



## Major Economic News

- Saudi Export Development Authority expected non-oil exports to reach SAR 265.0bn by the end of FY21. Non-oil exports are estimated to reach around SAR 70.0bn in Q4-21. The non-oil exports reached a record high of SAR 194.7bn 9M-21 compared to SAR 145.6bn in a year-earlier period. (Source: Argaam)

## Major Corporate News

- East Pipes Integrated Company for Industry set the price range for its potential IPO at SAR 72-80 per share and started the institutional book-building process. The book-building process will end on January 17. (Source: Argaam)
- The Tourism Development Fund signed an agreement with Derayah Financial Co. to establish a SAR 100.0mn close-ended private equity fund, specialized in investment in small and medium tourism companies within the Kingdom. (Source: Argaam)
- Saudi National Bank launched the sale of dollar denominated Sukuk through a special purpose entity and is offered to eligible local and international investors. The amount and terms of the offer will be determined as per the market conditions. (Source: Argaam)
- Arabian Shield Insurance Co. announced the effectiveness of the merger with AlAhli Takaful Co. (ATC), pursuant to which all the assets and liabilities of ATC will be transferred to Arabian Shield (Source: Argaam)
- Saudi Paper Manufacturing Co. finalized the installation of all machines and trial operations and launched operations at its Kuwait-based Al-Juthoor Paper Tissue Manufacturing Plant as power was connected. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange increased 1.5% to 11,843.6. The value traded stood at SAR 8.0bn (up 6.0% over previous day), while the advance-decline ratio stood at 110/85. The parallel market index increased 1.2% to 26,143.6 points. The value traded stood at SAR 162.1mn (down 14.8% over previous day). Most sectors in the main market ended in the green. Media and Diversified Financials (up 6.4% and 3.9%, respectively) advanced the most; Commercial Services and Real Estate (down 0.7% and 0.6%, respectively) led the laggards

## Top Gainers

Company	Price	Change%
TADAWUL GROUP	142.40	9.9
SRMG	233.00	6.7
ACWA POWER	90.10	6.5
ALARABIA	106.00	5.8
NAMA CHEMICALS	37.20	4.5

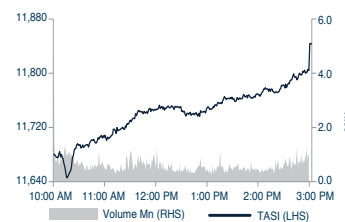
## Top Losers

Company	Price	Change%
EXTRA	141.60	-2.2
ALSAGR INSURANCE	17.16	-2.2
AMANA INSURANCE	33.90	-1.5
CATERING	82.30	-1.4
AICC	39.55	-1.4

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,844	11,844	11,642	1.5	5.0
NomuC	26,144	26,144	25,768	1.2	0.6

## TASI movement during session



## TASI Ratios

P/E* (x)	24.0
Price-to-Book (x)	2.4
Dividend Yield (%)	1.0
Return on Equity (%)	19.9

Source: Argaam  
\*Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,574	1.0	1.1	21.0
Materials	7,638	0.5	4.0	19.5
Capital Goods	7,843	0.2	3.9	High
Commercial Service	4,446	-0.7	0.0	Neg
Transportation	5,428	0.1	3.7	Neg
Consumer Durables	6,596	1.0	3.9	48.9
Consumer Services	4,842	0.6	4.3	Neg
Media	27,166	6.4	16.8	44.0
Retailing	10,095	0.5	2.5	37.9
Food & Staples	9,260	0.7	1.5	35.6
Food & Beverages	4,905	0.9	1.4	38.4
Healthcare	7,649	2.2	4.6	40.6
Pharma & Bio Tech	5,257	-0.1	1.3	High
Banks	13,182	2.7	7.9	23.9
Diversified Financials	7,291	3.9	6.8	47.9
Insurance	6,078	0.6	1.5	48.9
Telecom	7,282	0.1	0.0	20.8
Utilities	6,238	1.9	5.1	9.0
REITs	4,656	0.2	1.0	Neg
Real Estate	3,231	-0.6	1.9	Neg
Software & Services	29,534	0.1	3.1	33.8

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
11,590	11,445	11,331	6.06

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	21.4	563.0	970.9
Previous week	27.1	735.2	1390.5

