



Major Economic News

- Saudi Arabia estimated public revenue in FY22 budget at SAR 1.045tn, and expenditure at SAR 955bn, with an expected surplus of SAR 90bn. Total expenditure was projected at SAR 1.015tn in FY21, while revenue was budgeted at SAR 930bn, with an expected deficit of SAR 85bn. KSA's GDP grew by 2.9% to SAR 3.2tn in FY21, while inflation declined to 3.3% from 3.4% in FY20. (Source: Argaam)

Major Corporate News

- Alkhaleej Training and Education Co. announced receiving the no-objection certificate of the General Authority for Competition to complete the process of economic concentration regarding the acquisition of 60% of Al-Raqi National Schools Co. (Source: Argaam)
- Arabian Contracting Services Co. formed a partnership with Egypt-based United Media Services Co. to establish an Egyptian joint stock company. The 25-year partnership includes installing and operating no less than 120 digital screens. (Source: Argaam)
- Yanbu Cement Co. announced the completion of the Line 4 modernization project following the shutdown. The reason for exceeding the previously announced end date is due to the delay in receiving some spare parts and the improvement of operations. (Source: Argaam)
- Qiddiya Investment Company awarded SAR 3.75bn contract to France's Bouygues Batiment International, part of Bouygues Construction Group – Saudi Arabia – to establish Six Flags Qiddiya theme park. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 0.3% to 10,969.1 on Sunday. The value traded stood at SAR 19.0bn (up 151.7% over previous day), while the advance-decline ratio stood at 142/53. The parallel market index increased 1.7% to 23,986.9 points. The value traded stood at SAR 97.2mn (up 242.0% over previous day). Most sectors in the main market ended in the green. Consumer Durables and Capital Goods (up 3.2% each) advanced the most; Telecom and Media (down 1.9% and 0.7%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q4-21	Q4-20	Y/Y %	Q3-21	Q/Q %
Al Yamamah Steel	40.1	25.2	58.8	65.1	-38.4

* Year ending in September

Top Gainers

Company	Price	Change%
ALOMRAN	112.20	10.0
WAFRAH	154.00	10.0
DWF	276.60	9.9
NGC	47.20	9.9
MESC	20.54	9.8

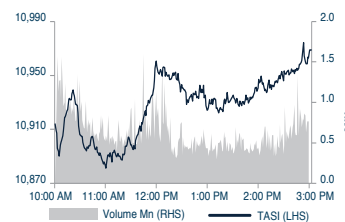
Top Losers

Company	Price	Change%
SADR	121.60	-3.5
STC	107.00	-2.7
ALMRAKEZ	22.06	-2.4
ATC	38.80	-2.3
ENAYA	34.20	-2.0

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,969	10,974	10,880	0.3	26.2
NomuC	23,987	24,341	23,427	1.7	(8.6)

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	5,409	0.2	0.4	20.3
Materials	7,180	1.5	25.0	18.0
Capital Goods	7,682	3.2	17.5	High
Commercial Service	4,711	(0.5)	16.1	Neg
Transportation	5,594	2.1	15.5	Neg
Consumer Durables	6,647	3.2	16.2	49.8
Consumer Services	4,866	1.0	14.0	Neg
Media	19,725	(0.7)	93.1	32.8
Retailing	9,733	0.2	13.8	36.8
Food & Staples	9,316	0.2	(11.6)	38.7
Food & Beverages	4,953	0.5	(9.4)	38.8
Healthcare	7,241	0.2	28.1	38.8
Pharma & Bio Tech	5,066	0.8	(2.0)	High
Banks	11,570	(0.2)	52.5	20.9
Diversified Financials	7,214	2.0	57.0	High
Insurance	6,161	0.2	2.3	49.3
Telecom	7,023	(1.9)	1.8	20.1
Utilities	5,751	0.0	24.8	8.1
REITs	4,734	0.0	10.5	Neg
Real Estate	3,286	0.9	8.8	Neg
Software & Services	27,284	0.4	93.6	31.2

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
11,006	10,948	11,203	8.72

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	19.0	305.6	379.8
Previous week	39.3	1,027.6	1,907.7

Top Weighted Companies

Company	Price	Change%
Al Rajhi	134.80	0.0
SNB	62.20	0.0
Saudi Aramco	34.80	0.1
SABIC	109.60	1.1
STC	107.00	-2.7



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi increased 0.2% and 1.0%, respectively. Egypt rose 1.5%, while Oman declined 0.5%. Meanwhile, Kuwait, Qatar and Bahrain remained flat.
- US initial jobless claims dropped to 184,000 (consensus: 215,000), representing a fall of 43,000 from the previous week's revised level of 227,000. (Source: Econoday)
- UK's GDP grew 0.1% M/M in October (consensus: an expansion of 0.4%) compared to 0.6% increase in September. The growth in GDP was driven by expansion in services sector, while supply chain issues dragged construction and production output. (Source: RTT News)
- China's CPI increased to 2.3% in November (consensus: a rise of 2.5%) from 1.5% in October. Core inflation that excludes food and energy prices eased to 1.2% from 1.3% in the previous month. (Source: RTT News)
- The People's Bank of China raised the reserve requirement ratio or RRR, on banks' foreign exchange deposits. The ratio was raised to 9.0% from 7.0%, effective December 15. (Source: RTT News)

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	96.1	0.0	0.1	6.8
Euro	1.13	0.0	-0.2	-7.4
Japanese Yen	113.4	0.0	0.2	9.8
Sterling Pound	1.33	0.0	-0.2	-3.0
Chinese Yuan	6.37	0.0	0.1	-2.4
Indian Rupee	75.7	0.0	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 th Dec	ABO MOATI	OGM
15 th Dec	QACCO	Cash Dividend Distribution
15 th Dec	ALHOKAIR GROUP	OGM
16 th Dec	Nayifat	Cash Dividend Distribution
19 th Dec	SPCC	OGM
20 th Dec	SAPTCO	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,231	0.2	5.2	29.7	21.2
Abu Dhabi (ADX)	8,971	1.0	5.0	77.8	22.2
Kuwait (KSE)	5,897	0.0	3.1	29.5	9.6
Qatar (QE)	11,624	0.0	2.1	11.4	15.0
Oman (MSM)	3,987	-0.5	-0.3	9.0	10.6
Bahrain (BSE)	1,786	0.0	3.3	19.9	10.2
Egypt (EGX30)	11,708	1.5	2.7	8.0	7.8

International Markets

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

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	75.7	0.0	4.0	51.6
Brent Crude (\$/bbl)	75.2	0.0	6.5	45.1
Texas crude (\$/bbl)	71.7	0.0	8.3	47.7
Natural Gas (\$/mmbtu)	3.93	0.0	-14.1	54.6
Gold (\$/oz)	1,783	0.0	0.5	-6.1
Silver (\$/oz)	22.2	0.0	-2.8	-15.9
Steel (\$/ton)	1,606	0.0	-0.2	59.8
Iron Ore (CNY/MT)	633	0.0	5.9	-41.3
Wheat (\$/bu)	782	0.0	1.1	22.1
Corn (\$/bu)	589	0.0	3.8	21.6
Sugar (\$/lb)	19.7	0.0	6.0	27.2
SMP* (EUR/MT)	3,290	0.0	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)	0.856	0.6	1.0	3.8
UAE (EIBOR)	0.370	-3.2	2.1	-14.3
Qatar (QIBOR)	1.125	0.0	-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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RESEARCH
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RATING
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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