



## Major Economic News

- Saudi Arabia's Industrial Production Index rose by 7.7% to 121.8 points in October. The increase was attributed to the rise in the mining and quarrying activity index by 9.0% by the end of October, as the Kingdom hiked oil production to 9.7 mbpd during the month from 8.9 mbpd in October 2020. (Source: Argaam)
- Saudi Arabia and Kuwait confirmed that they are working to raise production from the Khafji and Wafra joint operations. The two parties agreed to implement the MoU on the neutral zone and the adjacent submerged zone. (Source: Argaam)

## Major Corporate News

- PIF and STC set the final secondary public offering price at SAR 100 per share based on the results of the book building process. The shares offered to retail investors were fully covered, with more than 231,000 individual subscribers. (Source: Argaam)
- Jabal Omar Development Co. signed a facility agreement with Bank AlBilad worth SAR 1.0bn. The objective of the financing is to repay in full worth SAR 643.7mn of principal and accrued interest on the existing unsecured facility with Bank Albilad. Remaining balance will be used for extinguishing certain expensive liabilities and general corporate expenses. (Source: Argaam)
- Al Moammar Information Systems Co. renewed and amended a SAR 220mn bank facilities agreement with Arab National Bank. The credit is intended to go towards financing new project contracts and issuance of bank guarantees. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange decreased 0.5% to 10,938.9 on Thursday. The value traded stood at SAR 7.6bn (down 20.9% over previous day), while the advance-decline ratio stood at 74/120. The parallel market index increased 0.1% to 23,595.0 points. The value traded stood at SAR 28.4mn (up 10.1% over previous day). Most sectors in the main market ended in the red. Commercial Service and Transportation (up 1.9% and 0.5%, respectively) advanced the most; Pharma & Bio Tech and Materials (down 1.6% and 1.3%, respectively) led the laggards.

## Earnings update (Net Profit) (SAR mn)

Company	Q1-22	Q1-21	Y/Y %	Q4-21	Q/Q %
Ataa Educational Co.*	66.3	4.9	NM	19.4	241.3

\*Year ending is July

## Top Gainers

Company	Price	Change%
MAADANIYAH	29.15	10.0
DWF	251.60	10.0
SADR	126.00	10.0
NASEEJ	30.85	7.5
TADAWUL GROUP	126.00	6.8

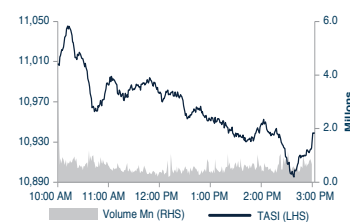
## Top Losers

Company	Price	Change%
HB	88.70	-3.6
SIPCHEM	40.60	-3.1
BAAZEEM	116.60	-3.0
ALARABIA	89.00	-2.8
PETROCHEM	38.00	-2.6

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,939	11,049	10,893	(0.5)	25.9
NomuC	23,595	23,658	23,240	0.1	(10.1)

## TASI movement during session



## TASI Ratios

P/E* (x)	22.1
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	5,398	(0.8)	0.2	20.2
Materials	7,076	(1.3)	23.1	17.8
Capital Goods	7,442	(0.9)	13.8	High
Commercial Service	4,737	1.9	16.7	Neg
Transportation	5,478	0.5	13.1	Neg
Consumer Durables	6,438	(0.0)	12.5	48.2
Consumer Services	4,819	(0.9)	12.9	Neg
Media	19,868	(0.7)	94.5	33.0
Retailing	9,717	(1.0)	13.6	36.7
Food & Staples	9,294	(0.7)	(11.8)	38.7
Food & Beverages	4,930	0.3	(9.8)	38.6
Healthcare	7,224	(0.3)	27.8	38.7
Pharma & Bio Tech	5,026	(1.6)	(2.8)	High
Banks	11,592	(0.2)	52.8	20.9
Diversified Financials	7,071	0.3	53.9	High
Insurance	6,152	(0.8)	2.1	49.3
Telecom	7,161	(1.2)	3.8	20.5
Utilities	5,749	0.4	24.7	8.1
REITs	4,732	(0.4)	10.4	Neg
Real Estate	3,256	0.4	7.8	Neg
Software & Services	27,171	0.2	92.8	31.2

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
11,040	10,930	11,250	7.24

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	-	-	-
Previous week	39.3	1,027.6	1,907.7

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	134.80	-0.7
SNB	62.20	0.0
Saudi Aramco	34.75	-0.9
SABIC	108.40	-1.3
STC	110.00	-1.8



## REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai increased 0.9%, while Abu Dhabi decreased 0.8%. Egypt, Bahrain and Qatar rose 0.7%, 0.6% and 0.1%, respectively; while Oman and Kuwait declined 0.1% each.
- According to Baker Hughes, North America's rig count increased to 753 in the week ended December 10 from 749 earlier. The rig count rose to 576 in the US from 569 earlier and to 14 in the Gulf of Mexico from 13 earlier. The rig count in Canada decreased to 177 from 180 earlier. (Source: Baker Hughes)
- US CPI jumped 6.8% Y/Y in November (consensus: 6.7% increase), the highest rise since June of 1982, compared to an increase of 6.2% in October. Energy prices surged by 33.3%, while prices for food grew 6.1%. Core consumer prices, which exclude food and energy prices, were up 4.9%. (Source: CNBC)
- Oil prices increased 1.0% on Friday, as investors expected the demand to remain constant amid receding fears of Omicron.
- Gold prices rose 0.4% due to increased safe haven appeal for the yellow metal amid higher inflation in the US, partly offset by the fears of early rate hike by the US Federal Reserve.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	96.1	-0.2	0.1	6.8
Euro	1.13	0.2	-0.2	-7.4
Japanese Yen	113.4	-0.1	0.2	9.8
Sterling Pound	1.33	0.4	-0.2	-3.0
Chinese Yuan	6.37	-0.1	0.1	-2.4
Indian Rupee	75.7	0.1	0.8	3.6
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	0.1	-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	0.0	-0.5	-0.2

## Corporate Calendar

Date	Company	Event
14 <sup>th</sup> Dec	ABO MOATI	OGM
15 <sup>th</sup> Dec	QACCO	Cash Dividend Distribution
15 <sup>th</sup> Dec	ALHOKAIR GROUP	OGM
16 <sup>th</sup> Dec	Nayifat	Cash Dividend Distribution
19 <sup>th</sup> Dec	SPCC	OGM
20 <sup>th</sup> Dec	SAPTCO	OGM

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,226	0.9	5.0	29.5	21.2
Abu Dhabi (ADX)	8,883	-0.8	3.9	76.1	22.2
Kuwait (KSE)	5,897	-0.1	3.1	29.5	9.6
Qatar (QE)	11,619	0.1	2.0	11.3	15.0
Oman (MSM)	4,008	-0.1	0.2	9.5	10.6
Bahrain (BSE)	1,786	0.6	3.2	19.9	10.2
Egypt (EGX30)	11,535	0.7	1.2	6.4	7.8

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	35,971	0.6	4.3	17.5	20.4
Nasdaq	15,631	0.7	0.6	21.3	31.3
S&P 500	4,712	1.0	3.2	25.5	26.1
FTSE 100	7,292	-0.4	3.3	12.9	15.0
Germany DAX 30	15,623	-0.1	3.5	13.9	14.9
France CAC 40	6,992	-0.2	4.0	25.9	21.2
Japan Nikkei 225	28,438	-1.0	2.2	3.6	15.3
Russia MOEX	3,760	-1.4	-3.4	14.3	6.0
Hong Kong Hang Seng	23,996	-1.1	2.2	-11.9	11.2
South Korea KOSPI	3,010	-0.6	6.0	4.8	14.0
China Shanghai Composite	3,666	-0.2	2.9	5.6	12.0
Australia ASX 200	7,354	-0.4	1.3	11.6	16.7
India Sensex	58,787	0.0	3.0	23.1	25.3
MSCI EM	1,239	-0.7	2.2	-4.1	14.1
MSCI World	3,188	0.5	2.8	18.5	22.9

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	75.7	-1.1	4.0	53.2
Brent Crude (\$/bbl)	75.2	1.0	6.5	46.4
Texas crude (\$/bbl)	71.7	1.0	8.3	49.1
Natural Gas (\$/mmbtu)	3.93	2.9	-14.1	50.3
Gold (\$/oz)	1,783	0.4	0.5	-6.1
Silver (\$/oz)	22.2	1.1	-2.8	-15.0
Steel (\$/ton)	1,606	-0.2	-0.2	60.8
Iron Ore (CNY/MT)	633	-0.2	5.9	-40.8
Wheat (\$/bu)	782	1.1	1.1	23.5
Corn (\$/bu)	589	0.0	3.8	20.8
Sugar (\$/lb)	19.7	0.1	6.0	28.0
SMP* (EUR/MT)	3,290	-1.3	0.9	47.9

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.201	0.0	2.8	-3.8
Saudi Arabia (SAIBOR)	0.850	0.1	0.4	3.3
UAE (EIBOR)	0.402	-2.6	5.3	-11.0
Qatar (QIBOR)	1.125	-1.3	-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

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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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