



## Major Economic News

- The aggregate sales of 17 Saudi cement producers fell 7.0% to 4.8mn tons in December from 5.2mn tons in the same month last year. Clinker production grew by 11.0% Y/Y to 5.0mn tons in December. Clinker inventories dropped 6.0% Y/Y to 35.0mn tons. (Source: Argam)
- Saudi Arabia's Industrial Production Index rose by 10.3% to 124.2 points in November 2021, compared to 112.6 points in November 2020. This is the second highest level over the last three years, which reflected the industrial production improvement in mining, quarries and manufacturing industries. (Source: Argam)

## Major Corporate News

- Rabigh Refining and Petrochemical Co. submitted its capital cut file and application to increase capital by offering a rights issue for approval to CMA. (Source: Argam)
- Fawaz Abdulaziz Alhokair Co.'s board of directors decided to amend the previous recommendation on capital reduction, to be followed by capital increase. The board recommended decreasing capital from SAR 2.1bn to SAR 1.1bn, through cancelling 96.9mn ordinary shares (1-for-2.167 shares). (Source: Argam)
- Saudi National Bank announced its plan to issue dollar denominated Sukuk under its international Sukuk program. The offer is expected to be through a special purpose vehicle and will be offered to eligible local and international investors. (Source: Argam)
- Shareholders of Amana Cooperative Insurance Co. approved merger with Saudi Enaya Cooperative Insurance Co. On the other hand, Saudi Enaya shareholders rejected Amana's merger offer. (Source: Argam)

## Market Analysis

- The Saudi Stock Exchange increased 0.9% to 11,664.8. The value traded stood at SAR 7.6bn (up 29.5% over previous day), while the advance-decline ratio stood at 130/58. The parallel market index increased 0.1% to 25,845.8 points. The value traded stood at SAR 190.2mn (up 16.9% over previous day). Most sectors in the main market ended in the green. Media and Commercial services (up 5.0% and 1.7%, respectively) advanced the most; Capital goods and Pharma & Biotech (down 0.4% each) led the laggards.

## Top Gainers

Company	Price	Change%
KEC	17.46	6.1
ATAA	61.40	5.9
SRMG	218.40	5.5
TECO	170.20	5.3
SABB	36.40	4.6

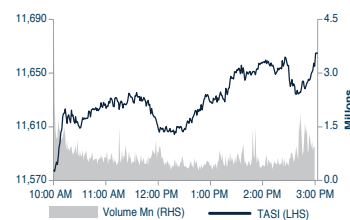
## Top Losers

Company	Price	Change%
ENAYA	31.35	-6.4
AMANA INSURANCE	34.40	-6.1
RAYDAN	21.24	-3.2
PETRO RABIGH	22.68	-2.9
ABO MOATI	43.60	-2.8

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,665	11,665	11,576	0.9	3.4
NomuC	25,846	25,860	25,650	0.1	-0.5

## TASI movement during session



## TASI Ratios

P/E* (x)	23.6
Price-to-Book (x)	2.4
Dividend Yield (%)	1.0
Return on Equity (%)	19.9

Source: Argam  
\*Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,520	-0.1	0.1	20.8
Materials	7,597	1.1	3.5	19.4
Capital Goods	7,830	-0.4	3.8	High
Commercial Service	4,477	1.7	0.7	Neg
Transportation	5,422	0.5	3.6	Neg
Consumer Durables	6,532	0.4	2.9	48.5
Consumer Services	4,812	1.0	3.7	Neg
Media	25,535	5.0	9.8	41.4
Retailing	10,044	-0.1	2.0	37.7
Food & Staples	9,193	0.0	0.8	35.4
Food & Beverages	4,863	0.4	0.6	38.1
Healthcare	7,486	0.1	2.3	39.6
Pharma & Bio Tech	5,264	-0.4	1.4	High
Banks	12,835	1.3	5.0	23.2
Diversified Financials	7,017	1.6	2.7	46.9
Insurance	6,039	0.2	0.8	48.6
Telecom	7,276	0.1	0.0	20.9
Utilities	6,124	1.5	3.2	8.7
REITs	4,647	0.4	0.8	Neg
Real Estate	3,250	0.7	2.5	Neg
Software & Services	29,500	0.4	3.0	33.6

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
11,493	11,392	11,290	5.78

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	13.4	377.0	630.7
Previous week	27.1	735.2	1390.5

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	145.60	1.5
SNB	69.20	1.3
Saudi Aramco	35.65	-0.1
SABIC	119.00	0.2
STC	111.60	-0.4



## REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai increased 0.3%, while Abu Dhabi decreased 0.3%. Kuwait and Oman rose 0.8% and 0.1%, respectively; while Egypt and Qatar rose 0.4% each. Meanwhile, Bahrain declined 0.2%.
- The US reported at least 1.1mn new coronavirus infections on January 10, 2022, according to Reuters, the highest daily total of any country in the world. COVID-19 hospitalizations in the US reached a record high due to a rise in infections caused by the highly contagious Omicron variant. Total 132,646 people were hospitalized with COVID-19, surpassing the record high in January last year. (Source: Reuters)
- Eurozone investor confidence increased to 14.9 in January (consensus: 12.0) from 13.5 in December. (Source: RTT News)
- Japan will continue the stiff entry restrictions the country put in place to prevent the spread of the Omicron variant of the coronavirus until the end of February. (Source: Reuters)
- Oil prices declined 1.1% due to demand concerns amid rise in Omicron infections globally, further impacted by increasing Libyan oil supply.
- Gold prices rose 0.3%, as weaker US dollar and lower treasury yields boosted demand for the yellow metal.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	96.0	0.0	0.3	0.3
Euro	1.13	0.0	-0.4	-0.4
Japanese Yen	115.2	0.0	0.1	0.1
Sterling Pound	1.36	0.0	0.3	0.3
Chinese Yuan	6.38	0.0	0.4	0.4
Indian Rupee	74.0	0.0	-0.4	-0.4
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.67	0.0	-0.1	-0.1
Kuwaiti Dinar	0.30	0.0	0.1	0.1
Omani Rial	0.38	0.0	-0.1	-0.1
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
12 <sup>th</sup> Jan	ALYAMAMAH STEEL	Cash Dividend Distribution
12 <sup>th</sup> Jan	ALABDULLATIF	OGM
16 <sup>th</sup> Jan	AXA COOPERATIVE	OGM
17 <sup>th</sup> Jan	SASCO	Cash Dividend Distribution
20 <sup>th</sup> Jan	NCLE	Cash Dividend Distribution
20 <sup>th</sup> Jan	SICO SAUDI REIT	OGM

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,230	0.3	1.1	1.1	20.2
Abu Dhabi (ADX)	8,354	-0.3	-1.6	-1.6	21.0
Kuwait (KSE)	6,015	0.8	2.2	2.2	9.9
Qatar (QE)	12,056	0.4	3.7	3.7	15.5
Oman (MSM)	4,222	0.1	2.2	2.2	11.0
Bahrain (BSE)	1,791	-0.2	-0.4	-0.4	10.2
Egypt (EGX30)	12,023	0.4	0.6	0.6	8.1

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	36,069	-0.4	-0.7	-0.7	20.0
Nasdaq	15,614	0.1	-4.3	-4.3	38.1
S&P 500	4,670	-0.1	-2.0	-2.0	25.7
FTSE 100	7,445	-0.5	0.8	0.8	17.9
Germany DAX 30	15,768	-1.1	-0.7	-0.7	15.2
France CAC 40	7,116	-1.4	-0.5	-0.5	21.6
Japan Nikkei 225	28,479	0.0	-1.1	-1.1	16.1
Russia MOEX	3,739	-0.9	-1.3	-1.3	7.1
Hong Kong Hang Seng	23,747	0.0	1.5	1.5	9.5
South Korea KOSPI	2,927	0.0	-1.7	-1.7	13.6
China Shanghai Composite	3,594	0.0	-1.3	-1.3	15.3
Australia ASX 200	7,390	-0.8	-0.7	-0.7	23.1
India Sensex	60,396	0.0	3.7	3.7	28.5
MSCI EM	1,232	0.5	0.0	0.0	14.0
MSCI World	3,166	-0.4	-2.0	-2.0	22.7

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	83.8	-0.6	5.8	5.8
Brent Crude (\$/bbl)	80.9	0.0	4.0	4.0
Texas crude (\$/bbl)	78.2	0.0	4.0	4.0
Natural Gas (\$/mmbtu)	4.1	0.0	9.4	9.4
Gold (\$/oz)	1,802	0.0	-1.5	-1.5
Silver (\$/oz)	22.5	0.0	-3.6	-3.6
Steel (\$/ton)	1,406	-0.6	-2.0	-2.0
Iron Ore (CNY/MT)	702	0.2	2.6	2.6
Wheat (\$/bu)	762.0	0.0	-1.1	-1.1
Corn (\$/bu)	599.8	0.0	1.1	1.1
Sugar (\$/lb)	17.8	-1.2	-5.6	-5.6
SMP* (EUR/MT)	3,425	0.5	1.8	1.8

\*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)	0.916	0.0	1.1	1.1
UAE (EIBOR)	0.430	13.9	18.0	18.0
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

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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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