



## Major Economic News

- The Ministry of Human Resources and Social Development announced starting the implementation of the updated "Nitaqat" program for all private-sector facilities from December 01. (Source: Argaam)
- Mortgage loans provided to retail clients by banks in Saudi Arabia declined 3% Y/Y to SAR 11.8bn in October. When compared to September, mortgage loans fell by around SAR 465mn in October. (Source: Argaam)

## Major Corporate News

- PIF (selling shareholder) and STC announced the launch of a secondary public offering of STC's ordinary shares. The offering comprises a fully marketed secondary public offering of 100.2mn shares in STC, representing 5.01% of its share capital. A total of 10.02mn shares will be allocated to retail subscribers. The price range has been set between SAR 100 and SAR 116 per share. (Source: Argaam)
- Saudi Tadawul Group Holding Co.'s retail offering was 4.4x oversubscribed, with a total demand of SAR 5.0bn. Individual subscribers will each receive a minimum of 10 shares. The remaining shares will be allocated on a pro-rata basis with an average allocation factor of ~11.5%. (Source: Argaam)
- Jahez International Company for Information Systems Technology issued the prospectus for its IPO on the Nomu-Parallel Market. The offering consists of the issuance of 891,800 shares representing 8.5% of share capital and sale of a 4.5% stake, or 472,000 shares of capital, on a pro-rata basis. The offering will run from December 23 – 26. (Source: Argaam)
- SEDCO Capital REIT Fund's unitholders approved increasing the total asset value by approximately SAR 702mn. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange increased 2.4% to 11,142.5 on Sunday. The value traded stood at SAR 6.1bn (up 19.6% over previous day), while the advance-decline ratio stood at 196/10. The parallel market index increased 2.5% to 23,576.5 points. The value traded stood at SAR 30.1mn (up 15.6% over previous day). All sectors in the main market ended in the green. Consumer Durables and Materials (up 3.4% and 3.3%, respectively) advanced the most.

## Top Gainers

Company	Price	Change%
PETRO RABIGH	23.54	10.0
ALSAGR INSURANCE	16.06	10.0
ZOUJAJ	38.05	10.0
SADR	86.20	10.0
HCC	14.48	9.9

## Top Losers

Company	Price	Change%
CHUBB	36.15	-2.2
ALLIANZ SF	26.05	-1.7
BSFR	43.85	-1.0
CARE	66.00	-0.9
WATANIYA	44.45	-0.7

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,142	11,142	10,925	2.4	28.2
NomuC	23,576	23,991	22,820	2.5	(10.2)

## TASI movement during session



## TASI Ratios

P/E* (x)	22.6
Price-to-Book (x)	2.3
Dividend Yield (%)	1.8
Return on Equity (%)	19.9

Source: Argaam  
\*Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,478	1.1	1.7	20.5
Materials	7,250	3.3	26.2	18.3
Capital Goods	7,326	3.1	12.1	High
Commercial Service	4,437	2.7	9.3	Neg
Transportation	5,198	2.3	7.3	Neg
Consumer Durables	6,079	3.4	6.2	45.3
Consumer Services	4,802	2.1	12.5	Neg
Media	20,274	1.7	98.4	36.2
Retailing	9,845	1.5	15.1	37.2
Food & Staples	9,336	2.4	(11.4)	39.0
Food & Beverages	4,837	2.5	(11.5)	38.0
Healthcare	7,392	1.0	30.8	39.8
Pharma & Bio Tech	5,079	3.1	(1.8)	High
Banks	11,912	2.6	57.0	21.5
Diversified Financials	6,681	2.7	45.4	High
Insurance	6,262	1.5	3.9	46.1
Telecom	7,436	1.4	7.8	21.6
Utilities	5,742	2.6	24.6	8.1
REITs	4,720	0.9	10.1	Neg
Real Estate	3,251	2.1	7.7	Neg
Software & Services	28,127	0.8	99.6	32.7

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
10,890	11,033	11,415	5.83

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	6.1	189.5	302.7
Previous week	36.1	1,026.6	1,806.8

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	138.20	3.6
SNB	63.90	2.2
Saudi Aramco	35.20	0.7
SABIC	111.40	2.8
STC	116.20	1.6



## REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi increased 0.5% and 2.6%, respectively. Egypt, Kuwait, Bahrain and Oman rose 0.7%, 0.6%, 0.4% and 0.2%, respectively, while Qatar declined 0.1%.
- US initial jobless claims rose to 222,000 (consensus: 245,000), representing an increase of 28,000 from the previous week's revised level of 194,000. (Source: Econoday)
- UK's IHS Markit services PMI dropped to 58.5 in November (flash reading: 58.6) from 59.1 in October. New business intakes showed fastest growth in five months. (Source: Econoday, RTT News)
- Eurozone's retail sales grew 0.2% M/M in October (in line with consensus) as against a prior revised 0.4% fall in September. Non-food product sales were up 0.4%, while food, drinks and tobacco sales dropped 0.1%. On Y/Y basis, retail sales growth eased to 1.4% in October (consensus: 1.1% increase) from 2.6% in the previous month. (Source: Econoday, RTT News)
- Eurozone's jobless rate stood at 7.3% in October (in line with consensus) compared to 7.4% in September and 8.4% in the same period last year. The number of unemployed decreased 64,000 from the previous month to 12.045mn in October. (Source: Econoday, RTT News)

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	96.1	0.0	0.1	6.9
Euro	1.13	0.0	-0.2	-7.4
Japanese Yen	112.8	0.0	-0.3	9.3
Sterling Pound	1.32	0.0	-0.5	-3.2
Chinese Yuan	6.38	0.0	0.2	-2.3
Indian Rupee	75.2	0.0	0.2	3.0
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.67	0.1	0.7	0.7
Kuwaiti Dinar	0.30	0.2	0.1	-0.4
Omani Rial	0.38	-0.1	0.0	0.0
Bahraini Dinar	0.38	0.0	0.0	0.1
Egyptian Pound	15.66	0.0	-0.5	-0.2

## Corporate Calendar

Date	Company	Event
08 <sup>th</sup> Dec	BSFR	OGM
08 <sup>th</sup> Dec	SULAIMAN ALHABIB	OGM
09 <sup>th</sup> Dec	ALHAMMADI	OGM
09 <sup>th</sup> Dec	TECO	EGM
09 <sup>th</sup> Dec	Arabian Shield	EGM
09 <sup>th</sup> Dec	ATC	EGM

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,090	0.5	0.5	24.0	20.2
Abu Dhabi (ADX)	8,772	2.6	2.6	73.9	21.4
Kuwait (KSE)	5,807	0.6	1.5	27.6	9.5
Qatar (QE)	11,587	-0.1	1.8	11.0	14.9
Oman (MSM)	4,003	0.2	0.1	9.4	10.5
Bahrain (BSE)	1,768	0.4	2.2	18.7	10.0
Egypt (EGX30)	11,401	0.7	0.1	5.1	7.6

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	34,580	0.0	0.3	13.0	19.6
Nasdaq	15,085	0.0	-2.9	17.0	30.1
S&P 500	4,538	0.0	-0.6	20.8	25.1
FTSE 100	7,122	0.0	0.9	10.2	14.7
Germany DAX 30	15,170	0.0	0.5	10.6	14.6
France CAC 40	6,766	0.0	0.7	21.9	20.5
Japan Nikkei 225	28,030	0.0	0.7	2.1	15.1
Russia MOEX	3,913	0.0	0.6	19.0	6.2
Hong Kong Hang Seng	23,767	0.0	1.2	-12.7	10.7
South Korea KOSPI	2,968	0.0	4.6	3.3	13.8
China Shanghai Composite	3,607	0.0	1.2	3.9	12.0
Australia ASX 200	7,241	0.0	-0.2	9.9	16.4
India Sensex	57,696	0.0	1.1	20.8	24.8
MSCI EM	1,225	0.0	1.0	-5.2	13.9
MSCI World	3,086	0.0	-0.5	14.7	22.2

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	73.6	0.0	1.1	47.4
Brent Crude (\$/bbl)	69.9	0.0	-1.0	34.9
Texas crude (\$/bbl)	66.3	0.0	0.1	36.6
Natural Gas (\$/mmbtu)	4.13	0.0	-9.5	62.7
Gold (\$/oz)	1,783	0.0	0.5	-6.1
Silver (\$/oz)	22.5	0.0	-1.3	-14.6
Steel (\$/ton)	1,615	0.0	0.3	60.7
Iron Ore (CNY/MT)	606	0.0	1.3	-43.9
Wheat (\$/bu)	795	0.0	2.7	24.0
Corn (\$/bu)	586	0.0	3.4	21.1
Sugar (\$/lb)	18.8	0.0	0.8	21.0
SMP* (EUR/MT)	3,250	0.0	-0.3	46.1

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.180	0.0	0.7	-5.8
Saudi Arabia (SAIBOR)	0.846	0.0	0.0	2.8
UAE (EIBOR)	0.397	4.9	4.9	-11.5
Qatar (QIBOR)	1.160	0.0	-1.0	3.9
Bahrain (BHIBOR)	1.517	0.0	0.0	-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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