



Major Economic News

- Saudi Arabia's imports from the GCC countries reached SAR 5.0bn, a rise of 9.0% Y/Y in November 2021. The UAE accounted for 59.0% or SAR 3.0bn of total Saudi imports, dropping 15% Y/Y. When compared to October, the Kingdom's imports from GCC decreased 13% or SAR 749.9mn. (Source: Argaam)

Major Corporate News

- Advanced Petrochemical Co.'s board of directors recommended repurchasing a maximum of 1.5mn shares to retain them as treasury shares for the Employee Shares Incentive Program. The buyback of ordinary shares will be financed from the company's internal resources. (Source: Argaam)
- The Riyadh PP11 power plant of Dhuruma Electricity Co., which is 50%-owned by Saudi Electricity Co., obtained a debt refinancing of USD 1.2bn, at the end of September 2021. (Source: Argaam)
- Al-Dawaa Medical Services Co. signed a joint agreement with a number of leading international companies to localize the medical devices industry and transfer medical technology to Saudi Arabia. (Source: Argaam)
- Saudi Azm for Communication and Information Technology Co. announced the registration document for the direct listing of its shares on Parallel Market-Nomu. The company set the price guidance at SAR 70 per share. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 0.6% to 12,182.5. The value traded stood at SAR 5.9bn (up 11.1% over previous day), while the advance-decline ratio stood at 122/67. The parallel market index increased 0.5% to 25,687.6 points. The value traded stood at SAR 41.4mn (down 36.0% over previous day). Most sectors in the main market ended in the green. Media and Consumer Services (up 3.8% and 2.0%, respectively) advanced the most; Software & Services and Telecom (down 0.6% each) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q4-21	Q4-20	Y/Y %	Q3-21	Q/Q%
National Petrochemical Co.	209.0	252.0	-17.1	244.0	-14.3
SIIG	122.0	235.0	-48.1	204.0	-40.2
Saudi Kayan	452.6	158.4	185.7	667.5	-32.2

Top Gainers

Company	Price	Change%
SASCO	33.15	10.0
FITNESS TIME	117.00	5.2
ATAA	65.00	4.5
SRMG	247.20	4.3
FARM SUPERSTORES	30.80	4.1

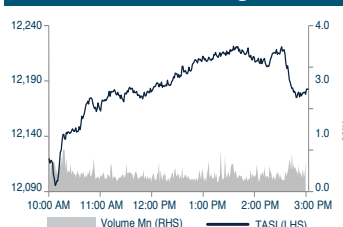
Top Losers

Company	Price	Change%
ATHEEB TELECOM	77.70	-10.0
TANMIAH	89.00	-2.5
BAWAN	35.70	-1.9
ALINMA TOKIO M	30.85	-1.9
SGS	33.45	-1.6

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,183	12,222	12,094	0.6	8.0
NomuC	25,688	25,688	25,402	0.5	(1.1)

TASI movement during session



TASI Ratios

P/E* (x)	24.7
Price-to-Book (x)	2.5
Dividend Yield (%)	1.0
Return on Equity (%)	19.9

Source: Argaam
*Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,714	0.7	3.6	21.5
Materials	7,841	0.4	6.8	20.1
Capital Goods	7,802	(0.5)	3.4	High
Commercial Service	4,430	0.7	(0.3)	Neg
Transportation	5,586	0.5	6.7	Neg
Consumer Durables	6,554	0.0	3.2	48.5
Consumer Services	5,017	2.0	8.1	Neg
Media	28,694	3.8	23.4	46.3
Retailing	10,117	0.8	2.7	38.0
Food & Staples	9,242	0.2	1.3	35.8
Food & Beverages	4,991	(0.2)	3.2	39.1
Healthcare	7,860	0.6	7.5	41.6
Pharma & Bio Tech	5,323	0.0	2.5	High
Banks	13,550	0.7	10.9	24.6
Diversified Financials	7,690	0.5	12.6	49.1
Insurance	6,221	1.4	3.9	High
Telecom	7,650	(0.6)	5.1	22.1
Utilities	6,613	1.4	11.5	9.6
REITs	4,713	0.3	2.2	Neg
Real Estate	3,248	0.6	2.4	Neg
Software & Services	30,109	(0.6)	5.1	35.0

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
12,031	11,762	11,507	6.76

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	17.3	421.9	772.5
Previous week	36.7	954.7	1,661.4

Top Weighted Companies

Company	Price	Change%
Al Rajhi	148.80	0.7
SNB	72.00	0.7
Saudi Aramco	36.90	0.8
SABIC	124.00	0.0
STC	119.00	-0.8



