



Major Economic News

- Prices of construction materials in Saudi Arabia rose in FY21, led by cables that increased by 30.0% Y/Y. Prices of iron and timber rose 27.0% and 13.0%, respectively. Cement prices rose 1.0% Y/Y to SAR 13.9 per bag reaching its highest level in seven years. (Source: Argaam)
- Residential real estate finance provided for individuals by banks in Saudi Arabia rose 1.2% Y/Y to SAR 152.5bn in FY21. (Source: Argaam)
- Prince Faisal bin Bandar, the governor of Riyadh launched The Avenues Riyadh project, which is being implemented by Shomoul Holding Co., worth over SAR 14.0bn on an area of 1.8mn sq.m. (Source: Argaam)

Major Corporate News

- Taleem REIT Fund announced that Al Tarbiyah Al Islamiyah Schools management undertook the expansion of the student capacity through developing a new 'boys section building', with a built-up area of 12,900 sq.m., at a total cost of SAR 33.3mn. (Source: Argaam)
- Al Maather REIT Fund completed the purchase of Burjeel Hospital building, located in Sharjah, UAE. The purchase amounted to AED 100.0mn and AED 5.0mn VAT. The building is leased to VPS Healthcare LLC at AED 8.0mn and an average return of 8.75% during the remaining period of the contract. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 0.5% to 12,204.5. The value traded stood at SAR 5.5bn (up 9.7% over previous day), while the advance-decline ratio stood at 105/79. The parallel market index increased 0.4% to 25,316.8 points. The value traded stood at SAR 68.2mn (up 29.0% over previous day). Most sectors in the main market ended in the green. Insurance and Food & Staples (up 1.6% and 1.2%, respectively) advanced the most; Telecom and Energy (down 0.4% and 0.2%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q4-21	Q4-20	Y/Y %	Q3-21	Q/Q %
Bahri	92.0	77.5	18.6	18.0	411.3
Abo Moati**	7.2	3.0	140.0	5.3	35.6
Al Yamamah Steel*	34.0	42.7	-20.3	40.1	-15.1
Alinma Bank	618.7	394.0	57.0	738.1	-16.2

*- represents Q3-22 results, as year-ending is March

Top Gainers

Company	Price	Change%
AMANA INSURANCE	33.10	10.0
ENAYA	32.30	8.6
SAIC	55.30	5.5
PETROCHEM	44.70	4.7
SIIG	35.55	4.6

Top Losers

Company	Price	Change%
ATHEEB TELECOM	72.20	-2.6
HERFY FOODS	61.00	-2.4
SAIB	16.56	-1.8
MCDC	75.90	-1.6
UCA	34.10	-1.5

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,204	12,215	12,110	0.5	8.2
NomuC	25,317	25,327	25,173	0.4	(2.5)

TASI movement during session



TASI Ratios

P/E* (x)	23.4
Price-to-Book (x)	2.5
Dividend Yield (%)	1.3
Return on Equity (%)	19.9

Source: Argaam
*Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,721	(0.2)	3.7	21.4
Materials	7,831	1.1	6.6	19.9
Capital Goods	7,785	0.0	3.2	High
Commercial Service	4,568	0.6	2.8	Neg
Transportation	5,660	0.2	8.1	Neg
Consumer Durables	6,635	0.1	4.5	49.3
Consumer Services	5,027	1.1	8.3	Neg
Media	27,872	(0.2)	19.9	45.1
Retailing	9,986	(0.1)	1.4	37.6
Food & Staples	9,167	1.2	0.5	35.4
Food & Beverages	4,987	0.8	3.1	39.1
Healthcare	7,871	0.0	7.6	41.3
Pharma & Bio Tech	5,303	0.8	2.2	High
Banks	13,610	0.6	11.4	24.7
Diversified Financials	7,923	1.1	16.0	49.8
Insurance	6,450	1.6	7.7	High
Telecom	7,595	(0.4)	4.4	21.7
Utilities	6,561	(0.0)	10.6	9.5
REITs	4,715	(0.1)	2.2	Neg
Real Estate	3,245	(0.0)	2.3	Neg
Software & Services	29,999	0.2	4.7	34.6

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
12,221	12,190	12,130	5.88

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	5.5	147.3	263.0
Previous week	34.7	918.1	1,617.1

Top Weighted Companies

Company	Price	Change%
Al Rajhi	148.80	0.5
SNB	71.90	0.1
Saudi Aramco	36.80	-0.3
SABIC	121.40	0.0
STC	116.00	-0.5