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	149.80	2.9
SNB	71.00	2.6
Saudi Aramco	36.00	1.0
SABIC	120.20	1.0
STC	111.40	-0.2



## REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi decreased 0.7% and 0.3%, respectively. Kuwait, Bahrain and Oman increased 0.9%, 0.2% and 0.1%, respectively. Egypt decreased 0.2%, while Qatar remained flat.
- US Federal Reserve Chairman Jerome Powell said that the US economy is both healthy enough and in need of tighter monetary policy. He added that he expects multiple interest rate hikes and reductions in aid provided by the Fed during the pandemic in FY22. (Source: CNBC)
- China's CPI rose 1.5% Y/Y in December (consensus: an increase of 1.8%) compared to 2.3% growth in November. On M/M basis, CPI fell 0.3% (consensus: an increase of 0.3%) as against 0.4% rise in the previous month. (Source: RTT News, Econoday)
- Japan posted a trade deficit of JPY 431.3bn in November. Exports were up 23.2% Y/Y to JPY 7.4tn, while imports surged 44.9% Y/Y to 7.9tn. (Source: RTT News)
- Oil prices jumped 3.5% driven by tight supply and expectations that impact of Omicron variant on the demand would be temporary.
- Gold prices increased 1.1% amid expectations of high inflation in the US.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	95.6	-0.4	0.0	0.0
Euro	1.14	0.4	0.0	0.0
Japanese Yen	115.3	0.1	0.2	0.2
Sterling Pound	1.36	0.4	0.8	0.8
Chinese Yuan	6.38	-0.1	0.3	0.3
Indian Rupee	73.9	-0.2	-0.6	-0.6
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	0.1	-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)	3,208	-0.7	0.4	0.4	20.0
Abu Dhabi (ADX)	8,333	-0.3	-1.8	-1.8	21.0
Kuwait (KSE)	6,069	0.9	3.1	3.1	9.7
Qatar (QE)	12,052	0.0	3.7	3.7	15.5
Oman (MSM)	4,225	0.1	2.3	2.3	11.1
Bahrain (BSE)	1,795	0.2	-0.1	-0.1	10.2
Egypt (EGX30)	12,002	-0.2	0.4	0.4	8.1

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	36,252	0.5	-0.2	-0.2	20.1
Nasdaq	15,844	1.5	-2.9	-2.9	38.7
S&P 500	4,713	0.9	-1.1	-1.1	25.9
FTSE 100	7,491	0.6	1.4	1.4	18.0
Germany DAX 30	15,942	1.1	0.4	0.4	15.4
France CAC 40	7,183	1.0	0.4	0.4	21.8
Japan Nikkei 225	28,222	0.0	-2.0	-2.0	16.4
Russia MOEX	3,785	1.2	-0.1	-0.1	7.2
Hong Kong Hang Seng	23,739	0.0	1.5	1.5	9.7
South Korea KOSPI	2,927	0.0	-1.7	-1.7	13.8
China Shanghai Composite	3,567	0.0	-2.0	-2.0	15.3
Australia ASX 200	7,439	0.7	-0.1	-0.1	23.2
India Sensex	60,617	0.0	4.1	4.1	28.8
MSCI EM	1,243	0.9	0.9	0.9	14.1
MSCI World	3,193	0.9	-1.2	-1.2	22.9

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	83.6	-0.3	5.5	5.5
Brent Crude (\$/bbl)	83.7	0.0	7.6	7.6
Texas crude (\$/bbl)	81.2	0.0	8.0	8.0
Natural Gas (\$/mmbtu)	4.2	0.0	13.9	13.9
Gold (\$/oz)	1,822	0.0	-0.4	-0.4
Silver (\$/oz)	22.8	0.0	-2.3	-2.3
Steel (\$/ton)	1,400	-0.4	-2.4	-2.4
Iron Ore (CNY/MT)	700	0.0	2.3	2.3
Wheat (\$/bu)	770.3	0.0	-0.1	-0.1
Corn (\$/bu)	601.0	0.0	1.3	1.3
Sugar (\$/lb)	18.1	1.6	-4.1	-4.1
SMP* (EUR/MT)	3,400	-0.7	1.0	1.0

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.238	0.9	13.9	13.9
Saudi Arabia (SAIBOR)	0.919	0.3	1.4	1.4
UAE (EIBOR)	0.390	-9.3	7.0	7.0
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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