



Major Economic News

- Saudi Arabia's GDP grew by 7% Y/Y in Q3-21, the highest growth since 2012. On Q/Q basis, GDP rose by 5.7%. The growth was attributed to the increase in oil activities by 9.3% Y/Y and 12.7% Q/Q. Non-oil activities grew by 6.3% Y/Y. The government activities rose by 2.7% Y/Y and 1.1% Q/Q. The GDP at constant prices amounted to SAR 665.2bn in Q3-21, compared with SAR 622.0bn a year earlier. (Source: Argaam)

Major Corporate News

- Ataa Educational Co. signed a sale and purchase agreement to acquire Naba'a Educational Co. through its wholly owned subsidiary, Arabian Education and Training Group Holding Co. Ataa will raise its capital by 5.2% to acquire Naba'a, valued at SAR 92.0mn. (Source: Argaam)
- Abdullah Al Othaim Markets Co. announced opening a new branch in Hail, bringing the total number of branches in KSA to 269. (Source: Argaam)
- Almunajem Foods Co. successfully completed the retail offering of its IPO. Each Individual subscriber will receive a minimum of four shares, while the remaining shares will be allocated on a pro-rata basis, with an allocation factor of 0.3793%. (Source: Argaam)
- Al Moammar Information Systems Co. renewed and amended a Shariah-compliant bank facility worth SAR 155mn with the National Bank of Kuwait. The company will use the credit to fund new projects and issue letters of guarantee. (Source: Argaam)
- Abdullah Saad Mohammed Abo Moati for Bookstores Co. renewed its SAR 65mn Shariah-compliant credit facilities agreement with Saudi National Bank. The credit will be used to finance the company's working capital. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange remained flat at 11,024.7. The value traded stood at SAR 7.2bn (down 18.6% over previous day), while the advance-decline ratio stood at 98/103. The parallel market index increased 1.4% to 24,484.7 points. The value traded stood at SAR 58.0mn (up 31.3% over previous day). Most sectors in the main market ended in the green. Retailing and Pharma & Bio Tech (up 1.4% each) advanced the most; Transportation and Consumer Durables (down 0.7% each) led the laggards.

Top Gainers

Company	Price	Change%
ALBAHA	38.25	9.9
TECO	166.60	9.9
RAYDAN	23.28	9.3
ALINMA TOKIO M	34.25	9.1
DWF	302.00	8.2

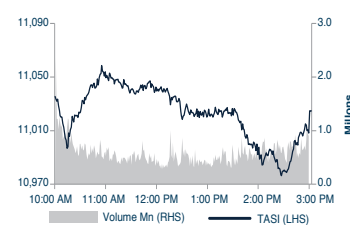
Top Losers

Company	Price	Change%
ALSAGR INSURANCE	16.78	-3.5
TAKWEEN	19.48	-2.6
YCC	37.20	-2.4
SAPTCO	22.50	-2.2
AYYAN	21.82	-2.0

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,025	11,059	10,975	0.0	26.9
NomuC	24,485	24,485	23,990	1.4	(6.7)

TASI movement during session



TASI Ratios

P/E* (x)	22.2
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	5,439	0.3	1.0	20.4
Materials	7,276	0.5	26.6	18.3
Capital Goods	7,714	(0.6)	18.0	High
Commercial Service	4,808	0.4	18.4	Neg
Transportation	5,537	(0.7)	14.3	Neg
Consumer Durables	6,732	(0.7)	17.7	High
Consumer Services	4,988	1.1	16.8	Neg
Media	19,925	0.4	95.0	33.0
Retailing	9,855	1.4	15.2	37.3
Food & Staples	9,515	1.0	(9.7)	39.7
Food & Beverages	4,931	(0.5)	(9.8)	38.6
Healthcare	7,240	0.3	28.1	38.9
Pharma & Bio Tech	5,303	1.4	2.6	High
Banks	11,574	(0.2)	52.5	20.8
Diversified Financials	7,213	0.1	57.0	High
Insurance	6,237	0.2	3.5	50.0
Telecom	7,105	(0.4)	3.0	20.4
Utilities	5,777	0.2	25.3	8.2
REITs	4,760	(0.1)	11.1	Neg
Real Estate	3,295	(0.5)	9.1	Neg
Software & Services	27,434	0.5	94.7	31.3

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
10,989	10,995	11,122	8.58

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	35.1	720.2	1,192.6
Previous week	39.3	1,027.6	1,907.7

