



## Major Economic News

- Saudi Arabia's Ministry of Energy announced the launch of Saudi Aramco's program for the expansion of its gas business. The Jafurah field, which spans 17,000 sq. km, is expected to provide ~2bn cu. ft. of gas per day by FY30 and to contribute nearly USD 20bn to GDP annually. (Source: Argaam)
- Saudi Arabia's general reserves dropped to SAR 354.6bn in October, declining by SAR 1.1bn from September. The Kingdom's current account declined by SAR 46.5bn M/M to SAR 75.9bn in October. (Source: Argaam)
- Consumer spending in Saudi Arabia rose by 1% to SAR 87.6bn in October, from SAR 86.5bn during the same period last year. Total consumer spending since the beginning of FY21 reached SAR 874.7bn, up 8% Y/Y. (Source: Argaam)

## Major Corporate News

- Saudi Aramco announced the start of development of the vast Jafurah unconventional gas field, the largest non-associated gas field in the Kingdom. The company has awarded subsurface and Engineering, Procurement and Construction contracts worth SAR 37.5bn. (Source: Argaam)
- Shaker Otaibi, CEO of Maadaniyah, said the work on the high-pressure valve plant will begin in early FY22. He added that the demand for the plant's products is very high. Saudi Aramco's demand for these products ranges between nearly USD 2-3bn annually. (Source: Argaam)
- Saudi Electricity Co. (SEC) announced that the Saudi Cabinet approved the necessary legal procedures to purchase and transfer the ownership of SEC's entire stakes in Saudi Power Procurement Co. to the government. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange increased 0.2% to 10,810.6. The value traded stood at SAR 6.7bn (down 10.1% over previous day), while the advance-decline ratio stood at 112/80. The parallel market index decreased 0.2% to 22,331.9 points. The value traded stood at SAR 110.8mn (up 505.7% over previous day). Most sectors in the main market ended in the red. Insurance and Media (up 3.1% and 0.9%, respectively) advanced the most; Capital Goods and Food & Staples (down 1.6% and 1.5%, respectively) led the laggards.

## Top Gainers

Company	Price	Change%
SAICO	22.32	10.0
SABB TAKAFUL	28.80	9.9
AMANA INSURANCE	41.00	9.9
ENAYA	36.65	9.9
MALATH INSURANCE	24.34	5.8

## Top Losers

Company	Price	Change%
MAADANIYAH	23.12	-6.2
BAAZEEM	90.10	-6.2
EIC	24.86	-3.6
NGC	34.80	-3.3
SAPTCO	19.40	-3.1

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,811	10,987	10,780	0.2	24.4
NomuC	22,332	22,376	21,512	(0.2)	(14.9)

## TASI movement during session



## TASI Ratios

P/E* (x)	21.9
Price-to-Book (x)	2.2
Dividend Yield (%)	1.9
Return on Equity (%)	19.9

Source: Argaam  
\*Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,396	(0.0)	0.2	20.3
Materials	7,077	0.5	23.2	18.0
Capital Goods	6,912	(1.6)	5.7	High
Commercial Service	4,269	0.6	5.2	Neg
Transportation	5,127	(0.1)	5.9	Neg
Consumer Durables	5,726	(0.6)	0.1	42.5
Consumer Services	4,624	(0.2)	8.3	Neg
Media	19,132	0.9	87.3	34.7
Retailing	9,522	(0.5)	11.3	35.9
Food & Staples	9,108	(1.5)	(13.6)	38.2
Food & Beverages	4,645	(0.5)	(15.0)	36.4
Healthcare	7,040	(0.6)	24.5	37.6
Pharma & Bio Tech	4,815	(1.4)	(6.9)	High
Banks	11,523	0.3	51.8	20.7
Diversified Financials	6,319	0.6	37.5	High
Insurance	6,169	3.1	2.4	45.4
Telecom	7,191	(0.4)	4.2	20.7
Utilities	5,642	0.6	22.4	8.0
REITs	4,667	0.8	8.9	Neg
Real Estate	3,127	0.0	3.6	Neg
Software & Services	27,646	0.4	96.2	32.4

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
11,105	11,355	11,585	5.75

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	14.2	413.1	762.2
Previous week	30.6	842.8	1,569.9

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	135.00	0.9
SNB	60.60	-0.7
Saudi Aramco	34.90	0.0
SABIC	111.20	-0.7
STC	111.00	-0.5



## REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi increased 1.8% and 2.2%, respectively. Bahrain and Qatar rose 0.5% and 0.1%, respectively; while Egypt and Kuwait declined 0.6% and 0.2%, respectively. Meanwhile, Oman remained closed.
- US Federal Reserve Chairman Jerome Powell said that the omicron variant of COVID-19 and a recent surge in coronavirus cases pose downside risk to the US economy and raise uncertainty on inflation outlook. (Source: CNBC)
- Eurozone economic sentiment index fell to 117.5 in November (in line with consensus) compared to 118.6 in the previous month. This was the lowest score in six months. A significant decline in consumer confidence dragged overall index. (Source: RTT News)
- China's manufacturing PMI rose to 50.1 in November (consensus: 49.6) from 49.2 in October. Non-manufacturing PMI stood at 52.3, easing slightly from 52.4 in the previous month. (Source: RTT News)
- Oil prices gained 1.0%, rebounding slightly from the Friday's slump amid uncertainty over economic impact of the omicron variant of COVID-19.
- Gold prices fell 1.0%, as stronger US dollar weighed on demand for the yellow metal.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	96.3	0.3	2.4	7.1
Euro	1.13	-0.2	-2.3	-7.5
Japanese Yen	113.5	0.2	-0.4	10.0
Sterling Pound	1.33	-0.2	-2.8	-2.6
Chinese Yuan	6.39	-0.1	-0.3	-2.1
Indian Rupee	75.0	0.0	0.2	2.7
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.66	0.2	0.4	0.7
Kuwaiti Dinar	0.30	0.0	0.4	-0.4
Omani Rial	0.38	0.0	0.0	0.1
Bahraini Dinar	0.38	0.0	0.0	0.1
Egyptian Pound	15.68	0.0	0.1	-0.1

## Corporate Calendar

Date	Company	Event
30 <sup>th</sup> Nov	Fitaihi Group	Cash Dividend Distribution
30 <sup>th</sup> Nov	STC	OGM
02 <sup>nd</sup> Dec	SEDCO CAPITAL REIT	OGM
05 <sup>th</sup> Dec	Taiba	Cash Dividend Distribution
05 <sup>th</sup> Dec	Theeb	Cash Dividend Distribution
05 <sup>th</sup> Dec	Dur	EGM

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,060	1.8	6.8	22.8	20.1
Abu Dhabi (ADX)	8,479	2.2	7.8	68.0	21.2
Kuwait (KSE)	5,785	-0.2	-3.2	27.1	9.5
Qatar (QE)	11,471	0.1	-2.5	9.9	14.7
Oman (MSM)	4,118	0.0	1.1	12.6	10.8
Bahrain (BSE)	1,754	0.5	0.6	17.7	10.0
Egypt (EGX30)	11,212	-0.6	-1.8	3.4	7.7

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	35,136	0.7	-1.9	14.7	19.7
Nasdaq	15,783	1.9	1.8	22.5	30.9
S&P 500	4,655	1.3	1.1	23.9	25.5
FTSE 100	7,110	0.9	-1.8	10.1	14.8
Germany DAX 30	15,281	0.2	-2.6	11.4	14.7
France CAC 40	6,776	0.5	-0.8	22.1	20.5
Japan Nikkei 225	28,752	-2.5	-0.5	4.8	15.2
Russia MOEX	3,880	1.8	-6.5	18.0	7.0
Hong Kong Hang Seng	23,852	-0.9	-6.0	-12.4	10.7
South Korea KOSPI	2,909	-0.9	-2.1	1.2	13.7
China Shanghai Composite	3,563	0.0	0.4	2.6	12.0
Australia ASX 200	7,240	-0.5	-1.1	9.9	16.3
India Sensex	57,261	0.3	-3.5	19.9	24.6
MSCI EM	1,223	-2.5	-3.3	-5.3	13.8
MSCI World	3,156	0.8	-0.6	17.3	22.4

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	75.2	-3.1	-10.3	50.7
Brent Crude (\$/bbl)	73.4	1.0	-13.0	41.8
Texas crude (\$/bbl)	70.0	2.6	-16.3	44.2
Natural Gas (\$/mmbtu)	4.85	-10.9	-10.5	91.2
Gold (\$/oz)	1,785	-1.0	0.1	-6.0
Silver (\$/oz)	22.9	-1.0	-4.0	-13.2
Steel (\$/ton)	1,606	0.1	-10.9	59.8
Iron Ore (CNY/MT)	578	-4.1	-9.9	-46.4
Wheat (\$/bu)	808	-2.2	4.5	26.1
Corn (\$/bu)	581	-1.0	2.2	20.0
Sugar (\$/lb)	19.2	-0.8	-0.4	23.9
SMP* (EUR/MT)	3,260	-0.1	8.3	46.5

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.175	0.0	4.3	-6.3
Saudi Arabia (SAIBOR)	0.846	0.1	1.7	2.8
UAE (EIBOR)	0.378	-0.2	7.2	-13.5
Qatar (QIBOR)	1.160	3.0	0.0	3.9
Bahrain (BHIBOR)	1.517	0.0	1.7	-73.3

Data Sources: Tadawul, Bloomberg, Reuters

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

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TERMINOLOGY

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.
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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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