

Major Economic News

- Qualified foreign investors (QFIs) were net purchasers of SAR 91.2bn worth of stocks on the Saudi Stock Exchange in 2019, compared to net buys of SAR 2.83bn in 2018. Foreign investors' total ownership hit its highest record in 2019 at 9.28% of the total market value as on December, 5. (Source: Argaam)
- Dr. Sulaiman Al Habib Medical Group plans an IPO in February, and named Jadwa Investment and Riyadh Capital as IPO advisors. In September, the Capital Market Authority approved Dr. Sulaiman Al Habib Medical Group Co.'s request to sell 52.5mn shares, or 15% of its capital in an IPO. (Source: Argaam)
- The Capital Market Authority approved authorizing the Securities Clearing Center Co. (Muqassa) to provide securities clearing services in the Kingdom. Muqassa will be also classified as a qualified central counterparty. (Source: Argaam)

Major Corporate News

- Emaar the Economic City received the approval from the Ministry of Finance to postpone the payment of the first instalment of a SAR 5bn loan received in 2011 for a period of 7 months. The new due date for the payment will be in January 2021, instead of June 2020, as scheduled before. (Source: Argaam)
- Musharaka REIT completed the acquisition of Al Bazai showrooms for Toyota, Lexus, and Skoda, along with a dedicated car maintenance center, in Riyadh for SAR 70mn. The property will be leased for 15 years to Saleh Abdullah Al Bazai & Sons Company, with the first 10 years of the contract binding under promissory notes. The annual rental value starts at SAR 6mn, which will increase every five years by 10%. (Source: Argaam)
- Saudi Cement Co. purchased the stake of Esterad Investment Co. in Bahrain's United Cement Co. for SAR 23mn. The sale agreement is expected to reflect positively on its Q4-19 results. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 0.4% to 8,474.8 on Tuesday. The value traded stood at SAR 4.5bn (up 1.6% over previous day), while the advance-decline ratio stood at 126/49. The parallel market index decreased 3.4% to 6,930.6 points. The value traded stood at SAR 20.0mn (down 29.8% over previous day). Most sectors in the main market ended in the green. Media and Food & Staples (up 3.8% and 2.7%, respectively) advanced the most; Real Estate and Software & Services (down 0.7% and 0.4%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
AXA COOP. INSURANCE	30.15	9.8
TIHAMA ADVERTISING AND P.R.	40.50	7.6
AL HASSAN SHAKER	12.46	6.3
ARABIAN PIPES	13.60	5.9
UNITED WIRE FACTORIES - ASLAK	19.94	5.5

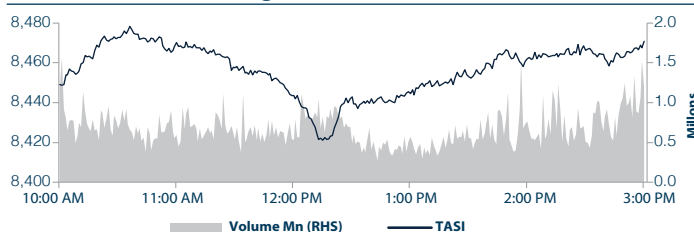
Top Losers

Company	Price	Change%
DAR ALARKAN REAL ESTATE	10.68	-3.6
TALEEM REIT FUND	12.94	-2.9
NATIONAL SHIPPING COMPANY	39.75	-1.9
EASTERN PROVINCE CEMENT	39.80	-1.7
NAMA CHEMICALS	24.66	-1.6

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	8,475	8,479	8,420	0.4	1.0
NomuC	6,931	7,192	6,856	(3.4)	(3.5)

TASI movement during session



Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,393	0.1	(0.9)	18.9
Materials	5,261	0.6	1.8	36.1
Capital Goods	4,568	0.6	5.4	-12.2
Commercial Service	4,690	0.1	(1.7)	18.9
Transportation	4,570	1.5	4.0	21.9
Consumer Durables	3,604	0.4	2.8	-47.1
Consumer Services	4,157	0.0	5.0	39.9
Media	9,812	3.8	4.4	37.4
Retailing	7,874	0.6	2.3	33.7
Food & Staples	7,466	2.7	12.8	230.4
Food & Beverages	4,414	0.4	1.4	238.3
Healthcare	3,742	0.2	0.3	25.4
Pharma & Bio Tech	3,760	1.2	4.6	-23.0
Banks	8,187	0.5	1.0	14.3
Diversified Financials	3,487	1.5	5.6	633.9
Insurance	4,635	1.2	2.7	-297.7
Telecom	6,457	(0.2)	(0.2)	20.4
Utilities	4,427	(0.3)	0.6	-69.6
REITs	4,236	0.6	0.9	20.8
Real Estate	3,116	(0.7)	(0.5)	76.8
Software & Services	5,189	(0.4)	5.2	NA

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
8,351	8,311	8,332	4.02

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	12.9	565.1	536.2
Previous week	20.6	821.7	879.1

Top Weighted Companies

Company	Price	Change%
AL RAJHI	66.40	0.8
SAUDI ARAMCO	34.85	0.3
NCB	47.70	0.0
SABIC	93.20	0.5
STC	98.90	-0.1

