



Major Economic News

- Saudi Arabia will allow its citizens to exit the Kingdom and return to it as of March 31, 2021. The Kingdom will also lift travel restrictions on all international flights, and fully reopen its airspace, land, and sea borders. (Source: Argaam)
- Saudi Airlines and Qatar Airways will resume flights between Riyadh and Doha from January 11 in a reopening of airspace as part of a political accord in a three-year-old dispute. (Source: Argaam)

Major Corporate News

- SABIC Agri-Nutrients Co. announced the end of the maintenance activities and return to normal operation at SAFCO 4 plant. The financial impact stood at SAR 110mn for the shutdown that lasted for 43 days. The delay beyond the announced due date was due to additional maintenance activities that needed to be executed to fix the technical failure. The financial impact of the delay in starting up the plant compared to the previously announced period amounted to SAR 20mn. (Source: Argaam)
- Saudi Arabian Mining Co. is studying a new project to boost its phosphate production capacity by 50% from current 6mn tons to 9mn tons per annum, according to the CEO Mosaed Al Ohali. The company is also planning a large increase in gold production from current 400,000 ounces to 1mn ounces annually, with the related copper production. (Source: Argaam)
- Saudi Arabian Amiantit Co. announced the full settlement of its loans with Samba Financial Group, Bank Aljazira, Gulf International Bank, Al Baraka Islamic Bank, and Arab Banking Corporation. The total loans with these banks are amounted to SAR 107mn. (Source: Argaam)

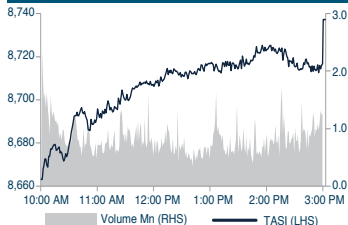
Market Analysis

- The Saudi Stock Exchange increased 0.8% to 8,737.2 on Thursday. The value traded stood at SAR 8.5bn (up 28.4% over previous day), while the advance-decline ratio stood at 130/51. The parallel market index decreased 2.4% to 24,437.3 points. The value traded stood at SAR 116.4mn (down 0.5% over previous day). Most sectors in the main market ended in the green. Materials and Telecom (up 1.5% and 1.3%, respectively) advanced the most; Software & Services and Consumer Durables (down 1.1% and 0.5%, respectively) led the laggards.

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	8,737	8,737	8,660	0.8	0.5
NomuC	24,437	25,379	23,914	(2.4)	(6.9)

TASI movement during session



TASI P/E Ratios

P/E (Tadawul)	29.2
P/E (Bloomberg)	34.9
P/E*	44.1
P/E after exclusions*	42.4
P/E ex. loss-making comp.*	19.0
P/E: top 50 MCAP*	30.6

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,369	0.3	(0.3)	33.2
Materials	5,875	1.5	2.2	High
Capital Goods	6,484	0.5	(0.8)	Neg
Commercial Service	4,053	(0.5)	(0.2)	High
Transportation	4,777	0.5	(1.4)	Neg
Consumer Durables	5,706	(0.5)	(0.3)	Neg
Consumer Services	4,271	0.4	0.0	29.7
Media	9,972	(0.5)	(2.4)	38.0
Retailing	8,633	0.2	0.9	Neg
Food & Staples	10,557	0.0	0.2	34.1
Food & Beverages	5,438	(0.4)	(0.5)	30.2
Healthcare	5,666	0.9	0.2	33.8
Pharma & Bio Tech	5,099	0.9	(1.4)	Neg
Banks	7,600	0.7	0.2	17.8
Diversified Financials	4,533	0.0	(1.4)	Neg
Insurance	6,025	0.8	0.0	24.8
Telecom	7,044	1.3	2.1	22.0
Utilities	4,658	1.1	1.1	Neg
REITs	4,265	0.3	(0.5)	Neg
Real Estate	2,986	0.4	(1.1)	Neg
Software & Services	14,067	(1.1)	(0.2)	24.5

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
8,674	8,702	8,687	7.59

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	-	-	-
Previous week	38.0	1,185.8	1,607.8

Top Weighted Companies

Company	Price	Change%
Al Rajhi	74.00	1.2
Saudi Aramco	34.90	0.3
NCB	43.20	0.7
SABIC	105.00	1.4
STC	108.80	1.7

Earnings update (Net Profit) (SAR mn)

Company	Q4-20	Q4-21	Y/Y %	Q3-20	Q/Q %
NCLE*	3.8	11.6	-67.5	20.6	-81.6
United Electronics Company	101.8	72.1	41.2	53.4	90.5

Year ending is July

Top Gainers

Company	Price	Change%
ALUJAIN	49.95	8.5
PETROCHEM	35.60	6.1
BAAZEEM	99.40	6.1
ALALAMIYA	25.35	4.3
NAMA CHEMICALS	34.20	4.1

