



Major Economic News

- Prices of construction materials in KSA rose in FY20, led by ready-mix concrete, which increased by over 9% Y/Y. Cement prices rose 5% Y/Y to SAR 13.8 per bag reaching its highest level in six years. Prices of steel and wood edged up 8% Y/Y in FY20, while cable prices rose by over 5% Y/Y. (Source: Argaam)

Major Corporate News

- National Commercial Bank announced the intention of NCB Tier 1 Sukuk Ltd., an exempted company with limited liability in the Cayman Islands, to issue US dollar-denominated additional Tier-1 sukuk. (Source: Argaam)
- Emaar The Economic City signed a framework cooperation agreement with the Tourism Development Fund, FTG Development Co., Albilad Investment Co. and Ekofine Holding BV to establish a SAR 1.8bn closed and private investment fund. (Source: Argaam)
- The Saudi Stock Exchange announced that AlKhabeer Diversified Income Traded Fund will be listed as a closed-ended investment traded fund on the main market, and units will begin trading on Tuesday, January 19, 2021. (Source: Argaam)
- The Royal Commission for Makkah City and Holy Sites (RCMC) announced the launch of a new firm to undertake the development of the holy sites in Makkah. The closed joint-stock company will be headquartered in Mina, with an authorized capital of SAR 1bn and will be solely owned by RCMC. (Source: Argaam)
- Middle East Paper Co. renewed its Shariah-compliant bank facility agreement with Riyadh Bank, at a total value of SAR 101mn, intended to finance working capital and spare parts of the plant's machinery and equipment. The revolving facility is renewable on August 30 every year and is secured by a promissory note equivalent to the facility value in favor of the bank. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 0.3% to 8,874.9 on Sunday. The value traded stood at SAR 8.3bn (down 12.4% over previous day), while the advance-decline ratio stood at 61/126. The parallel market index decreased 2.7% to 25,824.6 points. The value traded stood at SAR 32.4mn (down 42.6% over previous day). Most sectors in the main market ended in the red. Consumer Durables and Diversified Financials (up 0.9% and 0.3%, respectively) advanced the most; Software & Services and Utilities (down 0.8% and 0.7%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
AMIANIT	23.30	8.4
YCC	48.45	8.3
RAYDAN	36.50	7.5
ALBAHA	43.25	6.1
ACC	43.85	5.0

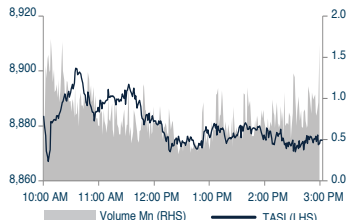
Top Losers

Company	Price	Change%
APC	19.60	-2.2
AXA COOP.	34.80	-2.0
DERAYAH	11.34	-1.9
MALATH	22.80	-1.9
WATANIYA	47.75	-1.9

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	8,875	8,901	8,867	(0.3)	5.8
NomuC	25,825	26,531	25,825	(2.7)	259.7

TASI movement during session



TASI P/E Ratios

P/E (Tadawul)	29.2
P/E (Bloomberg)	35.5
P/E*	46.2
P/E after exclusions*	44.4
P/E ex. loss-making comp.*	19.4
P/E: top 50 MCAP*	31.1

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,358	(0.6)	(0.5)	33.1
Materials	5,996	(0.2)	4.3	High
Capital Goods	6,778	0.3	3.7	Neg
Commercial Service	4,223	(0.6)	4.0	High
Transportation	4,938	(0.2)	2.0	Neg
Consumer Durables	6,139	0.9	7.3	Neg
Consumer Services	4,281	0.3	0.3	29.8
Media	10,060	(0.6)	(1.5)	38.3
Retailing	8,728	(0.4)	2.0	Neg
Food & Staples	10,744	0.2	2.0	34.6
Food & Beverages	5,449	(0.6)	(0.3)	30.2
Healthcare	5,812	(0.4)	2.8	34.8
Pharma & Bio Tech	5,106	(0.6)	(1.3)	Neg
Banks	7,765	(0.2)	2.3	18.3
Diversified Financials	4,612	0.3	0.4	Neg
Insurance	6,054	(0.5)	0.5	24.9
Telecom	7,130	(0.1)	3.3	22.3
Utilities	4,717	(0.7)	2.3	Neg
REITs	4,301	0.0	0.4	Neg
Real Estate	3,002	(0.4)	(0.6)	Neg
Software & Services	14,565	(0.8)	3.4	25.3

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
8,888	8,802	8,746	8.44

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	8.3	242.2	347.1
Previous week	46.7	1,283.2	1,840.3

Top Weighted Companies

Company	Price	Change%
Al Rajhi	74.40	-0.4
Saudi Aramco	34.80	-0.6
NCB	44.60	-0.3
SABIC	104.40	-1.3
STC	110.20	0.2