Regional and International Markets

- Among other regional markets, Abu Dhabi and Dubai increased 1.1% and 1.0%, respectively. Bahrain, Kuwait, Qatar, and Egypt rose 1.2%, 0.9%, 0.7%, and 0.4%, respectively. Meanwhile, Oman remained closed.
- US President Trump's impeachment trial could start next week, stated Senate Leader Mitch McConnell. He announced the tentative schedule a few hours after Democratic House Speaker Nancy Pelosi revealed that she would send the articles of impeachment against Trump to the Senate. (Source: CNBC)
- Britain, France and Germany formally accused Iran of breaching the 2015 agreement which limited its nuclear program, taking the first step toward reimposing UN sanctions. (Source: NY Times)
- US CPI growth rate fell to 0.2% M/M in December (consensus: 0.3%) as against 0.3% in November. On a Y/Y basis, CPI increased 2.3% in December (consensus: 2.3%). (Source: Econoday, RTT news)
- Oil prices rose 0.5% as investors await EIA's US inventory data due on Wednesday amid release of pressure in Middle East.
- Gold prices fell 0.1% due to outflow of funds from US gold ETFs amid improving macroeconomic scenario.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	97.4	0.0	1.0	1.0
Euro	1.11	-0.1	-0.7	-0.7
Japanese Yen	110.0	0.0	1.3	1.3
Sterling Pound	1.30	0.2	-1.8	-1.8
Chinese Yuan	6.88	-0.1	-1.1	-1.1
Indian Rupee	70.8	0.2	-0.7	-0.7
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	-0.6	0.0	0.0
Kuwaiti Dinar	0.30	0.0	0.1	0.1
Omani Rial	0.38	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	0.0	0.0
Egyptian Pound	15.83	-0.3	-1.1	-1.1

Corporate Calendar

Date	Company	Event
19 th Jan	Wafa Insurance	OGM
20 th Jan	Sharqiya Dev Co.	EGM
20 th Jan	Ataa Educational	EGM
21 st Jan	Atheeb Telecom	EGM
21 st Jan	Takween	EGM
22 nd Jan	AlSorayai Group	EGM

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

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,803	1.0	1.4	1.4	6.9
Abu Dhabi (ADX)	5,169	1.1	1.8	1.8	13.1
Kuwait (KSE)	4,889	0.9	-0.4	-0.4	11.1
Qatar (QE)	10,637	0.7	2.0	2.0	14.8
Oman (MSM)	3,977	0.0	-0.1	-0.1	8.1
Bahrain (BSE)	1,620	1.2	0.6	0.6	11.2
Egypt (EGX30)	13,757	0.4	-1.5	-1.5	9.7

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	28,940	0.1	1.4	1.4	21.1
Nasdaq	9,033	-0.4	3.4	3.4	29.3
S&P 500	3,283	-0.2	1.6	1.6	23.6
FTSE 100	7,622	0.1	1.1	1.1	16.0
Germany DAX 30	13,456	0.0	1.6	1.6	18.0
France CAC 40	6,041	0.1	1.1	1.1	19.9
Japan Nikkei 225	24,025	0.7	1.6	1.6	19.0
Hong Kong Hang Seng	28,885	-0.2	2.5	2.5	11.6
China Shanghai Composite	3,107	-0.3	1.9	1.9	12.3
Australia ASX 200	6,962	0.8	4.2	4.2	18.1
India Sensex	41,953	0.2	1.7	1.7	23.4

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	68.4	-1.5	-0.6	-0.6
Brent Crude (\$/bbl)	64.5	0.5	-2.3	-2.3
Texas crude (\$/bbl)	58.3	0.3	-4.6	-4.6
Natural Gas (\$/mmbtu)	2.19	0.2	-0.1	-0.1
Gold (\$/oz)	1,546	-0.1	1.9	1.9
Silver (\$/oz)	17.8	-1.0	-0.2	-0.2
Steel (\$/ton)	582	-0.3	-1.0	-1.0
Iron Ore (CNY/MT)	736	1.8	5.8	5.8
Wheat (\$/bu)	569	1.1	1.7	1.7
Corn (\$/bu)	389	-0.1	0.3	0.3
Sugar (\$/lb)	14.3	1.1	6.7	6.7
SMP* (EUR/MT)	2,600	2.0	1.2	1.2

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	1.831	0.0	-7.7	-7.7
Saudi Arabia(SAIBOR)	2.221	-0.3	-1.0	-1.0
UAE (EIBOR)	2.016	-3.8	-19.2	-19.2
Qatar (QIBOR)	2.300	0.0	5.0	5.0
Bahrain (BHIBOR)	2.667	0.0	0.0	0.0

Data Sources: Tadawul, Bloomberg, Reuters
* Three-month Interbank rate **NA: Not Available
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RESEARCH DIVISION

Head of Research

Talha Nazar

+966 11 2256250

t.nazar@aljaziracapital.com.sa

Senior Analyst

Jassim Al-Jubran

+966 11 2256248

j.aljabran@aljaziracapital.com.sa

Analyst

Abdulrahman Al-Mashal

+966 11 2256374

A.Almashal@Aljaziracapital.com.sa

BROKERAGE AND INVESTMENT CENTERS DIVISION

General Manager – Brokerage Services & sales

Alaa Al-Yousef

+966 11 2256060

a.yousef@aljaziracapital.com.sa

AGM-Head of international and institutional brokerage

Luay Jawad Al-Motawa

+966 11 2256277

l.almutawa@aljaziracapital.com.sa

AGM-Head of Qassim & Eastern Province

Abdullah Al-Rahit

+966 16 3617547

a.alrahit@aljaziracapital.com.sa

AGM-Head of Sales And Investment Centers

Central Region, & acting head Western and

Southern Region Investment Centers

Sultan Ibrahim AL-Mutawa

+966 11 2256364

s.almutawa@aljaziracapital.com.sa

RESEARCH DIVISION

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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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Head Office: King Fahad Road, P.O. Box: 20438, Riyadh 11455, Saudi Arabia, Tel: 011 2256000 - Fax: 011 2256068