



Major Economic News

- Remittances from expatriates in Saudi Arabia fell by 17.0% Y/Y to SAR 11.1bn in December 2021. Compared to November 2021, remittances from expatriates in Saudi Arabia declined around 14% or SAR 1.9bn Y/Y. Accordingly, expatriate remittances are the lowest since April 2020, when they reached SAR 9.8bn. (Source: Argaam)

Major Corporate News

- Leejam Sports Co. opened a new low-cost men Xpress Fitness Center in Riyadh. The center will operate under the Fitness Time Xpress and will be open 24 hours. This is the 17th Xpress Fitness Center to open since the launch of Fitness Time Xpress in November 2020. (Source: Argaam)
- Al Masane Al Kobra Mining Co. (AMAK) announced the prospectus for the IPO of 19.8mn shares or 30% of its capital. AMAK operates Al Masane and Guyan mines. The book building process will run from February 23 to March 01, 2022. (Source: Argaam)
- The Ministry of Municipal, Rural Affairs and Housing signed three MoUs with Etihad Etisalat Co., STC, and Saudi Technology and Security Comprehensive Control Company (Tahakom) on the sidelines of LEAP 22 Conference to enhance smart city system. (Source: Argaam)
- Seera Group Holding signed a 50-year investment and joint venture agreement with AIUla Development Co. to establish a joint venture to develop and operate a 215-room Clarion Hotel under the CHOICE brand on a 9,000 sq. m. plot of land in the Central Business District of AIUla. The project's value is SAR 170.0mn. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 0.8% to 12,192.6. The value traded stood at SAR 6.2bn (down 9.9% over previous day), while the advance-decline ratio stood at 62/133. The parallel market index decreased 1.5% to 25,186.6 points. The value traded stood at SAR 44.3mn (down 6.3% over previous day). Most sectors in the main market ended in the red. Commercial Service and Transportation (up 1.3% and 0.5%, respectively) advanced the most; Energy and Media (down 1.2% each) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q4-21	Q4-20	Y/Y %	Q3-21	Q/Q %
SABIC	4,930.0	2,250.0	119.1	5,590.0	-11.8

Top Gainers

Company	Price	Change%
MAADANIYAH	30.30	7.5
NAMA CHEMICALS	40.30	3.3
SAIC	52.50	2.7
SPM	51.10	2.5
CHEMANOL	39.90	2.4

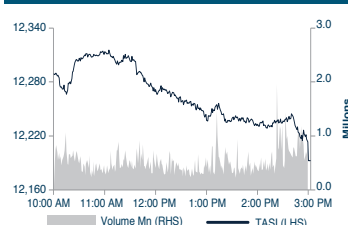
Top Losers

Company	Price	Change%
SASCO	37.25	-3.5
BSFR	51.00	-3.2
ALBABTAIN	32.70	-2.8
SNB	72.90	-2.7
MOUWASAT	202.40	-2.2

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,193	12,316	12,193	(0.8)	8.1
NomuC	25,187	25,595	25,150	(1.5)	(3.0)

TASI movement during session



TASI Ratios

P/E* (x)	24.1
Price-to-Book (x)	2.5
Dividend Yield (%)	1.3
Return on Equity (%)	19.8

Source: Argaam
*Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,710	(1.2)	3.5	21.4
Materials	7,791	(0.3)	6.1	20.0
Capital Goods	7,812	(1.1)	3.5	High
Commercial Service	4,591	1.3	3.3	Neg
Transportation	5,694	0.5	8.8	Neg
Consumer Durables	6,671	0.1	5.1	49.3
Consumer Services	4,979	(0.7)	7.3	Neg
Media	27,483	(1.2)	18.2	44.5
Retailing	10,062	(1.2)	2.2	37.9
Food & Staples	9,122	(0.4)	0.0	35.6
Food & Beverages	4,996	0.1	3.3	39.2
Healthcare	7,855	(1.0)	7.4	41.2
Pharma & Bio Tech	5,251	(1.0)	1.1	High
Banks	13,616	(1.1)	11.4	24.7
Diversified Financials	7,848	0.5	14.9	49.6
Insurance	6,343	(0.2)	5.9	High
Telecom	7,572	(0.9)	4.0	21.7
Utilities	6,576	(0.6)	10.8	9.5
REITs	4,710	(0.1)	2.1	Neg
Real Estate	3,267	(0.3)	3.0	Neg
Software & Services	30,069	(0.3)	4.9	35.0

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
12,239	12,199	12,063	6.52

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	29.7	783.0	1,350.6
Previous week	27.9	655.6	1,323.9

Top Weighted Companies

Company	Price	Change%
Al Rajhi	147.80	0.0
SNB	72.90	-2.7
Saudi Aramco	36.75	-1.3
SABIC	123.40	-0.5
STC	115.80	-1.2



