



## Major Economic News

- The aggregate sales of 17 Saudi cement producers decreased 5% to 4.7mn tons in November, compared to 4.9mn tons in the same month last year. Clinker production grew by 17% Y/Y to 5.0mn tons. Clinker inventories fell by 9% to 35.0mn tons by November-end, down from 38.4mn tons a year earlier. (Source: Argaam)

## Major Corporate News

- PIF and STC increased the size of the latter's secondary public offering by 19.8mn shares from 100.2mn shares or 5.01% of STC's share capital to 120mn shares or 6.0% of capital. The decision came in response to growing demand by local and international investors during the institutional offering. (Source: Argaam)
- CMA approved an application from Jahez International Company for Information Systems Technology to increase the size of its offer on Nomu Parallel Market to 1.89mn shares or 18% of the company's capital from 1.36mn shares or 13% earlier. (Source: Argaam)
- Global hotel operator Hilton is planning to expand its presence in Saudi Arabia by increasing the number of hotels to 75 from the current 15, according to Minister of Tourism Ahmed Al-Khateeb. (Source: Argaam)
- Al Sagr Cooperative Insurance Co. issued a health insurance policy for Maharah Human Resources Co. to provide health insurance services for the company's employees and their families. The contract, valued at SAR 20.4mn, has a duration of one year. (Source: Argaam)
- Rabigh Refining and Petrochemical Co.'s board of directors changed its recommendation to increase capital through a rights issue to 13.8% capital decrease from SAR 8.8bn to SAR 7.6bn, followed by capital hike through a rights issue of SAR 8.0bn. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange increased 0.8% to 11,108.2. The value traded stood at SAR 7.5bn (down 12.9% over previous day), while the advance-decline ratio stood at 181/18. The parallel market index increased 1.1% to 23,450.3 points. The value traded stood at SAR 31.8mn (up 63.3% over previous day). Most sectors in the main market ended in the green. Diversified Financials and Commercial Service (up 5.4% and 3.9%, respectively) advanced the most; Software & Services (down 0.3%) was the only laggard.

## Top Gainers

Company	Price	Change%
WAFRAH	143.00	10.0
SAIC	51.70	10.0
BATIC	26.90	10.0
SADR	104.20	9.9
HB	89.90	9.9

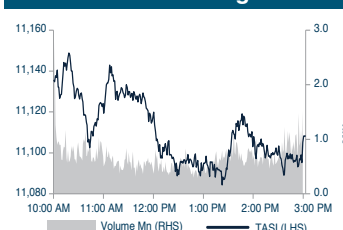
## Top Losers

Company	Price	Change%
PETRO RABIGH	22.32	-7.1
BUPA ARABIA	135.00	-1.5
BINDAWOOD	97.10	-1.1
RIBL	27.15	-1.1
MIS	146.40	-1.1

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,108	11,149	11,082	0.8	27.8
NomuC	23,450	23,713	23,152	1.1	(10.7)

## TASI movement during session



## TASI Ratios

P/E* (x)	22.4
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	5,450	0.0	1.2	20.4
Materials	7,236	0.7	25.9	18.2
Capital Goods	7,530	3.2	15.2	High
Commercial Service	4,679	3.9	15.3	Neg
Transportation	5,398	3.8	11.5	Neg
Consumer Durables	6,559	3.9	14.6	49.3
Consumer Services	4,890	1.6	14.5	Neg
Media	20,199	0.9	97.7	33.6
Retailing	9,823	0.4	14.8	37.1
Food & Staples	9,379	0.5	(11.0)	39.0
Food & Beverages	4,904	2.0	(10.2)	38.4
Healthcare	7,308	0.5	29.3	39.1
Pharma & Bio Tech	5,152	1.3	(0.4)	High
Banks	11,851	0.8	56.2	21.4
Diversified Financials	7,090	5.4	54.3	High
Insurance	6,195	0.4	2.8	49.6
Telecom	7,174	0.2	4.0	20.6
Utilities	5,813	0.5	26.1	8.2
REITs	4,754	0.6	10.9	Neg
Real Estate	3,247	0.6	7.5	Neg
Software & Services	27,651	(0.3)	96.2	31.9

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
11,001	11,003	11,341	6.71

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	22.2	634.7	1,069.6
Previous week	36.1	1,026.6	1,806.8

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	139.00	1.5
SNB	63.10	0.8
Saudi Aramco	35.05	0.1
SABIC	111.60	1.1
STC	110.00	0.0



## REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai increased 1.0%, while Abu Dhabi decreased 0.2%. Kuwait, Qatar, Oman and Egypt rose 0.9%, 0.4%, 0.3% and 0.2%, respectively; while Bahrain declined 0.1%.
- US trade deficit decreased to USD 67.1bn in October (consensus: USD 67.5bn) compared to a revised USD 81.4bn in September. The value of exports increased by 8.1% to USD 223.6bn in October, while imports rose 0.9% to USD 290.7bn. (Source: RTT News)
- Eurozone's GDP grew 2.2% Q/Q in Q3-21 (in line with earlier estimate) compared to a revised 2.1% increase in Q2-21. On Y/Y basis, GDP expanded 3.9% (earlier estimate: 3.7% growth) versus 14.4% increase in previous quarter. (Source: RTT News)
- Japan's GDP contracted by 3.6% Y/Y in Q3-21 (consensus: a drop of 3.1%) following the 2.0% increase in Q2-21. On a seasonally adjusted Q/Q basis, GDP fell 0.9% in Q3-21 after rising by 0.4% in Q2-21. (Source: RTT News)
- Oil prices increased 3.2% amid receding fears of Omicron, as reports suggested less severe symptoms from the variant.
- Gold prices rose 0.3% due to softer US dollar, partially offset by higher treasury yields.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	96.4	0.0	0.4	7.2
Euro	1.13	-0.2	-0.6	-7.8
Japanese Yen	113.6	0.1	0.4	10.0
Sterling Pound	1.32	-0.2	-0.4	-3.2
Chinese Yuan	6.37	-0.2	0.0	-2.4
Indian Rupee	75.4	0.0	0.4	3.2
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	0.0	0.0	0.0
Kuwaiti Dinar	0.30	-0.1	0.0	-0.4
Omani Rial	0.38	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	0.0	0.1
Egyptian Pound	15.66	-0.1	-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)	3,193	1.0	3.9	28.1	21.0
Abu Dhabi (ADX)	8,983	-0.2	5.1	78.0	22.5
Kuwait (KSE)	5,896	0.9	3.1	29.5	9.6
Qatar (QE)	11,626	0.4	2.1	11.4	15.0
Oman (MSM)	3,981	0.3	-0.5	8.8	10.5
Bahrain (BSE)	1,771	-0.1	2.4	18.8	10.1
Egypt (EGX30)	11,538	0.2	1.3	6.4	7.7

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	35,719	1.4	3.6	16.7	20.0
Nasdaq	15,687	3.0	1.0	21.7	30.4
S&P 500	4,687	2.1	2.6	24.8	25.4
FTSE 100	7,340	1.5	4.0	13.6	15.1
Germany DAX 30	15,814	2.8	4.7	15.3	15.2
France CAC 40	7,065	2.9	5.1	27.3	21.4
Japan Nikkei 225	28,456	1.9	2.3	3.7	15.3
Russia MOEX	3,873	1.7	-0.4	17.8	6.2
Hong Kong Hang Seng	23,984	2.7	2.2	-11.9	11.2
South Korea KOSPI	2,992	0.6	5.4	4.1	14.0
China Shanghai Composite	3,595	0.2	0.9	3.5	12.0
Australia ASX 200	7,314	0.9	0.8	11.0	16.6
India Sensex	57,634	1.6	1.0	20.7	24.8
MSCI EM	1,236	1.8	1.9	-4.3	14.0
MSCI World	3,184	2.1	2.7	18.4	22.9

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	76.2	3.6	4.7	52.7
Brent Crude (\$/bbl)	75.4	3.2	6.9	45.6
Texas crude (\$/bbl)	72.1	3.7	8.9	48.5
Natural Gas (\$/mmbtu)	3.71	1.4	-18.8	46.0
Gold (\$/oz)	1,784	0.3	0.5	-6.0
Silver (\$/oz)	22.5	0.5	-1.4	-14.8
Steel (\$/ton)	1,620	0.2	0.6	61.2
Iron Ore (CNY/MT)	606	1.3	1.3	-43.9
Wheat (\$/bu)	799	0.3	3.3	24.8
Corn (\$/bu)	586	0.5	3.4	21.1
Sugar (\$/lb)	19.5	1.7	4.7	25.8
SMP* (EUR/MT)	3,278	0.4	0.6	47.3

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.190	0.2	1.7	-4.8
Saudi Arabia (SAIBOR)	0.847	0.1	0.1	3.0
UAE (EIBOR)	0.367	-4.3	1.8	-14.6
Qatar (QIBOR)	1.125	2.5	-4.5	0.4
Bahrain (BHIBOR)	1.517	0.0	0.0	-73.3

Data Sources: Tadawul, Bloomberg, Reuters

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

Updated as of December 7, 2021



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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.
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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