Regional and International Markets

- Among other regional markets, Dubai decreased 0.3%, while Abu Dhabi increased 0.3%. Kuwait and Oman rose 0.4% and 0.1%, respectively; while Qatar, Bahrain and Egypt declined 0.5%, 0.4% and 0.1%, respectively.
- US retail sales declined 0.7% M/M in December (consensus: a fall of 0.1%) versus a prior revised drop of 1.4% in November. Excluding vehicle sales, retail sales were down 1.4% in December (consensus: 0.1% fall) compared with 1.3% decrease in November. (Source: Econoday)
- US Producer Price Index, final demand (PPI-FD) rose 0.3% M/M in December (consensus: 0.4%) against an increase of 0.1% in November. PPI-FD less food & energy grew 0.1% M/M in December (consensus: 0.2%) compared with an increase of 0.1% in November. (Source: Econoday)
- US initial jobless claims increased to 965,000 (consensus: 790,000), representing a rise of 181,000 from the previous week's revised level of 784,000. (Source: Econoday)
- UK industrial production fell 0.1% M/M in November (consensus: a rise of 0.5%) compared with 1.1% increase in October. On Y/Y basis, it declined 4.7% in November (consensus: 4.2% decrease) versus a fall of 5.8% in October. (Source: Econoday)

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	90.8	0.0	0.9	0.9
Euro	1.21	0.0	-1.1	-1.1
Japanese Yen	103.9	0.0	0.6	0.6
Sterling Pound	1.36	0.0	-0.6	-0.6
Chinese Yuan	6.48	0.0	-0.7	-0.7
Indian Rupee	73.1	0.0	0.1	0.1
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.66	0.3	0.5	0.5
Kuwaiti Dinar	0.30	0.0	-0.3	-0.3
Omani Rial	0.38	0.0	0.1	0.1
Bahraini Dinar	0.38	0.0	0.1	0.1
Egyptian Pound	15.61	0.0	-0.5	-0.5

Corporate Calendar

Date	Company	Event
20 th Jan	MIS	Cash Dividend Distribution
24 th Jan	NCLE	Cash Dividend Distribution
25 th Jan	SADAFCO	Cash Dividend Distribution
26 th Jan	SFICO	OGM
03 rd Feb	HB	OGM
14 th Feb	DERAYAH REIT	Cash Dividend Distribution

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,695	-0.3	8.1	8.1	12.8
Abu Dhabi (ADX)	5,280	0.3	4.7	4.7	15.5
Kuwait (KSE)	4,638	0.4	1.9	1.9	17.4
Qatar (QE)	10,861	-0.5	4.1	4.1	17.7
Oman (MSM)	3,642	0.1	-0.5	-0.5	9.2
Bahrain (BSE)	1,453	-0.4	-2.4	-2.4	9.1
Egypt (EGX30)	11,447	-0.1	5.5	5.5	8.5

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	30,814	0.0	0.7	0.7	23.7
Nasdaq	12,999	0.0	0.9	0.9	36.4
S&P 500	3,768	0.0	0.3	0.3	29.6
FTSE 100	6,736	0.0	4.3	4.3	17.5
Germany DAX 30	13,788	0.0	0.5	0.5	24.6
France CAC 40	5,612	0.0	1.1	1.1	60.0
Japan Nikkei 225	28,519	0.0	3.9	3.9	28.7
Russia MICEX	3,451	0.0	4.9	4.9	13.7
Hong Kong Hang Seng	28,574	0.0	4.9	4.9	15.6
South Korea KOSPI	3,086	0.0	7.4	7.4	36.5
China Shanghai Composite	3,566	0.0	2.7	2.7	15.0
Australia ASX 200	6,715	0.0	1.9	1.9	22.6
India Sensex	49,035	0.0	2.7	2.7	30.5
MSCI EM	1,358	0.0	5.2	5.2	27.1
MSCI World	2,715	0.0	0.9	0.9	33.6

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	55.0	0.0	10.1	10.1
Brent Crude (\$/bbl)	55.1	0.0	6.4	6.4
Texas crude (\$/bbl)	52.4	0.0	7.9	7.9
Natural Gas (\$/mmbtu)	2.74	0.0	7.8	7.8
Gold (\$/oz)	1,828	0.0	-3.7	-3.7
Silver (\$/oz)	24.7	0.0	-6.2	-6.2
Steel (\$/ton)	1,066	0.0	6.1	6.1
Iron Ore (CNY/MT)	1,120	0.0	3.8	3.8
Wheat (\$/bu)	676	0.0	5.5	5.5
Corn (\$/bu)	532	0.0	9.8	9.8
Sugar (\$/lb)	16.5	0.0	6.2	6.2
SMP* (EUR/MT)	2,263	0.0	1.7	1.7

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.226	0.0	-1.3	-1.3
Saudi Arabia(SAIBOR)	0.818	0.0	0.0	0.0
UAE (EIBOR)	0.379	-1.6	-13.4	-13.4
Qatar (QIBOR)	1.009	-13.7	-11.1	-11.1
Bahrain (BHIBOR)	2.233	0.0	-1.7	-1.7

Data Sources: Tadawul, Bloomberg, Reuters

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

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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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