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi remained closed. Kuwait, Bahrain, Qatar and Oman rose 0.9%, 0.5%, 0.2% and 0.1%, respectively. Meanwhile, Egypt declined 0.3%.
- US initial jobless claims dropped to 238,000 (consensus: 250,000) in the week ended January 29, representing a fall of 23,000 from the previous week's revised level of 261,000. (Source: Econoday)
- The Bank of England raised its key rate by 25bps to 0.50%. This is second rate hike, after the bank raised rate by 15bps at its December meeting. The central bank also decided to start unwinding its GBP 895bn quantitative easing program. (Source: RTT News)
- China's Caixin services PMI fell to 51.4 in January compared to 53.1 in December. The new orders grew marginally, while the pandemic and efforts to contain the virus weighed on overall growth. (Source: RTT News)
- Japan's services PMI decreased to 47.6 in January from 52.1 in December. New business declined amid the negative impact of the spread of the Omicron variant and renewed restrictions on the demand. (Source: RTT News)

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	95.5	0.0	-1.1	-0.2
Euro	1.1	0.0	1.9	0.7
Japanese Yen	115.3	0.0	0.1	0.2
Sterling Pound	1.4	0.0	0.6	0.0
Chinese Yuan	6.4	0.0	-0.1	0.1
Indian Rupee	74.7	0.0	0.1	0.5
UAE Dirham	3.7	0.0	0.0	0.0
Qatari Rial	3.7	0.0	-0.1	-0.4
Kuwaiti Dinar	0.3	0.0	-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	0.1

Corporate Calendar

Date	Company	Event
07 th Feb	ALBAHA	OGM
09 th Feb	TAPRCO	OGM
10 th Feb	SAIB	Cash Dividend Distribution
13 th Feb	DERAYAH REIT	Cash Dividend Distribution
13 th Feb	Catering	OGM
14 th Feb	ALMRAKEZ	Cash Dividend Distribution

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,171	0.0	-1.0	-0.8	16.4
Abu Dhabi (ADX)	8,733	0.0	0.3	2.9	20.8
Kuwait (KSE)	6,217	0.9	2.8	5.6	10.0
Qatar (QE)	12,678	0.2	1.4	9.1	16.5
Oman (MSM)	4,132	0.1	0.4	0.1	10.4
Bahrain (BSE)	1,833	0.5	1.3	2.0	10.5
Egypt (EGX30)	11,690	-0.3	1.7	-2.2	7.4

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	35,090	0.0	-0.1	-3.4	18.7
Nasdaq	14,694	0.0	-1.6	-10.0	34.3
S&P 500	4,501	0.0	-0.3	-5.6	23.6
FTSE 100	7,516	0.0	0.7	1.8	16.4
Germany DAX 30	15,100	0.0	-2.4	-4.9	14.6
France CAC 40	6,951	0.0	-0.7	-2.8	20.5
Japan Nikkei 225	27,440	0.0	1.6	-4.7	14.9
Russia MOEX	3,471	0.0	-1.7	-8.4	6.5
Hong Kong Hang Seng	24,573	0.0	3.2	5.0	9.8
South Korea KOSPI	2,750	0.0	5.2	-7.6	12.3
China Shanghai Composite	3,361	0.0	-1.0	-7.6	14.7
Australia ASX 200	7,111	-0.1	2.0	-4.5	21.7
India Sensex	58,645	0.0	1.1	0.7	25.5
MSCI EM	1,221	0.0	1.1	-0.9	13.7
MSCI World	3,061	0.0	0.1	-5.3	20.9

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	94.4	0.0	3.6	19.2
Brent Crude (\$/bbl)	93.3	0.0	2.3	19.9
Texas crude (\$/bbl)	92.3	0.0	4.7	22.7
Natural Gas (\$/mmbtu)	4.6	0.0	-6.2	28.5
Gold (\$/oz)	1,808.3	0.0	0.6	-1.1
Silver (\$/oz)	22.5	0.0	0.2	-3.4
Steel (\$/ton)	1,190.0	0.0	2.1	-17.1
Iron Ore (CNY/MT)	835.0	0.0	4.2	22.1
Wheat (\$/bu)	763.3	0.0	0.3	-1.0
Corn (\$/bu)	620.5	0.0	-0.9	4.6
Sugar (\$/lb)	18.2	0.0	0.1	-3.4
SMP* (EUR/MT)	3,619.0	0.0	0.0	7.5

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.339	2.4	3.0	13.0
Saudi Arabia (SAIBOR)	1.022	0.8	1.7	11.6
UAE (EIBOR)	0.461	-3.1	1.4	9.7
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

Updated as of February 6, 2022



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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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