Top Weighted Companies

Company	Price	Change%
Al Rajhi	136.80	0.4
SNB	60.70	-1.5
Saudi Aramco	35.00	0.4
SABIC	112.20	0.9
STC	109.00	-0.5



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai increased 0.9%, while Abu Dhabi decreased 1.0%. Qatar, Oman and Bahrain rose 0.6%, 0.5% and 0.1%, respectively; while Egypt and Kuwait declined 0.7% and 0.2%, respectively.
- US Producer Price Index, final demand (PPI-FD) rose 0.8% M/M in November (consensus: 0.5% increase) against an increase of 0.6% in October. On Y/Y basis, PPI-FD gained 9.6% M/M in November (consensus: 9.2% growth) compared with an increase of 8.8% in October. (Source: Econoday)
- China's retail sales grew by 3.9% Y/Y in November (consensus: an increase of 4.6%) as against a rise of 4.9% in October. On M/M basis, retail sales increased 0.2% in November versus a prior revised growth of 0.4% in October. (Source: CNBC, Econoday)
- China's industrial production increased 3.8% Y/Y in November (consensus: a rise of 3.6%) compared with 3.5% growth in October. (Source: RTT News)
- Oil prices declined 0.9%, as IEA said that the Omicron coronavirus variant is expected to have a negative impact on global demand recovery.
- Gold prices fell 0.9% due to increase in expectations of early rate hike by the US Fed amid a jump in the US producer prices.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	96.6	0.3	0.6	7.4
Euro	1.13	-0.2	-0.7	-7.8
Japanese Yen	113.7	0.1	0.5	10.1
Sterling Pound	1.32	0.2	-0.4	-3.2
Chinese Yuan	6.37	0.1	0.0	-2.4
Indian Rupee	76.0	0.4	1.3	4.1
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	-0.8	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	15.71	0.3	-0.2	0.1

Corporate Calendar

Date	Company	Event
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
21 st Dec	TANMIAH	EGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,276	0.9	6.6	31.5	21.5
Abu Dhabi (ADX)	8,842	-1.0	3.5	75.2	22.1
Kuwait (KSE)	5,883	-0.2	2.9	29.2	9.6
Qatar (QE)	11,727	0.6	3.0	12.4	15.1
Oman (MSM)	4,026	0.5	0.6	10.0	10.6
Bahrain (BSE)	1,786	0.1	3.2	19.9	10.2
Egypt (EGX30)	11,618	-0.7	2.0	7.1	7.9

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	35,544	-0.3	3.1	16.1	20.3
Nasdaq	15,238	-1.1	-1.9	18.2	30.8
S&P 500	4,634	-0.7	1.5	23.4	25.9
FTSE 100	7,219	-0.2	2.3	11.7	14.9
Germany DAX 30	15,454	-1.1	2.3	12.6	14.6
France CAC 40	6,895	-0.7	2.6	24.2	20.9
Japan Nikkei 225	28,433	-0.7	2.2	3.6	15.3
Russia MOEX	3,619	0.0	-7.0	10.0	5.8
Hong Kong Hang Seng	23,636	-1.3	0.7	-13.2	11.0
South Korea KOSPI	2,988	-0.5	5.2	4.0	13.9
China Shanghai Composite	3,662	-0.5	2.7	5.4	12.0
Australia ASX 200	7,378	0.0	1.7	12.0	16.7
India Sensex	58,117	-0.3	1.8	21.7	25.0
MSCI EM	1,222	-0.7	0.8	-5.4	13.9
MSCI World	3,138	-0.8	1.2	16.7	22.5

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	75.9	-1.0	4.2	52.0
Brent Crude (\$/bbl)	73.7	-0.9	4.4	42.3
Texas crude (\$/bbl)	70.7	-0.8	6.9	45.8
Natural Gas (\$/mmbtu)	3.75	-1.2	-18.0	47.6
Gold (\$/oz)	1,771	-0.9	-0.2	-6.7
Silver (\$/oz)	21.9	-1.7	-3.8	-16.8
Steel (\$/ton)	1,608	0.1	-0.1	60.0
Iron Ore (CNY/MT)	602	-7.8	0.7	-44.2
Wheat (\$/bu)	786	0.0	1.5	22.6
Corn (\$/bu)	589	0.8	3.8	21.6
Sugar (\$/lb)	19.7	0.1	5.6	26.9
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	0.203	0.5	3.0	-3.6
Saudi Arabia (SAIBOR)	0.867	0.7	2.1	5.0
UAE (EIBOR)	0.438	3.3	8.9	-7.5
Qatar (QIBOR)	1.100	-2.5	-7.0	-2.1
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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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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