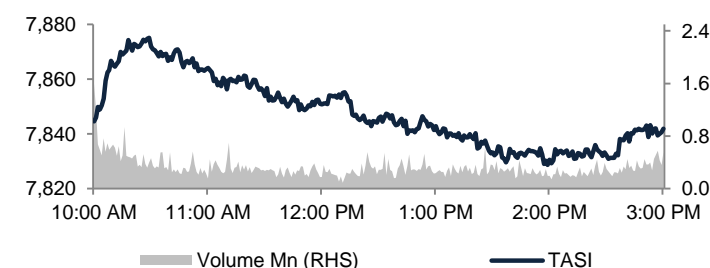


Saudi Stock Exchange

Index	Closing	High	Low	Daily Change %	YTD %
TASI	7,839	7,875	7,828	(0.1)	8.5
NOMU	2,425	2,429	2,416	0.4	(22.8)

TASI movement during session



Index	Close	Daily Change %	% YTD	PE (TTM)
Energy	4,978	(0.9)	16.3	16.9
Materials	5,478	(0.2)	8.4	17.4
Capital Goods	4,016	(0.3)	(7.5)	-20.0
Commercial Service	4,410	(0.3)	4.9	19.1
Transportation	3,575	0.8	(10.9)	21.3
Consumer Durables	3,692	0.1	(10.8)	-33.3
Consumer Services	3,064	0.5	(16.8)	17.2
Media	11,256	(0.4)	45.5	67.6
Retailing	6,921	(0.2)	22.9	26.1
Food & Staples	5,984	(0.8)	6.7	18.4
Food & Beverages	3,964	(0.1)	(19.1)	25.8
Healthcare	3,677	(0.7)	(17.2)	17.4
Pharma & Bio Tech	3,839	(0.7)	(3.3)	24.7
Banks	7,036	(0.2)	27.9	12.8
Diversified Financials	3,353	0.1	(16.8)	-27.4
Insurance	4,191	0.5	(11.3)	34.0
Telecom	5,080	(0.5)	19.5	28.7
Utilities	3,428	(0.1)	(24.8)	96.2
REITs	3,614	(0.4)	(22.0)	15.8
Real Estate	3,277	0.5	(30.2)	19.6

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
7,873	7,744	7,690	3.34

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000 shares)
Current Week	2.1	95.9	93.2
Previous week	17.9	718.5	627.0

Top Gainers

Company	Price	Change%
Enaya	31.10	9.9
Amana Insurance	22.50	8.7
Allianz SF	27.45	5.2
Arabian Shield	19.00	3.8
Buruj	27.40	3.6

Top Losers

Company	Price	Change%
BSFR	31.95	-3.8
Extra	51.50	-3.7
WALAA	22.80	-3.3
MEDGULF	14.16	-3.3
Mouwasat	80.70	-3.0

Top Weighted Companies

Company	Price	Change%
Al Rajhi	86.50	-0.2
SABIC	120.60	-0.2
NCB	45.70	-0.1
SAMBA	31.20	-0.5
STC	84.00	-0.8

Major Economic News

- According to data from the Capital Market Authority of Saudi Arabia, the total value of assets of investment funds in the Kingdom increased 4.0% QoQ to SAR 283.5bn in Q3 2018. The total value of assets of private funds rose 9.0% QoQ, while that of public investment funds edged down 1.0% from the previous quarter. (Source: Argaam)
- According to Saudi Press Agency, KSA pledged USD 113.7mn in anti-terror aid to back development programs in Africa's Sahel region. The countries that make up the Sahel group are Mauritania, Burkina Faso, Chad, Mali, and Niger. (Source: Argaam)
- The Saudi Small and Medium Enterprises General Authority (Monshaat) inaugurated the Startup Saudi Arabia Forum at Four Seasons Hotel Riyadh on Sunday, December 12. The forum allows entrepreneurs and SMEs to take advantage of various workshops aimed at developing enhanced entrepreneurship programs and boosting innovation. (Source: Argaam)
- According to Saudi Ports Authority (Mawani), the total cargo tonnage handled in ports of KSA stood at 22.67mn tons in November 2018, which reflects a rise of 6.14% vis-à-vis this period last year. The number of handling containers stood at 521,000, a growth of 1.21% from the same period last year. (Source: Argaam)

Major Corporate News

- Saudi Basic Industries Corp. (SABIC) inked a MoU with UK-based Plastic Energy Ltd. for the supply of feedstock to assist its petrochemical operations in Europe. Commercial production at the plant is likely to commence in 2021. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 0.1% to 7,839.3 on Sunday. The value traded stood at SAR 2.1bn (down 34.3% over previous day), while the advance-decline ratio stood at 88/84. The parallel market index increased 0.4% to 2,424.8 points. The value traded stood at SAR 0.8mn (down 41.2% over previous day). Most sectors in the main market ended in the red. Transportation and Consumer Services (up 0.8% and 0.5%, respectively) advanced the most; Energy and Food & Staples (down 0.9% and 0.8%, respectively) led the laggards.

