



## Major Economic News

- The point-of-sale transactions increased 4% to SAR 9bn in the week ending December 05, 2020, from SAR 8.7bn in the previous week. Data showed that a total of 80.8mn transactions were processed during the week. (Source: Argaam)

## Major Corporate News

- Danube Company for Foodstuffs and Commodities, a 99%-owned subsidiary of BinDawood Holding Co., signed a lease agreement with a real estate development firm in Bahrain to open a Danube hypermarket. The store spread over 5,305 sq. m. is scheduled to open in Q4-21. Project cost is estimated at SAR 30mn, to be financed through internal funds. (Source: Argaam)
- Abdullah Al Othaim Markets Co. opened a new store in Riyadh, bringing the total number of branches across Saudi Arabia to 250. The new store is located in Sheikh Suleiman bin Abdullah Street, Al Khaleej district, in Riyadh. (Source: Argaam)
- Riyad REIT Fund signed a SAR 540mn Shariah-compliant facility agreement with Riyad Bank. The duration of the loan is five years, which is extendable to an additional three years. The facility amount will be paid once after five years from each withdrawal. The facility will be used to finance acquisitions of new properties, investments, and projects on behalf of Riyad REIT. (Source: Argaam)
- Madinah Regional Municipality signed the first investment agreement to set up and operate an 250,000 sq. m. integrated city for staff accommodation with Red Sea International Co. The first phase of the project will be implemented by mid-FY21 to accommodate 1,872 workers. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange increased 0.6% to 8,660.2. The value traded stood at SAR 11.8bn (down 11.8% over previous day), while the advance-decline ratio stood at 122/58. The parallel market index decreased 2.9% to 19,840.1 points. The value traded stood at SAR 50.7mn (down 3.1% over previous day). Most sectors in the main market ended in the green. Diversified Financials and Software & Services (up 2.1% and 1.9%, respectively) advanced the most; Consumer Services and Insurance (down 0.3% each) led the laggards.

## Top Gainers

Company	Price	Change%
SPM	75.10	10.0
ALOMRAN	110.60	8.6
SIECO	120.00	5.8
ALKATHIRI	91.80	5.0
ACIG	56.50	4.6

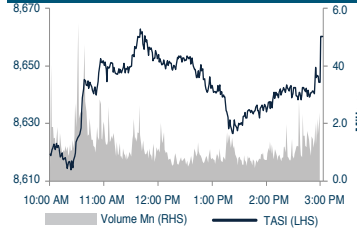
## Top Losers

Company	Price	Change%
ANAAM	110.00	-3.5
TECO	62.50	-3.4
ALINMA T.	25.15	-3.3
A. MOATI	49.90	-3.1
EIC	23.34	-2.2

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	8,660	8,664	8,614	0.6	3.2
NomuC	19,840	21,104	19,654	(2.9)	176.4

## TASI movement during session



## TASI P/E Ratios

P/E (Tadawul)	29.6
P/E (Bloomberg)	34.6
P/E*	43.2
P/E after exclusions*	41.5
P/E ex. loss-making comp.*	18.7
P/E: top 50 MCAP*	29.5

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,488	0.3	0.8	33.9
Materials	5,580	1.1	8.0	High
Capital Goods	6,168	1.0	42.4	High
Commercial Service	4,127	0.2	(13.5)	High
Transportation	4,643	0.9	5.6	Neg
Consumer Durables	5,242	0.2	49.5	Neg
Consumer Services	4,240	(0.3)	7.1	29.3
Media	10,066	(0.1)	7.1	38.3
Retailing	8,405	0.6	9.2	Neg
Food & Staples	10,662	0.3	61.1	34.2
Food & Beverages	5,535	0.4	27.1	30.5
Healthcare	5,505	0.9	47.6	32.6
Pharma & Bio Tech	5,290	0.0	47.2	Neg
Banks	7,604	0.5	(6.2)	17.8
Diversified Financials	4,663	2.1	41.2	Neg
Insurance	5,879	(0.3)	30.2	24.3
Telecom	6,930	0.1	7.1	21.5
Utilities	4,663	0.5	6.0	Neg
REITs	4,290	0.5	2.2	Neg
Real Estate	3,101	0.4	(1.0)	Neg
Software & Services	13,533	1.9	174.3	23.3

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
8,632	8,673	8,624	12.13

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	45.1	1,505.4	1,803.5
Previous week	67.1	2,310.7	2,494.0

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	74.00	0.5
Saudi Aramco	35.65	0.1
NCB	42.65	-0.1
SABIC	97.70	1.2
STC	106.00	0.0



## Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi increased 0.3% each. Oman and Bahrain declined 1.6% and 0.2%, respectively; while Kuwait and Qatar fell 0.1% each. Meanwhile, Egypt remained flat.
- US government has prepared 2.9mn doses of Covid-19 vaccine to be distributed instantly after the Food and Drug Administration approves emergency clearance on Pfizer and BioNTech's candidate. (Source: CNBC)
- According to EIA, oil inventories in the US rose 15.2mn barrels (prior: down 0.7mn) to 503.2mn in the week ended December 04. Distillate inventories increased 5.2mn barrels (prior: up 3.2mn) to 151.1mn, while gasoline inventories grew 4.2mn barrels (prior: up 3.5mn) to 237.9mn. (Source: EIA, Econoday)
- Oil prices remained flat, as optimism over COVID-19 vaccine rollout offset significant increase in US oil inventories last week.
- Gold prices fell 1.7% from a two-week high, impacted by developments on COVID-19 vaccine.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	91.1	0.1	-0.9	-5.5
Euro	1.21	-0.2	1.3	7.8
Japanese Yen	104.2	0.1	-0.1	-4.1
Sterling Pound	1.34	0.3	0.6	1.0
Chinese Yuan	6.54	0.2	-0.5	-6.0
Indian Rupee	73.7	0.0	-0.4	3.3
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	0.0	-0.9	0.0
Kuwaiti Dinar	0.30	0.2	-0.1	0.6
Omani Rial	0.38	0.1	0.1	0.0
Bahraini Dinar	0.38	0.1	0.1	0.1
Egyptian Pound	15.64	0.1	0.2	-2.3

## Corporate Calendar

Date	Company	Event
13 <sup>th</sup> Dec	ACC	OGM
14 <sup>th</sup> Dec	SVCP	Cash Dividend Distribution
21 <sup>st</sup> Dec	ALKHALEEL TRNG	OGM
22 <sup>nd</sup> Dec	LAZURDE	EGM
23 <sup>rd</sup> Dec	MESC	OGM
24 <sup>th</sup> Dec	SPCC	OGM

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,540	0.3	5.0	-8.1	11.8
Abu Dhabi (ADX)	5,077	0.3	2.3	0.0	14.8
Kuwait (KSE)	4,456	-0.1	1.9	-9.3	16.8
Qatar (QE)	10,519	-0.1	2.5	0.9	16.8
Oman (MSM)	3,607	-1.6	-1.0	-9.4	9.3
Bahrain (BSE)	1,490	-0.2	0.8	-7.5	9.1
Egypt (EGX30)	11,018	0.0	0.7	-21.1	7.9

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	30,069	-0.3	1.5	5.4	23.4
Nasdaq	12,339	-1.9	1.1	37.5	36.0
S&P 500	3,673	-0.8	1.4	13.7	28.7
FTSE 100	6,564	0.1	4.8	-13.0	17.4
Germany DAX 30	13,340	0.5	0.4	0.7	23.8
France CAC 40	5,547	-0.2	0.5	-7.2	57.3
Japan Nikkei 225	26,818	1.3	1.5	13.4	26.8
Russia MICEX	3,212	1.0	3.3	5.4	15.2
Hong Kong Hang Seng	26,503	0.8	0.6	-6.0	14.4
South Korea KOSPI	2,755	2.0	6.3	25.4	31.5
China Shanghai Composite	3,372	-1.1	-0.6	10.6	14.1
Australia ASX 200	6,729	0.6	3.2	0.7	22.6
India Sensex	46,104	1.1	4.4	11.8	28.8
MSCI EM	1,256	0.1	4.2	12.7	24.9
MSCI World	2,628	-0.5	1.7	11.4	32.6

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	48.3	1.6	3.7	-29.9
Brent Crude (\$/bbl)	48.9	0.0	2.7	-26.0
Texas crude (\$/bbl)	45.5	-0.2	0.4	-25.5
Natural Gas (\$/mmbtu)	2.44	1.8	-15.3	11.6
Gold (\$/oz)	1,840	-1.7	3.5	21.3
Silver (\$/oz)	23.9	-2.6	5.8	34.2
Steel (\$/ton)	847	4.1	5.9	44.0
Iron Ore (CNY/MT)	1,025	3.5	9.6	47.4
Wheat (\$/bu)	577	2.4	-0.6	3.3
Corn (\$/bu)	422	1.2	0.5	8.8
Sugar (\$/lb)	15.0	4.0	3.2	11.5
SMP* (EUR/MT)	2,198	-0.1	0.6	-14.5

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.230	0.0	0.2	-167.8
Saudi Arabia(SAIBOR)	0.828	-0.1	-0.4	-140.4
UAE (EIBOR)	0.358	0.0	2.5	-185.1
Qatar (QIBOR)	1.133	1.7	-8.8	-111.7
Bahrain (BHIBOR)	2.250	0.0	0.0	-41.7

Data Sources: Tadawul, Bloomberg, Reuters

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

Updated as of December 9, 2020



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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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