



Major Economic News

- The OPEC lowered its expectations for oil surplus in global crude oil markets for Q1-22, one day ahead of the meeting scheduled on January 4. It expected a surplus of 1.4mn bpd in Q1-22, about 25% lower than it estimated a month ago. (Source: Argaam)
- Jahez International Company announced the successful completion of the retail offering to individual qualified investors. 3,160 qualified retail investors participated in the, with the value of orders placed amounting to SAR 1.365bn. The final offering price set at SAR 850 per share, with a coverage ratio of 38.8 times (Source: Argaam)
- East Pipes Integrated Company for Industry announced the prospectus for its IPO of 6.3mn shares, representing 30% of capital, on Tadawul. The period of applications registration and book building will run for seven days from January 11-17. The retail subscription period will run from January 24-25. (Source: Argaam)

Major Corporate News

- Al Rajhi Bank announced the commencement of the offer of its SAR-denominated Tier 1 Sukuk by way of a private placement in Saudi Arabia. The bank said that the amount and terms of offer of the Sukuk will be determined subject to the market conditions. (Source: Argaam)
- Jarir Marketing Co. announced the closure of its showroom in Nation Galleria Complex, Abu Dhabi, UAE, as of December 31, 2021. The company attributed the closure to the showroom performance which continued to be below expectations. The direct closure loss is estimated at SAR 1.7m. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange remained flat at 11,327.5. The value traded stood at SAR 6.6bn (up 49.9% over previous day), while the advance-decline ratio stood at 40/162. The parallel market index decreased 0.9% to 26,030.1 points. The value traded stood at SAR 107.3mn (down 3.8% over previous day). Most sectors in the main market ended in the red. Healthcare and Telecom (up 0.9% and 0.7%, respectively) advanced the most; Commercial Service and Consumer Durables (down 2.7% and 2.2%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
ALBILAD	50.00	4.6
ARAB SEA	201.00	4.0
ALHAMMADI	41.70	2.8
ANB	23.82	2.5
DALLAH HEALTH	77.00	2.4

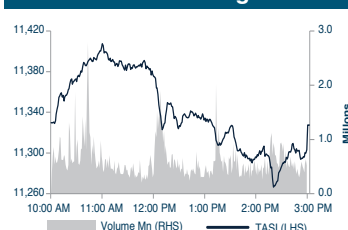
Top Losers

Company	Price	Change%
SADR	83.00	-10.0
SEDCO CAPITAL REIT	11.20	-6.4
ZOUJAJ	42.95	-5.0
SHARQIYAH DEV	89.90	-4.9
MALATH INSURANCE	23.10	-4.8

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,328	11,408	11,264	0.0	0.4
NomuC	26,030	26,631	25,914	-0.9	0.2

TASI movement during session



TASI Ratios

P/E* (x)	22.9
Price-to-Book (x)	2.3
Dividend Yield (%)	1.1
Return on Equity (%)	19.9

Source: Argaam
*Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,488	0.1	-0.5	20.7
Materials	7,285	-0.8	-0.8	18.7
Capital Goods	7,546	-0.8	0.0	High
Commercial Service	4,256	-2.7	-4.2	Neg
Transportation	5,226	-0.8	-0.1	Neg
Consumer Durables	6,190	-2.2	-2.5	46
Consumer Services	4,587	-1.4	-1.2	Neg
Media	22,349	-1.9	-3.9	36.9
Retailing	9,861	-0.7	0.1	37
Food & Staples	9,157	-0.3	0.4	35.4
Food & Beverages	4,787	-0.7	-1.0	37.7
Healthcare	7,394	0.9	1.1	39.3
Pharma & Bio Tech	5,119	-0.8	-1.4	High
Banks	12,423	0.5	1.6	22.4
Diversified Financials	6,748	-1.3	-1.2	45.3
Insurance	5,951	-1.0	-0.6	48
Telecom	7,274	0.7	-0.1	20.9
Utilities	5,922	-0.6	-0.2	8.5
REITs	4,606	-0.4	-0.1	Neg
Real Estate	3,192	-0.6	0.7	Neg
Software & Services	29,346	-0.5	2.4	33.2

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
11,258	11,237	11,153	5.52

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	11.0	318.2	577.2
Previous week	26.3	754.1	1407.3

Top Weighted Companies

Company	Price	Change%
Al Rajhi	142.80	-0.3
SNB	65.90	1.7
Saudi Aramco	35.65	0.3
SABIC	116.80	0.2
STC	112.40	0.9