Regional Markets

Market	Close	Daily Change %	MTD %	YTD %
Dubai (DFM)	2,551	-1.2	-4.4	-24.3
Abu Dhabi (ADX)	4,836	-0.8	1.4	10.0
Kuwait (KSE)	4,716	-0.4	-0.3	**NA
Qatar (QE)	10,604	0.1	2.3	24.4
Oman (MSM)	4,548	0.0	3.1	-10.8
Bahrain (BSE)	1,317	-0.2	-0.9	-1.1
Egypt (EGX30)	12,140	-2.0	-8.9	-19.2

International Markets

Index	Close	Daily Change %	MTD %	YTD %
Dow Jones	24,389	0.0	-4.5	-1.3
Nasdaq	6,613	0.0	-4.8	3.4
S&P 500	2,633	0.0	-4.6	-1.5
FTSE 100	6,778	0.0	-2.9	-11.8
Germany DAX 30	10,788	0.0	-4.2	-16.5
France CAC 40	4,813	0.0	-3.8	-9.4
Japan Nikkei 225	21,679	0.0	-1.1	-4.8
Hong Kong Hang Seng	26,064	0.0	-1.7	-12.9
China Shanghai Composite	2,606	0.0	0.7	-21.2
Australia ASX 200	5,682	0.0	0.3	-6.3
India Sensex	35,673	0.0	-1.4	4.7

Commodity Markets

Commodity	Price	Daily Change %	MTD %	YTD %
Arab Light Crude (\$/bbl)	60.2	0.0	-21.1	-7.5
Brent Crude (\$/bbl)	61.7	0.0	5.0	-7.8
Texas crude (\$/bbl)	52.8	0.0	3.9	-12.7
Natural Gas (\$/mmbtu)	4.49	0.0	-2.7	52.0
Gold (\$/oz)	1,248	0.0	2.1	-4.2
Silver (\$/oz)	14.6	0.0	3.1	-13.7
Steel (\$/ton)	760	0.0	-8.5	14.8
Iron Ore (CNY/MT)	500	0.0	-10.1	2.4
Wheat (\$/bu)	520	0.0	0.7	21.7
Corn (\$/bu)	374	0.0	2.0	6.6
Sugar (\$/lb)	12.9	0.0	0.2	-15.1
SMP* (EUR/MT)	1,718	0.0	8.9	23.2

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change (bps)	MTD (bps)	YTD (bps)
USD LIBOR	2.771	0.0	3.5	107.7
Saudi Arabia (SAIBOR)	2.866	0.4	3.0	97.0
UAE (EIBOR)	2.839	4.9	17.1	104.4
Kuwait (KIBOR)	2.125	6.3	0.0	25.0
Qatar (QIBOR)	2.790	0.0	-3.2	14.3
Bahrain (BHIBOR)	3.800	0.0	5.0	107.5

* Three-month Interbank rate **NA: Not Available

Data Sources: Tadawul, Bloomberg, Reuters

Updated as of December 10, 2018

Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi decreased 1.2% and 0.8%, respectively. Kuwait, Bahrain and Egypt decreased 0.4%, 0.2% and 2.0%, respectively, while Qatar increased 0.1%. Meanwhile, Oman remained flat.
- US wholesale inventories rose 0.8% MoM in October (consensus: 0.7%), as against 0.4% in September. Inventory and sales growth are evenly matched, at 6.9% and 6.8%, respectively. The increase in inventories and decline in sales widened the stock-to-sales ratio to 1.28 from 1.27 and 1.26 in September and August, respectively. (Source: Econoday)
- US consumer credit grew USD 25.4bn MoM in October (consensus: USD 15.3bn), against USD 11.6bn in September. Revolving credit rose USD 9.2bn, reflecting the largest monthly increase since the decline in November 2017; non-revolving credit increased USD 16.2bn in October, against USD 11.9bn in September. (Source: Econoday)
- US non-farm payrolls increased 155,000 MoM in November (consensus: 190,000), compared with 237,000 in October. The unemployment rate level remained unchanged at 3.7% in November (in line with the consensus). Private payroll improved 161,000 in November (consensus: 183,000), vis-à-vis 251,000 in October. (Source: Econoday)

Forex / Currency

Currency	Close	Daily Change %	MTD %	YTD %
Dollar Index	96.5	0.0	-0.8	4.8
Euro	1.14	0.0	0.5	-5.2
Japanese Yen	112.7	0.0	-0.7	0.0
Sterling Pound	1.27	0.0	-0.2	-5.8
Chinese Yuan	6.87	0.0	-1.2	5.6
Indian Rupee	70.9	0.0	1.7	11.0
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	0.0	0.0	0.0
Kuwaiti Dinar	0.30	-0.2	-0.1	0.8
Omani Rial	0.38	0.0	0.0	0.0
Bahraini Dinar	0.38	0.1	0.1	0.0
Egyptian Pound	17.86	0.0	0.0	0.7

Corporate Calendar

Date	Company	Event
10 th Dec	AL-Babtain	Cash Dividend Distribution
10 th Dec	Thob Al Aseel	OGM
11 th Dec	BSFR	OGM
12 th Dec	SAPTCO	OGM
12 th Dec	SAPTCO	EGM
12 th Dec	Enaya	EGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Head of Research

