



Major Economic News

- Saudi Arabia announced reimposing wearing face masks and applying social distancing in all closed and open places, in addition to events and activities, as of 7 a.m. December 30. Violators will face legal procedures and penalties. (Source: Argaam)

Major Corporate News

- Arabian Internet and Telecommunication Co. signed a number of contracts worth SAR 156.2mn with Saudi Telecom Co., a related party, to implement a centralized storage server and internet gateway through IP multi-protocol label switching in addition to network expansion. The contract duration is 24 months. (Source: Argaam)
- Gas Arabian Services issued the prospectus for its IPO on the Nomu Parallel Market. The company plans to offer 790,000 shares or 5% of its capital, in the IPO. The offer will run from January 23-27, 2022. (Source: Argaam)
- CMA board issued its resolution approving Nahdi Medical Co.'s application for the offering of 39.0mn shares, representing 30% of its share capital. (Source: Argaam)
- CMA approved a request by Saudi Home Loans Co. to sell 30.0mn shares or 30% of its share capital in an IPO. (Source: Argaam)
- Aseer Trading, Tourism and Manufacturing Co.'s board of directors approved to utilize SAR 92.4mn of the SAR 311.7mn statutory reserve to offset its accumulated losses. The company's accumulated losses represent 7.3% of its capital as on September 30, 2021. (Source: Argaam)
- Batic Investments and Logistics Co. completed transferring of the 35% stake owned by its subsidiary, Arabian Company for Security and Safety Solutions in Smart Cities Solutions for Communications and Information Technology to the parent company. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 1.0% to 11,199.8. The value traded stood at SAR 7.2bn (up 33.7% over previous day), while the advance-decline ratio stood at 18/188. The parallel market index decreased 2.8% to 25,952.4 points. The value traded stood at SAR 175.7mn (up 35.1% over previous day). Most sectors in the main market ended in the red. Media (up 1.4%) was the only gainer; Consumer Durables and Pharma & Bio Tech (down 2.5% and 2.0%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
EMAAR EC	12.12	3.1
HB	90	2.6
ALLIANZ SF	25.85	2
MIS	153.4	1.7
SRMG	187	1.6

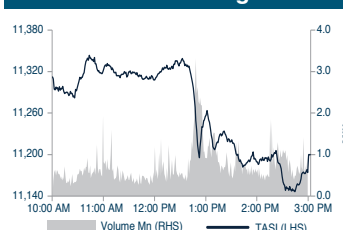
Top Losers

Company	Price	Change%
ARABIAN SHIELD	24.98	-4.7
MESC	20.1	-4.3
MALATH INSURANCE	22.06	-4.3
ASTRA INDUSTRIAL	39.85	-4
RAYDAN	20.52	-3.8

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,200	11,344	11,145	-1	28.9
NomuC	25,952	27,116	25,952	-2.8	-1.1

TASI movement during session



TASI Ratios

P/E* (x)	22.7
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	5,436	-1.1	0.9	20.5
Materials	7,330	-1.4	27.6	18.7
Capital Goods	7,518	-2	15	High
Commercial Service	4,487	-1.4	10.5	Neg
Transportation	5,234	-1.5	8.1	Neg
Consumer Durables	6,328	-2.5	10.6	47.1
Consumer Services	4,656	-1.9	9.1	Neg
Media	22,212	1.4	117.4	36.9
Retailing	9,792	-1.4	14.4	36.8
Food & Staples	9,110	-0.6	-13.5	35.2
Food & Beverages	4,811	-1.1	-11.9	37.8
Healthcare	7,286	-0.5	28.9	38.7
Pharma & Bio Tech	5,125	-2	-0.9	High
Banks	12,119	-0.9	59.7	21.8
Diversified Financials	6,826	-1.6	48.6	45.3
Insurance	5,930	-1.4	-1.6	47.7
Telecom	7,183	-0.8	4.1	20.6
Utilities	5,846	-0.2	26.8	8.3
REITs	4,592	-1	7.2	Neg
Real Estate	3,179	-1.1	5.3	Neg
Software & Services	28,584	-0.5	102.8	32.5

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
11,223	11,222	11,123	7.38

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	21.2	621.9	1,158.40
Previous week	29.5	801.9	1,595.80

Top Weighted Companies

Company	Price	Change%
Al Rajhi	141	-1.4
SNB	64	-0.3
Saudi Aramco	35.2	-1.1
SABIC	115	-1.7
STC	110.4	-1.1