Top Losers

Company	Price	Change%
ALSAMAANI	276.80	-7.1
SPM	57.50	-4.5
UCA	18.74	-2.4
SADAFICO	171.40	-2.4
NCLE	50.90	-2.1



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi increased 0.8% and 0.7%, respectively. Qatar and Kuwait rose 0.9% and 0.5%, respectively; while Oman and Bahrain declined 0.3% each. Meanwhile, Egypt remained close.
- US nonfarm payroll decreased 140,000 M/M in December (consensus: 50,000 increase) compared with a rise 336,000 in November. The unemployment rate remained unchanged at 6.7% in December (consensus: 6.8%). The private payroll declined 95,000 in December (consensus: an increase of 90,000) compared with a growth of 417,000 in November. (Source: Econoday)
- According to Baker Hughes, North America's rig count increased to 477 in the week ended January 08 from 410 earlier. The rig count rose to 360 in the US from 351 earlier, while remained unchanged at 17 in the Gulf of Mexico. The rig count in Canada rose to 117 from 59 earlier. (Source: Econoday)
- Oil prices surged 3.0% on Friday, as investors remained optimistic on return of supply-demand balance post voluntary reduction of 1 mbpd in output by Saudi Arabia.
- Gold prices fell 3.4%, as safe haven investors switched to US Treasury bonds.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	90.1	0.3	0.2	0.2
Euro	1.22	-0.4	0.0	0.0
Japanese Yen	103.9	0.1	0.7	0.7
Sterling Pound	1.36	0.0	-0.8	-0.8
Chinese Yuan	6.48	0.0	-0.8	-0.8
Indian Rupee	73.3	-0.1	0.4	0.4
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.66	0.4	0.6	0.6
Kuwaiti Dinar	0.30	0.1	-0.2	-0.2
Omani Rial	0.38	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	0.0	0.0
Egyptian Pound	15.65	0.0	-0.3	-0.3

Corporate Calendar

Date	Company	Event
14 th Jan	SIIG	Cash Dividend Distribution
14 th Jan	ALMRAKEZ	Cash Dividend Distribution
20 th Jan	MIS	Cash Dividend Distribution
25 th Jan	SADAFICO	Cash Dividend Distribution
26 th Jan	SFICO	OGM
03 rd Feb	HB	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,626	0.8	5.4	5.4	12.5
Abu Dhabi (ADX)	5,164	0.7	2.3	2.3	15.1
Kuwait (KSE)	4,567	0.5	0.3	0.3	17.3
Qatar (QE)	10,678	0.9	2.3	2.3	17.1
Oman (MSM)	3,699	-0.3	1.1	1.1	9.3
Bahrain (BSE)	1,451	-0.3	-2.6	-2.6	9.1
Egypt (EGX30)	10,952	0.0	1.0	1.0	8.1

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	31,098	0.2	1.6	1.6	24.0
Nasdaq	13,202	1.0	2.4	2.4	37.2
S&P 500	3,825	0.5	1.8	1.8	30.1
FTSE 100	6,873	0.2	6.4	6.4	18.0
Germany DAX 30	14,050	0.6	2.4	2.4	25.1
France CAC 40	5,707	0.7	2.8	2.8	61.0
Japan Nikkei 225	28,139	2.4	2.5	2.5	28.3
Russia MICEX	3,455	2.5	5.0	5.0	15.3
Hong Kong Hang Seng	27,878	1.2	2.4	2.4	15.2
South Korea KOSPI	3,152	4.0	9.7	9.7	36.2
China Shanghai Composite	3,570	-0.2	2.8	2.8	15.0
Australia ASX 200	6,758	0.7	2.6	2.6	22.8
India Sensex	48,783	1.4	2.2	2.2	30.6
MSCI EM	1,354	2.4	4.8	4.8	26.8
MSCI World	2,753	0.7	2.4	2.4	34.1

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	54.1	0.5	8.3	8.3
Brent Crude (\$/bbl)	56.0	3.0	8.1	8.1
Texas crude (\$/bbl)	52.2	2.8	7.7	7.7
Natural Gas (\$/mmbtu)	2.70	-1.1	6.3	6.3
Gold (\$/oz)	1,849	-3.4	-2.6	-2.6
Silver (\$/oz)	25.4	-6.4	-3.7	-3.7
Steel (\$/ton)	1,070	0.4	6.5	6.5
Iron Ore (CNY/MT)	1,134	2.7	5.1	5.1
Wheat (\$/bu)	639	-0.5	-0.3	-0.3
Corn (\$/bu)	496	0.5	2.5	2.5
Sugar (\$/lb)	15.6	0.0	0.7	0.7
SMP* (EUR/MT)	2,246	0.0	0.9	0.9

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.225	-0.9	-1.4	-1.4
Saudi Arabia(SAIBOR)	0.818	0.0	0.0	0.0
UAE (EIBOR)	0.424	-0.6	-8.8	-8.8
Qatar (QIBOR)	0.970	-6.0	-15.1	-15.1
Bahrain (BHIBOR)	2.250	0.0	0.0	0.0

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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