Talha Nazar

+966 11 2256250

t.nazar@aljazaricapital.com.sa

Analyst

Waleed Al-Jubayr

+966 11 2256146

W.aljubayr@aljazaricapital.com.sa

Analyst

Jassim Al-Jubran

+966 11 2256248

j.aljubran@aljazaricapital.com.sa

Analyst

Muhanad Al-Odan

+966 11 2256115

m.alodan@aljazaricapital.com.sa

General Manager - Brokerage Division

Mr. Ala'a Al-Yousef

+966 11 2256000

a.yousef@aljazaricapital.com.sa

AGM – Head of Sales And Investment Centers Central Region & Acting Head of Western and Southern Regions

Sultan Ibrahim AL-Mutawa

+966 11 2256364

s.almutawa@aljazaricapital.com.sa

AGM-Head of international and institutional brokerage

LuayJawad Al-Motawa

+966 11 2256277

lalmutawa@aljazaricapital.com.sa

Area Manager –Qassim & Eastern Province

Abdullah Al-Rahit

+966 16 3617547

aalrahit@aljazaricapital.com.sa

AlJazira Capital, the investment arm of Bank AlJazira, is a Shariaa Compliant Saudi Closed Joint Stock company and operating under the regulatory supervision of the Capital Market Authority. AlJazira Capital is licensed to conduct securities business in all securities business as authorized by CMA, including dealing, managing, arranging, advisory, and custody. AlJazira Capital is the continuation of a long success story in the Saudi Tadawul market, having occupied the market leadership position for several years. With an objective to maintain its market leadership position, AlJazira Capital is expanding its brokerage capabilities to offer further value-added services, brokerage across MENA and International markets, as well as offering a full suite of securities business.

Disclaimer:

The purpose of producing this report is to present a general view on the company/economic sector/economic subject under research, and not to recommend a buy/sell/hold for any security or any other assets. Based on that, this report does not take into consideration the specific financial position of every investor and/or his/her risk appetite in relation to investing in the security or any other assets, and hence, may not be suitable for all clients depending on their financial position and their ability and willingness to undertake risks. It is advised that every potential investor seek professional advice from several sources concerning investment decision and should study the impact of such decisions on his/her financial/legal/tax position and other concerns before getting into such investments or liquidate them partially or fully. The market of stocks, bonds, macroeconomic or microeconomic variables are of a volatile nature and could witness sudden changes without any prior warning, therefore, the investor in securities or other assets might face some unexpected risks and fluctuations. All the information, views and expectations and fair values or target prices contained in this report have been compiled or arrived at by AlJazira Capital from sources believed to be reliable, but AlJazira Capital has not independently verified the contents obtained from these sources and such information may be condensed or incomplete. Accordingly, no representation or warranty, express or implied, is made as to, and no reliance should be placed on the fairness, accuracy, completeness or correctness of the information and opinions contained in this report. AlJazira Capital shall not be liable for any loss as that may arise from the use of this report or its contents or otherwise arising in connection therewith. The past performance of any investment is not an indicator of future performance. Any financial projections, fair value estimates or price targets and statements regarding future prospects contained in this document may not be realized. The value of the security or any other assets or the return from them might increase or decrease. Any change in currency rates may have a positive or negative impact on the value/return on the stock or securities mentioned in the report. The investor might get an amount less than the amount invested in some cases. Some stocks or securities maybe, by nature, of low volume/trades or may become like that unexpectedly in special circumstances and this might increase the risk on the investor. Some fees might be levied on some investments in securities. This report has been written by professional employees in AlJazira Capital, and they undertake that neither them, nor their wives or children hold positions directly in any listed shares or securities contained in this report during the time of publication of this report, however, The authors and/or their wives/children of this document may own securities in funds open to the public that invest in the securities mentioned in this document as part of a diversified portfolio over which they have no discretion. This report has been produced independently and separately by the Research Division at AlJazira Capital and no party (in-house or outside) who might have interest whether direct or indirect have seen the contents of this report before its publishing, except for those whom corporate positions allow them to do so, and/or third-party persons/institutions who signed a non-disclosure agreement with AlJazira Capital. Funds managed by AlJazira Capital and its subsidiaries for third parties may own the securities that are the subject of this document. AlJazira Capital or its subsidiaries may own securities in one or more of the aforementioned companies, and/or indirectly through funds managed by third parties. The Investment Banking division of AlJazira Capital maybe in the process of soliciting or executing fee earning mandates for companies that is either the subject of this document or is mentioned in this document. One or more of AlJazira Capital board members or executive managers could be also a board member or member of the executive management at the company or companies mentioned in this report, or their associated companies. No part of this report may be reproduced whether inside or outside the Kingdom of Saudi Arabia without the written permission of AlJazira Capital. Persons who receive this report should make themselves aware, of and adhere to, any such restrictions. By accepting this report, the recipient agrees to be bound by the foregoing limitations.