



Major Economic News

- The Ministry of Municipal, Rural Affairs and Housing is planning to launch the "advance subsidy" program for Sakani beneficiaries, in partnership with financiers as part of the various financing solutions offered by the program. The new program will offer non-refundable SAR 100,000 finance in advance to beneficiaries from ready-made units, units under construction, the self-construction and off-plan products, as well as the land and loan product. (Source: Argaam)
- The Ministry of Industry and Mineral Resources revealed, in a report issued by the National Center for Industrial and Mining Information, that the volume of investments in the Kingdom's manufacturing products industry exceeded SAR 15.0bn by the end of September 2021. (Source: Argaam)

Major Corporate News

- Saudi Company for Hardware opened a new store in Makkah, bringing up the total number of stores to 35 across 19 Saudi cities. The store spans over 4,732 sq.m. and the financial impact will begin as of Q1-22. (Source: Argaam)
- Scientific and Medical Equipment House plans to offer 600,000 ordinary shares, representing 30% of the company's shares, in an IPO on the Saudi Exchange. (Source: Argaam)
- Maharah Human Resources Co.'s wholly-owned subsidiary, Growth Avenue Investment Co., received a non-objection letter from the General Authority for Competition on completing the acquisition of Arabian Shifa Medical Co. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 0.2% to 11,430.5 on Thursday. The value traded stood at SAR 5.2bn (down 3.5% over previous day), while the advance-decline ratio stood at 108/82. The parallel market index increased 1.0% to 25,617.8 points. The value traded stood at SAR 167.9mn (down 70.1% over previous day). Most sectors in the main market ended in the red. Media and Pharma & Bio Tech (up 2.2% and 1.1%, respectively) advanced the most; Software & Services and Energy (down 0.8% and 0.6%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q4-21	Q4-20	Y/Y %	Q3-21	Q/Q %
Advanced	161.3	179.8	-10.3%	217.8	-25.9%
NCLE*	18.1	3.8	377.9%	7.0	160.1%

* Results for Q1-FY22

Top Gainers

Company	Price	Change%
ALUJAIN	57.80	4.1
BURUJ	23.26	3.4
AMANA INSURANCE	36.80	3.1
RED SEA	21.20	2.8
MAADANIYAH	26.00	2.8

Top Losers

Company	Price	Change%
BATIC	22.16	-4.6
SADR	82.00	-2.8
BAAZEEM	117.00	-2.3
SISCO	32.50	-2.1
ATAA	57.10	-2.1

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,431	11,469	11,372	-0.2	1.3
NomuC	25,618	25,653	25,202	1.0	-1.4

TASI movement during session



TASI Ratios

P/E* (x)	23.1
Price-to-Book (x)	2.4
Dividend Yield (%)	1.1
Return on Equity (%)	19.9

Source: Argaam
*Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,477	-0.6	-0.7	20.6
Materials	7,384	0.0	0.5	18.9
Capital Goods	7,724	0.5	2.4	High
Commercial Service	4,363	0.4	-1.8	Neg
Transportation	5,279	-0.6	0.9	Neg
Consumer Durables	6,299	0.0	-0.8	46.8
Consumer Services	4,633	0.0	-0.2	Neg
Media	24,538	2.2	5.5	40.1
Retailing	9,926	-0.2	0.8	37.3
Food & Staples	9,167	-0.2	0.5	35.3
Food & Beverages	4,838	-0.4	0.1	38
Healthcare	7,415	-0.4	1.4	39.3
Pharma & Bio Tech	5,224	1.1	0.6	High
Banks	12,520	-0.3	2.4	22.6
Diversified Financials	6,842	-0.3	0.2	46
Insurance	6,011	0.1	0.4	48.4
Telecom	7,275	-0.3	0.0	20.9
Utilities	5,966	-0.3	0.5	8.5
REITs	4,617	-0.1	0.1	Neg
Real Estate	3,206	0.0	1.1	Neg
Software & Services	29,421	-0.8	2.7	33.4

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
11,380	11,303	11,228	5.42

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	-	-	-
Previous week	27.1	735.2	1390.5

Top Weighted Companies

Company	Price	Change%
Al Rajhi	142.40	-0.1
SNB	67.50	-1.3
Saudi Aramco	35.45	-0.8
SABIC	118.00	-0.8
STC	112.40	-0.4