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi increased 0.1% and 0.2%, respectively. Egypt rose 0.8%, while Oman and Qatar rose 0.3% each. Meanwhile, Bahrain and Kuwait increased 0.2% and 0.1%, respectively.
- According to EIA, oil inventories in the US fell 1.0mn barrels (prior: up 2.4mn) to 415.1mn in the week ended January 28. Gasoline inventories increased 2.1mn barrels (prior: up 1.3mn) to 250.0mn, while distillate inventories decreased 2.4mn barrels (prior: down 2.8mn) to 122.7mn. (Source: EIA, Econoday)
- Eurozone's CPI rose by a record 5.1% Y/Y in January (consensus: an increase of 4.4%) compared to 5.0% growth in December. Core inflation that excludes energy, food, alcohol and tobacco, slowed to 2.3% from 2.6%. On M/M basis, CPI gained 0.3%, while core CPI fell 0.8% in January. (Source: RTT News)
- Japan's services PMI fell to 47.6 in January versus 52.1 in December, as new business declined due to the spread of the Omicron variant and renewed restrictions. (Source: RTT News)
- Oil prices gained 0.3% driven by OPEC+'s decision to stick to moderate output increase plan and a drawdown in US oil inventories last week.
- Gold prices rose 0.3%, as bond yields and US dollar declined after weaker US private job data.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	95.9	-0.5	-0.6	0.3
Euro	1.1	0.3	0.6	-0.6
Japanese Yen	114.5	-0.2	-0.6	-0.5
Sterling Pound	1.4	0.4	1.0	0.3
Chinese Yuan	6.4	-0.2	-0.2	0.0
Indian Rupee	74.8	0.0	0.3	0.7
UAE Dirham	3.7	0.0	0.0	0.0
Qatari Rial	3.7	0.0	0.0	-0.4
Kuwaiti Dinar	0.3	-0.1	-0.2	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	0.0	-0.1	0.0

Corporate Calendar

Date	Company	Event
03 rd Feb	CHEMICAL	Cash Dividend Distribution
03 rd Feb	MULKIA REIT	Cash Dividend Distribution
06 th Feb	Bawan	Cash Dividend Distribution
06 th Feb	MIS	EGM
07 th Feb	ALBAHA	OGM
09 th Feb	TAPRCO	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,174	0.1	-0.9	-0.7	16.4
Abu Dhabi (ADX)	8,735	0.2	0.4	2.9	20.7
Kuwait (KSE)	6,106	0.1	0.9	3.7	9.8
Qatar (QE)	12,610	0.3	0.9	8.5	16.4
Oman (MSM)	4,124	0.3	0.2	-0.1	10.7
Bahrain (BSE)	1,819	0.2	0.5	1.2	10.4
Egypt (EGX30)	11,692	0.8	1.8	-2.2	7.4

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	35,629	0.6	1.4	-2.0	19.1
Nasdaq	15,140	0.8	1.4	-7.2	35.5
S&P 500	4,589	0.9	1.6	-3.7	24.2
FTSE 100	7,583	0.6	1.6	2.7	18.3
Germany DAX 30	15,614	0.0	0.9	-1.7	15.1
France CAC 40	7,115	0.2	1.7	-0.5	21.2
Japan Nikkei 225	27,534	1.7	2.0	-4.4	15.1
Russia MOEX	3,544	-0.1	0.4	-6.4	6.7
Hong Kong Hang Seng	23,802	1.1	0.0	1.7	9.5
South Korea KOSPI	2,663	1.9	0.0	-10.6	12.4
China Shanghai Composite	3,361	-1.0	0.0	-7.6	14.4
Australia ASX 200	7,088	1.2	1.7	-4.8	21.6
India Sensex	59,558	1.2	2.7	2.2	26.7
MSCI EM	1,213	-0.1	0.4	-1.5	13.7
MSCI World	3,114	0.9	1.8	-3.6	21.6

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	91.1	0.9	0.0	15.0
Brent Crude (\$/bbl)	89.5	0.3	-1.9	15.0
Texas crude (\$/bbl)	88.3	0.1	0.1	17.4
Natural Gas (\$/mmbtu)	5.5	15.8	12.9	54.7
Gold (\$/oz)	1,806.8	0.3	0.5	-1.2
Silver (\$/oz)	22.7	0.0	0.8	-2.8
Steel (\$/ton)	1,195.0	1.3	2.6	-16.7
Iron Ore (CNY/MT)	801.5	3.7	0.0	17.2
Wheat (\$/bu)	755.0	-1.8	-0.8	-2.0
Corn (\$/bu)	622.5	-1.9	-0.6	4.9
Sugar (\$/lb)	17.9	-3.0	-1.6	-5.0
SMP* (EUR/MT)	3,618.0	0.5	0.0	7.5

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.303	-0.6	-0.6	9.4
Saudi Arabia (SAIBOR)	1.009	0.3	0.5	10.4
UAE (EIBOR)	0.440	-2.1	-0.8	7.6
Qatar (QIBOR)	1.150	0.0	2.5	2.5
Bahrain (BHIBOR)	1.567	0.0	0.0	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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