



## Major Economic News

- Saudi Arabia will resume international flights and allow entry to its land, and seaports as of January 03, starting 11:00 am, under certain measures, according to a Ministry of Interior official. (Source: Argaam)
- Mortgage loans provided to retail clients by banks in Saudi Arabia surged 79% Y/Y to SAR 15.3bn in November 2020. When compared to the previous month, mortgage loans grew by around SAR 3.1bn in November. (Source: Argaam)
- The Saudi Ports Authority (MAWANI) applied new tariffs for port service starting January 01, 2021. MAWANI said that the current and new fees for handling some types of cargo are deemed low compared to the regional and competitive markets

## Major Corporate News

- The Capital Market Authority approved the listing of a 30% stake, or 7.5mn shares of Alkhorayef Water and Power Technologies Co. (Source: Argaam)
- Al Hokair Group for Tourism and Development submitted its capital cut file and a request to raise capital by offering an SAR 307mn rights issue to CMA for approval. (Source: Argaam)
- Saudi Re for Cooperative Reinsurance Co. signed a medical quota share reinsurance contract with Mediterranean and Gulf Insurance and Reinsurance Co. at a value of SAR 130mn. (Source: Argaam)
- Abdullah Saad Mohammed Abo Moati for Bookstores Co. renewed a Shariah-compliant financing facility agreement with Saudi Investment Bank worth SAR 70mn. (Source: Argaam)
- Saudi Paper Manufacturing Co. announced the results of rump offering and the final allocation of its rights issue shares, with a coverage ratio of 433.1%. (Source: Argaam)
- Arabian Cement Co.'s board of directors approved the appointment of Abdullah Mohammed Nour Rahimi as chairman and Saud Abulaziz Al Suliman as vice chairman. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange decreased 0.8% to 8,689.5 on Thursday. The value traded stood at SAR 6.8bn (down 14.0% over previous day), while the advance-decline ratio stood at 35/156. The parallel market index increased 5.1% to 26,245.5 points. The value traded stood at SAR 34.7mn (up 15.9% over previous day). All sectors in the main market ended in the red. Consumer Durables and Utilities (down 1.9% and 1.8%, respectively) led the laggards.

## Top Gainers

Company	Price	Change%
AYYAN	19.80	7.1
SHARQIYAH DEV	94.70	5.7
BAWAN	24.84	4.9
CITY CEMENT	25.60	4.2
RAYDAN	33.00	1.9

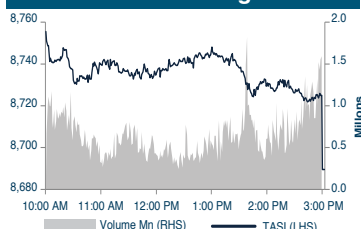
## Top Losers

Company	Price	Change%
AMIAITIT	21.80	-4.0
SACO	58.20	-3.8
NASEEJ	99.00	-3.7
NCLE	52.20	-3.3
Saudi Cer.	47.95	-3.2

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	8,690	8,755	8,690	(0.8)	3.6
NomuC	26,245	26,399	23,751	5.1	265.6

## TASI movement during session



## TASI P/E Ratios

P/E (Tadawul)	29.2
P/E (Bloomberg)	35.0
P/E*	43.5
P/E after exclusions*	41.9
P/E ex. loss-making comp.*	18.8
P/E: top 50 MCAP*	30.1

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,387	(0.2)	(1.0)	33.3
Materials	5,746	(0.7)	11.2	High
Capital Goods	6,538	(0.2)	50.9	High
Commercial Service	4,060	(0.9)	(14.9)	High
Transportation	4,843	(1.2)	10.2	Neg
Consumer Durables	5,722	(1.9)	63.2	Neg
Consumer Services	4,269	(1.3)	7.8	29.8
Media	10,217	(0.0)	8.7	38.9
Retailing	8,556	(1.2)	11.2	Neg
Food & Staples	10,537	(0.9)	59.3	34.2
Food & Beverages	5,464	(1.0)	25.5	30.3
Healthcare	5,654	(0.7)	51.6	33.3
Pharma & Bio Tech	5,172	(1.4)	43.9	Neg
Banks	7,589	(0.9)	(6.4)	17.8
Diversified Financials	4,595	(0.5)	39.1	Neg
Insurance	6,025	(0.7)	33.5	24.8
Telecom	6,899	(1.0)	6.6	21.5
Utilities	4,609	(1.8)	4.8	Neg
REITs	4,285	(0.0)	2.1	Neg
Real Estate	3,020	(0.6)	(3.6)	Neg
Software & Services	14,091	(1.7)	185.6	24.5

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
8,730	8,698	8,675	11.02

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	-	-	-
Previous week	41.7	1,463.7	1,755.1

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	73.60	-0.7
Saudi Aramco	35.00	-0.1
NCB	43.35	-1.5
SABIC	101.40	-0.6
STC	106.00	-0.7



## Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi decreased 1.0% and 0.8%, respectively. Bahrain and Oman rose 0.9% and 0.1%, respectively; while Qatar and Egypt declined 0.9% and 0.2%, respectively. Meanwhile, Kuwait remained flat.
- India approved the COVID-19 vaccine developed by AstraZeneca and Oxford University, while Chinese health regulators gave a conditional approval to a vaccine developed by state-owned Sinopharm. (Source: CNBC)
- US initial jobless claims dropped to 787,000 (consensus: 830,000), representing a fall of 19,000 from the previous week's revised level of 806,000. (Source: Econoday)
- China's manufacturing PMI fell to 51.9 in December (consensus: 52.0) from 52.1 in November. The non-manufacturing PMI decreased to 55.7 in December from 56.4 a month ago. (Source: RTT News)
- China's commerce ministry said that it will take "necessary measures" to protect the interests of Chinese companies after the New York Stock Exchange began delisting three Chinese telecom firms for allegedly having military ties. (Source: Reuters)

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	89.9	0.0	0.0	0.0
Euro	1.21	-0.6	-0.6	-0.6
Japanese Yen	103.2	0.0	0.0	0.0
Sterling Pound	1.37	0.0	0.0	0.0
Chinese Yuan	6.53	0.0	0.0	0.0
Indian Rupee	73.1	0.1	0.1	0.1
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	0.0	0.0	0.0
Kuwaiti Dinar	0.30	0.0	0.0	0.0
Omani Rial	0.38	0.1	0.1	0.1
Bahraini Dinar	0.38	0.1	0.1	0.1
Egyptian Pound	15.69	0.0	0.0	0.0

## Corporate Calendar

Date	Company	Event
06 <sup>th</sup> Jan	Sipchem	Cash Dividend Distribution
07 <sup>th</sup> Jan	SEERA	OGM
11 <sup>th</sup> Jan	ATAA	OGM
13 <sup>th</sup> Jan	NCLE	OGM
13 <sup>th</sup> Jan	SAUDI CABLE	OGM
13 <sup>th</sup> Jan	UCA	EGM

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,492	-1.0	3.0	-9.9	11.6
Abu Dhabi (ADX)	5,045	-0.8	1.6	-0.6	14.7
Kuwait (KSE)	4,552	0.0	4.1	-7.3	17.1
Qatar (QE)	10,436	-0.9	1.7	0.1	16.7
Oman (MSM)	3,659	0.1	0.4	-8.1	9.2
Bahrain (BSE)	1,490	0.9	0.8	-7.5	9.1
Egypt (EGX30)	10,845	-0.2	-0.9	-22.3	8.1

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	30,606	0.0	0.0	0.0	23.5
Nasdaq	12,888	0.0	0.0	0.0	36.4
S&P 500	3,756	0.0	0.0	0.0	29.2
FTSE 100	6,461	0.0	0.0	0.0	17.1
Germany DAX 30	13,719	0.0	0.0	0.0	24.8
France CAC 40	5,551	0.0	0.0	0.0	57.7
Japan Nikkei 225	27,444	0.0	0.0	0.0	27.5
Russia MICEX	3,289	0.0	0.0	0.0	14.6
Hong Kong Hang Seng	27,231	0.0	0.0	0.0	14.3
South Korea KOSPI	2,873	0.0	0.0	0.0	33.0
China Shanghai Composite	3,473	0.0	0.0	0.0	14.2
Australia ASX 200	6,587	0.0	0.0	0.0	22.5
India Sensex	47,869	0.2	0.2	0.2	30.0
MSCI EM	1,292	0.0	0.0	0.0	25.5
MSCI World	2,690	0.0	0.0	0.0	33.3

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	49.9	0.0	0.0	0.0
Brent Crude (\$/bbl)	51.8	0.0	0.0	0.0
Texas crude (\$/bbl)	48.5	0.0	0.0	0.0
Natural Gas (\$/mmbtu)	2.54	0.0	0.0	0.0
Gold (\$/oz)	1,899	0.0	0.0	0.0
Silver (\$/oz)	26.4	0.0	0.0	0.0
Steel (\$/ton)	1,005	0.0	0.0	0.0
Iron Ore (CNY/MT)	1,079	0.0	0.0	0.0
Wheat (\$/bu)	641	0.0	0.0	0.0
Corn (\$/bu)	484	0.0	0.0	0.0
Sugar (\$/lb)	15.5	0.0	0.0	0.0
SMP* (EUR/MT)	2,225	0.0	0.0	0.0

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.238	0.0	0.0	0.0
Saudi Arabia(SAIBOR)	0.818	0.0	-1.4	-141.4
UAE (EIBOR)	0.513	13.0	18.0	-169.6
Qatar (QIBOR)	1.121	13.8	-10.0	-112.9
Bahrain (BHIBOR)	2.250	0.0	0.0	-41.7

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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