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai increased 0.7%, while Abu Dhabi decreased 0.2%. Kuwait and Qatar rose 0.3% each, while Bahrain declined 0.4%. Meanwhile, Oman ended flat, while Egypt remained closed.
- According to Baker Hughes, North America's rig count increased to 729 in the week ended January 07 from 676 earlier. The rig count rose to 588 in the US from 586 earlier and to 16 in the Gulf of Mexico from 15 earlier. The rig count in Canada increased to 141 from 90 earlier. (Source: Baker Hughes)
- US non-farm payroll rose by 199,000 jobs in December (consensus: an increase of 400,000) compared to an upwardly revised increase of 249,000 jobs in November. The unemployment rate fell to 3.9% in December (consensus: 4.1%) from 4.2% in November. The decrease in the unemployment rate was due to increase in household employment by 651,000. (Source: RTT News)
- Oil prices fell 0.3% on Friday, as weaker-than-expected US job data raised concerns over economic recovery.
- Gold prices rose 0.3%, as investors resorted to the safe haven metal after US jobs data

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	95.7	-0.6	0.1	0.1
Euro	1.14	0.6	-0.1	-0.1
Japanese Yen	115.6	-0.2	0.4	0.4
Sterling Pound	1.36	0.4	0.4	0.4
Chinese Yuan	6.38	-0.2	0.4	0.4
Indian Rupee	74.3	-0.3	0.0	0.0
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	0.1	0.1
Omani Rial	0.39	0.1	0.0	0.0
Bahraini Dinar	0.38	0.0	0.0	0.0
Egyptian Pound	15.7	0.0	0.0	0.0

Corporate Calendar

Date	Company	Event
09 th Jan	ASEER	EGM
09 th Jan	Enaya	EGM
09 th Jan	NCLE	OGM
09 th Jan	Catering	EGM
12 th Jan	ALYAMAMAH STEEL	Cash Dividend Distribution
12 th Jan	ALABDULLATIF	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,220	0.7	0.7	0.7	20.1
Abu Dhabi (ADX)	8,379	-0.2	-1.3	-1.3	21.0
Kuwait (KSE)	5,918	0.3	0.5	0.5	9.8
Qatar (QE)	11,959	0.3	2.9	2.9	15.4
Oman (MSM)	4,188	0.0	1.4	1.4	10.9
Bahrain (BSE)	1,789	-0.4	-0.5	-0.5	10.2
Egypt (EGX30)	12,043	0.0	0.8	0.8	8.1

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	36,232	0.0	-0.3	-0.3	20.1
Nasdaq	15,592	-1.1	-4.5	-4.5	38.0
S&P 500	4,677	-0.4	-1.9	-1.9	25.7
FTSE 100	7,485	0.5	1.4	1.4	17.9
Germany DAX 30	15,948	-0.6	0.4	0.4	15.4
France CAC 40	7,219	-0.4	0.9	0.9	21.9
Japan Nikkei 225	28,479	0.0	-1.1	-1.1	16.2
Russia MOEX	3,772	0.5	-0.4	-0.4	7.2
Hong Kong Hang Seng	23,493	1.8	0.4	0.4	9.4
South Korea KOSPI	2,955	1.2	-0.8	-0.8	13.7
China Shanghai Composite	3,580	-0.2	-1.7	-1.7	15.3
Australia ASX 200	7,453	1.3	0.1	0.1	23.3
India Sensex	59,745	0.2	2.6	2.6	28.1
MSCI EM	1,226	0.7	-0.5	-0.5	13.9
MSCI World	3,178	-0.2	-1.7	-1.7	22.8

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	84.3	2.4	6.4	6.4
Brent Crude (\$/bbl)	81.8	-0.3	5.1	5.1
Texas crude (\$/bbl)	78.9	-0.7	4.9	4.9
Natural Gas (\$/mmbtu)	3.9	2.7	5.0	5.0
Gold (\$/oz)	1,797	0.3	-1.8	-1.8
Silver (\$/oz)	22.4	0.8	-4.0	-4.0
Steel (\$/ton)	1,415	-0.4	-1.4	-1.4
Iron Ore (CNY/MT)	700	0.5	2.3	2.3
Wheat (\$/bu)	758.5	1.7	-1.6	-1.6
Corn (\$/bu)	606.8	0.5	2.3	2.3
Sugar (\$/lb)	18.1	-0.8	-4.4	-4.4
SMP* (EUR/MT)	3,407	0.0	1.2	1.2

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.236	2.1	12.9	12.9
Saudi Arabia (SAIBOR)	0.910	0.2	0.5	0.5
UAE (EIBOR)	0.378	-13.7	3.6	3.6
Qatar (QIBOR)	1.150	2.2	2.2	2.2
Bahrain (BHIBOR)	1.517	0.0	0.0	0.0

Data Sources: Tadawul, Bloomberg, Reuters

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

Updated as of January 7, 2022



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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.
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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.
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