Report

Saudi Arabia

1 May 2025

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