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi increased 0.5% and 0.1%, respectively. Kuwait and Bahrain rose 0.4% each; while Qatar, Egypt and Oman declined 0.5%, 0.4% and 0.3%, respectively.
- According to EIA, oil inventories in the US rose 2.4mn barrels (prior: up 0.5mn) to 416.2mn in the week ended January 21. Gasoline inventories increased 1.3mn barrels (prior: up 5.9mn) to 247.9mn, while distillate inventories fell 2.8mn barrels (prior: down 1.4mn) to 125.2mn. (Source: EIA, Econoday)
- The US Federal Reserve indicated that it might increase interest rates as early as March 2022. The central bank stated that it is appropriate to raise the interest rates soon amid significantly high inflation and strong labor market. (Source: CNBC)
- US new home sales increased 11.9% to an annual rate of 811,000 in December (consensus: 760,000) compared to a rise of 11.7% to a revised rate of 725,000 in November. (Source: RTT News)
- Oil prices increased 2.0%, to the highest level since 2014, amid supply concerns due to rising geopolitical tension between Russia and Ukraine.
- Gold prices fell 1.5%, as US dollar strengthened, and treasury yields increased after US Fed signaling policy tightening.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	96.5	0.6	0.8	0.8
Euro	1.1	-0.5	-1.1	-1.1
Japanese Yen	114.6	0.7	-0.4	-0.4
Sterling Pound	1.3	-0.3	-0.5	-0.5
Chinese Yuan	6.3	0.1	-0.3	-0.3
Indian Rupee	74.8	0.3	0.6	0.6
UAE Dirham	3.7	0.0	0.0	0.0
Qatari Rial	3.7	0.0	-0.3	-0.3
Kuwaiti Dinar	0.3	0.0	0.0	0.0
Omani Rial	0.4	0.0	0.0	0.0
Bahraini Dinar	0.4	0.0	0.0	0.0
Egyptian Pound	15.7	0.2	0.2	0.2

Corporate Calendar

Date	Company	Event
27 th Jan	CHUBB	OGM
30 th Jan	ZOUJAJ	Cash Dividend Distribution
30 th Jan	SAUDI ELECTRICITY	OGM
01 st Feb	Nama Chemicals	OGM
03 rd Feb	CHEMICAL	Cash Dividend Distribution
06 th Feb	Bawan	Cash Dividend Distribution

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,173	0.5	-0.7	-0.7	19.8
Abu Dhabi (ADX)	8,718	0.1	2.7	2.7	20.7
Kuwait (KSE)	6,016	0.4	2.2	2.2	9.7
Qatar (QE)	12,481	-0.5	7.4	7.4	15.9
Oman (MSM)	4,167	-0.3	0.9	0.9	10.7
Bahrain (BSE)	1,812	0.4	0.8	0.8	10.4
Egypt (EGX30)	11,500	-0.4	-3.8	-3.8	7.8

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	34,168	-0.4	-6.0	-6.0	18.7
Nasdaq	14,173	0.2	-13.2	-13.2	34.1
S&P 500	4,350	-0.1	-8.7	-8.7	23.6
FTSE 100	7,470	1.3	1.2	1.2	17.9
Germany DAX 30	15,459	2.2	-2.7	-2.7	14.9
France CAC 40	6,982	2.1	-2.4	-2.4	21.2
Japan Nikkei 225	27,011	-0.4	-6.2	-6.2	14.8
Russia MOEX	3,358	3.0	-11.3	-11.3	6.4
Hong Kong Hang Seng	24,290	0.2	3.8	3.8	9.5
South Korea KOSPI	2,709	-0.4	-9.0	-9.0	12.2
China Shanghai Composite	3,456	0.7	-5.1	-5.1	14.6
Australia ASX 200	6,838	-1.8	-8.1	-8.1	21.3
India Sensex	57,858	0.6	-0.7	-0.7	26.0
MSCI EM	1,211	0.1	-1.7	-1.7	13.8
MSCI World	2,980	0.1	-7.8	-7.8	21.2

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	89.8	1.6	13.3	13.3
Brent Crude (\$/bbl)	90.0	2.0	15.7	15.7
Texas crude (\$/bbl)	87.4	2.0	16.1	16.1
Natural Gas (\$/mmbtu)	4.3	5.5	14.7	14.7
Gold (\$/oz)	1,819.6	-1.5	-0.5	-0.5
Silver (\$/oz)	23.5	-1.2	1.0	1.0
Steel (\$/ton)	1,195.0	-16.4	-16.7	-16.7
Iron Ore (CNY/MT)	763.0	0.2	11.5	11.5
Wheat (\$/bu)	795.0	-2.8	3.1	3.1
Corn (\$/bu)	627.0	1.1	5.7	5.7
Sugar (\$/lb)	18.5	-1.5	-2.1	-2.1
SMP* (EUR/MT)	3,471.0	-1.1	3.2	3.2

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.268	0.0	5.8	5.8
Saudi Arabia (SAIBOR)	0.951	0.2	4.6	4.6
UAE (EIBOR)	0.411	-2.7	4.7	4.7
Qatar (QIBOR)	1.150	0.0	2.5	2.5
Bahrain (BHIBOR)	1.567	0.0	5.0	5.0

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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