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi decreased 0.2% and 0.3%, respectively. Oman and Qatar rose 0.6% and 0.4%, respectively. Bahrain declined 0.3%, while Kuwait and Egypt declined 0.1% each.
- The US PMI manufacturing index fell to 57.7 in December (consensus: 57.8) compared with 58.3 in November. New orders rose at the slowest pace for a year. Backlogs of work rose sharply but was still the slowest in ten months. (Source: Econoday, Marketwatch)
- The eurozone PMI manufacturing index fell to 58 in December (consensus: 58.0) compared with 58.4 in November. Consumer goods makers drove the slower improvement in manufacturing conditions, with intermediate and capital goods producers registering marginally quicker upturns. (Source: aa.com)
- Oil prices increased 1.2% on Monday, on optimism of demand recovery in 2022, despite OPEC+ planning to agree to further output increase.
- Gold prices fell 1.5% on Monday, as a risk-on rally in equities pressured the yellow metal, with investors brushing aside concerns surrounding the impact of the Omicron variant of coronavirus.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	96.2	0.6	0.6	0.6
Euro	1.13	-0.6	-0.6	-0.6
Japanese Yen	115.3	0.2	0.2	0.2
Sterling Pound	1.35	-0.4	-0.4	-0.4
Chinese Yuan	6.37	0.3	0.3	0.3
Indian Rupee	74.3	-0.1	-0.1	-0.1
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.67	0.0	0.0	0.0
Kuwaiti Dinar	0.30	0.0	0.0	0.0
Omani Rial	0.38	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	0.0	0.0
Egyptian Pound	15.7	0.1	0.1	0.1

Corporate Calendar

Date	Company	Event
05 th Jan	ACWA Power	EGM
06 th Jan	SICO SAUDI REIT	OGM
09 th Jan	ASEER	EGM
09 th Jan	Enaya	EGM
09 th Jan	NCLE	OGM
09 th Jan	Catering	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,191	-0.2	-0.2	-0.2	19.9
Abu Dhabi (ADX)	8,465	-0.3	-0.3	-0.3	21.2
Kuwait (KSE)	5,880	-0.1	-0.1	-0.1	9.6
Qatar (QE)	11,670	0.4	0.4	0.4	15.0
Oman (MSM)	4,172	0.6	1.0	1.0	10.8
Bahrain (BSE)	1,792	-0.3	-0.3	-0.3	10.2
Egypt (EGX30)	11,897	-0.1	-0.4	-0.4	8.1

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	36,585	0.7	0.7	0.7	20.4
Nasdaq	16,502	1.1	1.1	1.1	40.4
S&P 500	4,797	0.6	0.6	0.6	26.4
FTSE 100	7,385	0.0	0.0	0.0	17.7
Germany DAX 30	16,021	0.9	0.9	0.9	15.5
France CAC 40	7,217	0.9	0.9	0.9	21.9
Japan Nikkei 225	28,792	0.0	0.0	0.0	16.7
Russia MOEX	3,853	1.7	1.7	1.7	7.3
Hong Kong Hang Seng	23,275	-0.5	-0.5	-0.5	9.3
South Korea KOSPI	2,989	0.4	0.4	0.4	13.9
China Shanghai Composite	3,640	0.0	0.0	0.0	15.5
Australia ASX 200	7,445	0.0	0.0	0.0	23.7
India Sensex	59,183	1.6	1.6	1.6	28.0
MSCI EM	1,234	0.1	0.1	0.1	14.0
MSCI World	3,241	0.3	0.3	0.3	23.2

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	79.4	0.2	0.2	0.2
Brent Crude (\$/bbl)	79.0	1.5	1.5	1.5
Texas crude (\$/bbl)	76.1	1.2	1.2	1.2
Natural Gas (\$/mmbtu)	3.8	2.3	2.3	2.3
Gold (\$/oz)	1,801	-1.5	-1.5	-1.5
Silver (\$/oz)	22.9	-1.8	-1.8	-1.8
Steel (\$/ton)	1,438	0.2	0.2	0.2
Iron Ore (CNY/MT)	684	0.0	0.0	0.0
Wheat (\$/bu)	758.0	-1.7	-1.7	-1.7
Corn (\$/bu)	589.3	-0.7	-0.7	-0.7
Sugar (\$/lb)	18.7	-0.7	-0.7	-0.7
SMP* (EUR/MT)	3,385	0.6	0.6	0.6

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.209	0.0	0.0	0.0
Saudi Arabia (SAIBOR)	0.907	0.2	0.2	0.2
UAE (EIBOR)	0.295	-19.1	-19.1	-19.1
Qatar (QIBOR)	1.125	0.0	0.0	0.0
Bahrain (BHIBOR)	1.517	0.0	0.0	0.0

Data Sources: Tadawul, Bloomberg, Reuters

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

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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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