



## Major Economic News

- Saudi Arabia PMI for December 2021 fell three points to 53.9 points; its lowest level since March 2021, from 56.9 points in November, as per IHS Markit. The reading was the lowest since March, but still indicated a solid improvement in operating conditions across the non-oil private sector economy. (Source: Argaam)
- The Saudi mining sector's investments were valued at more than SAR 250bn until 2021, as per Ibrahim Nazer, Head of the Federation of Saudi Chambers' National Mining Committee. (Source: Argaam)
- Advance International Communication and Information Technology (AICTEC) will begin trading on Nomu – Parallel Market as of January 6. The stock will have daily price fluctuation limits of +/- 30% and static fluctuation limits of +/- 10%. The price range for book-building process was set at SAR 110 per share. (Source: Argaam)

## Major Corporate News

- Ataa Educational Co. renewed a Sharia-compliant credit facilities agreement worth SAR 50mn with SNB. The facilities will be used for financing the company's working capital. (Source: Argaam)
- Alkhorayef Water and Power Technologies Co. won a contract worth SAR 195.85mn to operate and maintain King Abdullah bin Abdulaziz Project for Zamzam Water in Makkah. (Source: Argaam)
- Kingdom Holding Co. (KHC) completed the sale of its 23.75% stake in Four Seasons Holding Inc., through one of its affiliate, Kingdom Investment Co. 1 (TSF), to FS Washington Acquisition Corp., and received cash proceeds of SAR 8.29bn. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange increased 0.3% to 11,356.8. The value traded stood at SAR 5.4bn (down 18.1% over previous day), while the advance-decline ratio stood at 127/60. The parallel market index decreased 1.0% to 25,777.7 points. The value traded stood at SAR 109.8mn (up 2.4% over previous day). Most sectors in the main market ended in the green. Media and Software & Services (up 5.6% and 2.8%, respectively) advanced the most; REITs and Telecom (down 0.3% and 0.2%, respectively) led the laggards.

## Top Gainers

Company	Price	Change%
WAFRAH	150.00	10.0
SRMG	200.00	6.2
SARCO	137.20	5.2
MEPCO	46.20	4.8
TADCO	31.00	4.7

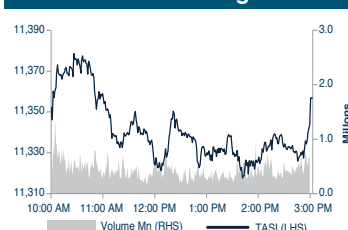
## Top Losers

Company	Price	Change%
ALBILAD	47.90	-4.2
ACIG	21.30	-1.8
SABIC AGRI-NUTRIENTS	168.80	-1.6
THEEB	59.10	-1.5
BSFR	46.30	-1.5

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,357	11,381	11,317	0.3	0.7
NomuC	25,778	26,540	25,552	-1.0	-0.8

## TASI movement during session



## TASI Ratios

P/E* (x)	23.0
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	5,490	0.0	-0.5	20.7
Materials	7,315	0.4	-0.4	18.8
Capital Goods	7,591	0.6	0.6	High
Commercial Service	4,285	0.7	-3.6	Neg
Transportation	5,248	0.4	0.3	Neg
Consumer Durables	6,218	0.5	-2.1	46.2
Consumer Services	4,607	0.4	-0.7	Neg
Media	23,598	5.6	1.5	38.8
Retailing	9,864	0.0	0.2	37.1
Food & Staples	9,165	0.1	0.5	35.4
Food & Beverages	4,820	0.7	-0.3	37.8
Healthcare	7,386	-0.1	1.0	39.1
Pharma & Bio Tech	5,119	0.0	-1.4	High
Banks	12,441	0.1	1.8	22.5
Diversified Financials	6,777	0.4	-0.8	45.3
Insurance	5,942	-0.2	-0.8	47.9
Telecom	7,259	-0.2	-0.3	20.9
Utilities	5,935	0.2	0.0	8.5
REITs	4,591	-0.3	-0.5	Neg
Real Estate	3,197	0.2	0.8	Neg
Software & Services	30,163	2.8	5.3	34.3

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
11,300	11,262	11,180	5.49

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	16.5	452.6	857.8
Previous week	26.3	754.1	1407.3

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	142.80	0.0
SNB	66.60	1.1
Saudi Aramco	35.60	-0.1
SABIC	117.40	0.5
STC	112.00	-0.4



## REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai increased 0.8%, while Abu Dhabi decreased 0.6%. Egypt and Qatar rose 0.7% and 0.4%, respectively, while Oman and Bahrain increased 0.2% each. Meanwhile, Kuwait declined 0.3%.
- The US ISM Mfg Index fell to 58.7 in December (consensus: 60.5) from 61.1 in November. This figure indicates expansion in the overall economy for the 19th month in a row after a contraction in April 2020. The New Orders Index registered 60.4%, down 1.1% compared to the November reading of 61.5%. (Source: Econoday, Pr newswire)
- The UK's seasonally adjusted IHS Markit/CIPS PMI was revised to 57.9 in December from 58.1 in November. UK manufacturing production rose at the quickest pace in four months in December, driven by increased intakes of new work. (Source: fxstreet.com)
- Oil prices increased 1.2% on Tuesday, OPEC+ permitted another output hike in February, on the assumption that Omicron variant of coronavirus might have only a mild impact on demand for energy.
- Gold prices rose 0.7% on Tuesday, as investors turned to the safe-haven asset amid increasing COVID-19 cases globally with few countries tightening restrictive measures.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	96.3	0.1	0.6	0.6
Euro	1.13	-0.1	-0.7	-0.7
Japanese Yen	116.2	0.7	0.9	0.9
Sterling Pound	1.35	0.4	0.0	0.0
Chinese Yuan	6.38	0.0	0.3	0.3
Indian Rupee	74.6	0.4	0.3	0.3
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.68	0.1	0.0	0.0
Kuwaiti Dinar	0.30	0.1	0.1	0.1
Omani Rial	0.39	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	0.0	0.0
Egyptian Pound	15.7	-0.1	0.0	0.0

## Corporate Calendar

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

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,216	0.8	0.6	0.6	20.1
Abu Dhabi (ADX)	8,410	-0.6	-0.9	-0.9	21.2
Kuwait (KSE)	5,861	-0.3	-0.4	-0.4	9.6
Qatar (QE)	11,714	0.4	0.8	0.8	15.1
Oman (MSM)	4,179	0.2	1.2	1.2	10.9
Bahrain (BSE)	1,796	0.2	0.0	0.0	10.2
Egypt (EGX30)	11,983	0.7	0.3	0.3	8.0

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	36,800	0.6	1.3	1.3	20.5
Nasdaq	16,280	-1.3	-0.2	-0.2	39.9
S&P 500	4,794	-0.1	0.6	0.6	26.4
FTSE 100	7,505	1.6	1.6	1.6	18.0
Germany DAX 30	16,153	0.8	1.7	1.7	15.6
France CAC 40	7,317	1.4	2.3	2.3	22.2
Japan Nikkei 225	29,302	1.8	1.8	1.8	16.7
Russia MOEX	3,873	0.5	2.3	2.3	7.4
Hong Kong Hang Seng	23,290	0.1	-0.5	-0.5	9.2
South Korea KOSPI	2,989	0.0	0.4	0.4	13.6
China Shanghai Composite	3,632	-0.2	-0.2	-0.2	15.4
Australia ASX 200	7,590	1.9	1.9	1.9	23.6
India Sensex	59,856	1.1	2.8	2.8	28.2
MSCI EM	1,235	0.1	0.2	0.2	14.0
MSCI World	3,248	0.2	0.5	0.5	23.3

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	79.9	0.6	0.9	0.9
Brent Crude (\$/bbl)	80.0	1.3	2.9	2.9
Texas crude (\$/bbl)	77.0	1.2	2.4	2.4
Natural Gas (\$/mmbtu)	3.7	-2.6	-0.3	-0.3
Gold (\$/oz)	1,815	0.7	-0.8	-0.8
Silver (\$/oz)	23.1	0.7	-1.1	-1.1
Steel (\$/ton)	1,435	-0.2	0.0	0.0
Iron Ore (CNY/MT)	681	-0.5	-0.5	-0.5
Wheat (\$/bu)	770.0	1.6	-0.1	-0.1
Corn (\$/bu)	609.5	3.4	2.7	2.7
Sugar (\$/lb)	18.8	0.1	-0.7	-0.7
SMP* (EUR/MT)	3,400	0.4	1.0	1.0

\*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	0.0	0.2	0.2
UAE (EIBOR)	0.366	23.9	0.3	0.3
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  
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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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