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai decreased 0.8%, while Abu Dhabi increased 0.7%. Bahrain rose 0.1%, while Oman and Egypt declined 0.1% each. Meanwhile, Qatar and Kuwait remained flat.
- According to EIA, oil inventories in the US declined 3.6mn barrels (prior: down 4.7mn) to 420.0mn in the week ended December 24. Gasoline inventories decreased 1.5mn barrels (prior: up 5.5mn) to 222.7mn, while distillate inventories fell 1.7mn barrels (prior: up 0.4mn) to 122.4mn. (Source: EIA, Econoday)
- New COVID-19 cases in the US reached a record seven-day average of more than 265,000 per day, exceeding the previous high of 252,000 average daily cases set on January 11, 2021. The new pandemic peak was driven by the simultaneous circulation of delta and omicron variants across the country. (Source: CNBC)
- Oil prices rose 0.4%, as US oil inventories declined last week, thus offsetting concerns that rising coronavirus cases might impact oil demand.
- Gold prices fell 0.1%, as the strength in US dollar and positive momentum in equities weighed on demand for the yellow metal.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	95.9	-0.3	-0.1	6.7
Euro	1.13	0.3	0.1	-7.1
Japanese Yen	115.0	0.1	1.6	11.3
Sterling Pound	1.35	0.4	1.4	-1.3
Chinese Yuan	6.37	-0.1	0.1	-2.0
Indian Rupee	74.7	0.1	-0.6	2.3
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.68	0.1	0.2	0.2
Kuwaiti Dinar	0.30	0.0	0.1	-0.4
Omani Rial	0.38	0.0	-0.1	0.0
Bahraini Dinar	0.38	0.0	0.0	0.0
Egyptian Pound	15.7	0.0	0.0	-0.2

Corporate Calendar

Date	Company	Event
30 th Dec	YCC	Cash Dividend Distribution
30 th Dec	Dallah Health	Cash Dividend Distribution
30 th Dec	Sipchem	Cash Dividend Distribution
05 th Jan	ACWA Power	EGM
06 th Jan	SICO SAUDI REIT	OGM
09 th Jan	ASEER	EGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,174	-0.8	3.3	27.4	20.9
Abu Dhabi (ADX)	8,451	0.7	-1.1	67.5	21
Kuwait (KSE)	5,863	0.0	2.5	28.8	9.5
Qatar (QE)	11,679	0.0	2.6	11.9	15.1
Oman (MSM)	4,136	-0.1	3.4	13.0	10.8
Bahrain (BSE)	1,794	0.1	3.7	20.4	10.2
Egypt (EGX30)	11,898	-0.1	4.4	9.7	8

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	36,489	0.2	5.8	19.2	20.4
Nasdaq	16,491	0.0	2.2	28.0	40.4
S&P 500	4,793	0.1	4.9	27.6	26.3
FTSE 100	7,421	0.0	5.1	14.9	17.8
Germany DAX 30	15,852	-0.7	5.0	15.6	15.3
France CAC 40	7,162	-0.3	6.6	29.0	21.7
Japan Nikkei 225	28,907	-0.6	3.9	5.3	16.5
Russia MOEX	3,741	-1.0	-3.8	13.7	7.1
Hong Kong Hang Seng	23,087	-0.8	-1.7	-15.2	9.2
South Korea KOSPI	2,993	-0.9	5.4	4.2	13.8
China Shanghai Composite	3,597	-0.9	0.9	3.6	15.4
Australia ASX 200	7,510	0.0	3.5	14.0	23.6
India Sensex	57,806	-0.2	1.3	21.1	27.2
MSCI EM	1,218	-0.7	0.5	-5.7	13.8
MSCI World	3,244	0.1	4.6	20.6	23.3

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	79.4	0.5	9.1	59.0
Brent Crude (\$/bbl)	79.2	0.4	12.3	53.0
Texas crude (\$/bbl)	76.6	0.8	15.7	57.8
Natural Gas (\$/mmbtu)	3.9	-0.9	-15.7	28.1
Gold (\$/oz)	1,804.7	-0.1	1.7	-4.9
Silver (\$/oz)	22.8	-0.8	0.0	-13.5
Steel (\$/ton)	1,421.0	-12.0	-11.7	41.4
Iron Ore (CNY/MT)	675.0	-1.4	12.9	-37.4
Wheat (\$/bu)	787.8	0.5	0.1	22.6
Corn (\$/bu)	605.5	0.1	6.7	37.5
Sugar (\$/lb)	19.1	0.7	2.7	33.8
SMP* (EUR/MT)	3,365.0	0.0	3.2	51.2

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.218	0.0	25.8	-8.6
Saudi Arabia (SAIBOR)	0.903	0.2	6.8	10.4
UAE (EIBOR)	0.408	17.5	17.1	-20.4
Qatar (QIBOR)	1.125	-2.2	-3.8	0.4
Bahrain (BHIBOR)	1.517	0.0	0.0	-32.6

Data Sources: Tadawul, Bloomberg, Reuters

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

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RESEARCH DIVISION

Head of Sell-Side Research
Jassim Al-Jubran
+966 11 2256248
j.aljabran@aljaziracapital.com.sa

RESEARCH
DIVISION

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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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Head Office: King Fahad Road, P.O. Box: 20438, Riyadh 11455, Saudi Arabia, Tel: 011 2256000 - Fax: 011 2256068