



## Major Economic News

- Saudi Arabia's general reserves increased to SAR 358.4bn in December 2021 compared to SAR 3.7bn in the previous month. The Kingdom's current account fell by SAR 90.4bn M/M to around SAR 26.9bn in December, the biggest fall since October 2014. (Source: Argaam)
- Saudi Arabia's mineral resources are estimated at around SAR 5.0tn, located across more than 5,300 sites, according to the Ministry of Industry and Mineral Resources. (Source: Argaam)

## Major Corporate News

- Saudi EXIM Bank signed the largest of its kind insurance policy to promote letters of credit with Al Rajhi Bank, worth over SAR 1.4bn. (Source: Argaam)
- Ataa Educational Co. renewed a Shariah-compliant credit facilities agreement worth SAR 150.0mn with Banque Saudi Fransi. The financing, which is secured by a promissory note worth SAR 150.0mn and a mortgage, has a duration of one year. (Source: Argaam)
- Sahara International Petrochemical Co. said that its affiliate Al Waha Petrochemicals Co. signed SAR 1.0bn Shariah-compliant facility agreement with Banque Saudi Fransi to refinance an existing syndicated bank facility of SAR 2.0bn. The maturity date of the facility was extended to FY27 from FY26 earlier. (Source: Argaam)
- Elm Co. completed the institutional book-building process. The final offer price was determined at SAR 128 per share. The company's institutional offering was 69.5x covered, drawing orders of nearly SAR 213.2bn. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange increased 0.1% to 12,271.8. The value traded stood at SAR 9.0bn (up 19.0% over previous day), while the advance-decline ratio stood at 89/105. The parallel market index increased 0.3% to 25,572.1 points. The value traded stood at SAR 61.4mn (up 6.5% over previous day). Most sectors in the main market ended in the red. Software & Services and Energy (up 1.4% and 0.6%, respectively) advanced the most; Media and Capital Goods (down 4.9% and 0.9%, respectively) led the laggards.

## Earnings update (Net Profit) (SAR mn)

Company	Q4-21	Q4-20	Y/Y %	Q3-21	Q/Q %
Savola Group	-254.4	44.7	NM	122.4	NM

## Top Gainers

Company	Price	Change%
ZAIN KSA	13.38	7.7
MIS	160.40	5.8
ALINMA	29.95	3.3
ANB	27.70	3.0
BUDGET SAUDI	50.20	2.9

## Top Losers

Company	Price	Change%
NAMA CHEMICALS	40.30	-6.6
SRMG	239.40	-5.4
AWPT	104.20	-4.1
SIECO	109.40	-4.0
SABIC AGRI-NUTRIENT	169.00	-2.8

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,272	12,360	12,270	0.1	8.8
NomuC	25,572	25,573	25,310	0.3	(1.6)

## TASI movement during session



## TASI Ratios

P/E* (x)	24.2
Price-to-Book (x)	2.5
Dividend Yield (%)	1.2
Return on Equity (%)	20.0

Source: Argaam  
\*Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,790	0.6	5.0	21.7
Materials	7,827	(0.5)	6.6	20.1
Capital Goods	7,887	(0.9)	4.5	High
Commercial Service	4,553	(0.5)	2.5	Neg
Transportation	5,700	(0.1)	8.9	Neg
Consumer Durables	6,729	(0.8)	6.0	49.8
Consumer Services	5,038	(0.8)	8.6	Neg
Media	27,876	(4.9)	19.9	45.2
Retailing	10,274	0.5	4.3	38.6
Food & Staples	9,110	(0.3)	(0.1)	35.5
Food & Beverages	4,997	(0.3)	3.3	39.1
Healthcare	7,859	(0.9)	7.4	41.2
Pharma & Bio Tech	5,356	(0.1)	3.2	High
Banks	13,706	0.5	12.1	24.9
Diversified Financials	7,868	0.4	15.2	49.8
Insurance	6,275	0.5	4.8	High
Telecom	7,632	0.1	4.9	21.9
Utilities	6,607	(0.7)	11.4	9.6
REITs	4,709	0.2	2.1	Neg
Real Estate	3,283	0.1	3.5	Neg
Software & Services	30,246	1.4	5.6	35.3

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
12,200	12,195	11,979	6.76

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	16.6	426.9	718.6
Previous week	27.9	655.6	1,323.9

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	148.20	0.1
SNB	73.80	1.1
Saudi Aramco	37.35	0.5
SABIC	124.60	-0.5
STC	117.40	-1.0



## REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi decreased 0.5% and 0.7%, respectively. Kuwait and Egypt rose 0.3% each, while Bahrain gained 0.2%. Oman declined 0.9%. Meanwhile, Qatar remained flat.
- Eurozone GDP rose 4.6% Y/Y in Q4-21 (consensus: an increase of 4.7%) compared to 3.9% growth in Q3-21. On Q/Q basis, GDP grew 0.3% (in line with consensus), slower than the 2.3% expansion seen in Q3-21. (Source: RTT News)
- Japan's manufacturing PMI rose to 55.4 in January, up from 54.3 in December. The increase was driven by a sharp expansion in output and growth in new orders. (Source: RTT News)
- Japan's industrial production increased 2.7% Y/Y in December (consensus: an increase of 3.0%), down from 5.1% in November. On a seasonally adjusted M/M basis, industrial production fell 1.0% (consensus: a drop of 0.8%) versus 7.0% rise in the previous month. (Source: RTT News)
- Oil prices increased 1.3%, reaching a fresh seven-year high, as geopolitical tensions continued to raise supply concerns.
- Gold prices rose 0.3%, showing slight recovery from the impact of US Fed's hawkish stance in its latest meeting.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	97.1	-0.2	1.5	1.5
Euro	1.1	0.8	-1.2	-1.2
Japanese Yen	115.1	-0.1	0.0	0.0
Sterling Pound	1.3	0.3	-0.6	-0.6
Chinese Yuan	6.4	0.0	0.2	0.2
Indian Rupee	74.6	-0.6	0.4	0.4
UAE Dirham	3.7	0.0	0.0	0.0
Qatari Rial	3.7	0.0	-0.4	-0.4
Kuwaiti Dinar	0.3	0.0	0.2	0.2
Omani Rial	0.4	0.0	0.0	0.0
Bahraini Dinar	0.4	0.0	0.0	0.0
Egyptian Pound	15.7	0.0	0.0	0.0

## Corporate Calendar

Date	Company	Event
01 <sup>st</sup> Feb	Nama Chemicals	OGM
03 <sup>rd</sup> Feb	CHEMICAL	Cash Dividend Distribution
06 <sup>th</sup> Feb	Bawan	Cash Dividend Distribution
06 <sup>th</sup> Feb	MIS	EGM
07 <sup>th</sup> Feb	ALBAHA	OGM
09 <sup>th</sup> Feb	SAUDI CABLE	EGM

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,203	-0.5	0.2	0.2	17.7
Abu Dhabi (ADX)	8,704	-0.7	2.5	2.5	21.0
Kuwait (KSE)	6,048	0.3	2.8	2.8	9.7
Qatar (QE)	12,498	0.0	7.5	7.5	16.3
Oman (MSM)	4,116	-0.9	-0.3	-0.3	10.7
Bahrain (BSE)	1,810	0.2	0.7	0.7	10.3
Egypt (EGX30)	11,490	0.3	-3.8	-3.8	7.8

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	35,132	1.2	-3.3	-3.3	18.9
Nasdaq	14,930	3.3	-8.5	-8.5	35.4
S&P 500	4,516	1.9	-5.3	-5.3	24.1
FTSE 100	7,464	0.0	1.1	1.1	17.9
Germany DAX 30	15,471	1.0	-2.6	-2.6	15.0
France CAC 40	6,999	0.5	-2.2	-2.2	20.8
Japan Nikkei 225	27,002	1.1	-6.2	-6.2	15.1
Russia MOEX	3,530	1.2	-6.8	-6.8	6.7
Hong Kong Hang Seng	23,802	1.1	1.7	1.7	9.5
South Korea KOSPI	2,663	0.0	-10.6	-10.6	12.1
China Shanghai Composite	3,361	0.0	-7.6	-7.6	14.4
Australia ASX 200	6,972	-0.2	-6.4	-6.4	21.4
India Sensex	58,014	1.4	-0.4	-0.4	26.7
MSCI EM	1,208	1.4	-1.9	-1.9	13.6
MSCI World	3,059	1.8	-5.3	-5.3	21.5

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	91.1	0.9	15.0	15.0
Brent Crude (\$/bbl)	91.2	1.3	17.3	17.3
Texas crude (\$/bbl)	88.2	1.5	17.2	17.2
Natural Gas (\$/mmbtu)	4.9	5.1	37.0	30.7
Gold (\$/oz)	1,797.2	0.3	-1.8	-1.8
Silver (\$/oz)	22.5	0.0	-3.6	-3.6
Steel (\$/ton)	1,165.0	-0.4	-18.8	-18.8
Iron Ore (CNY/MT)	801.5	3.7	17.2	17.2
Wheat (\$/bu)	761.3	-3.2	-1.2	-1.2
Corn (\$/bu)	626.0	-1.6	5.5	5.5
Sugar (\$/lb)	18.2	0.1	-3.5	-3.5
SMP* (EUR/MT)	3,618.0	-0.9	7.5	7.5

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.317	0.0	10.7	10.7
Saudi Arabia (SAIBOR)	1.004	1.1	9.8	9.8
UAE (EIBOR)	0.448	0.0	8.3	8.3
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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TERMINOLOGY

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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.
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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