



Major Economic News

- The aggregate sales of 17 Saudi cement producers decreased 6.0% to 4.9mn tons in January, compared to 5.2mn tons in the same month last year. Clinker production grew by 6.0% Y/Y to 4.9mn tons. Clinker inventories saw a decline of 3.0% to 34.8mn tons by January-end, down from 36.0mn tons a year earlier. (Source: Argaam)
- Global credit rating agency Moody's has assigned PIF with a first-time issuer rating of A1 and a scorecard indicated rating of Aa2, with a stable outlook. Fitch has assigned PIF with a long-term issuer rating of A, with a stable outlook. (Source: Argaam)

Major Corporate News

- Almarai Co.'s subsidiary, Western Bakeries Co., acquired an additional stake of 25% in Modern Food Industries (MFI) – an affiliate - for SAR 250.0mn. Western Bakeries Co. now owns 100% of the MFI share capital. (Source: Argaam)
- Leejam Sports Co.'s (Fitness Time) board of directors appointed Adnan Al-Khalaf as the new Chief Executive Officer, effective from February 13, 2022. (Source: Argaam)
- Saudi Automotive Services Co.'s (SASCO) board of directors agreed to sign a binding MoU, ending June 30, 2022, with AlJazira Capital to sell 10 of its owned sites for SAR 400.0mn. SASCO will sell the sites to AlJazira Capital and lease back these sites for 10 years. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 0.4% to 12,249.2. The value traded stood at SAR 6.5bn (up 18.0% over previous day), while the advance-decline ratio stood at 113/78. The parallel market index decreased 0.1% to 25,281.4 points. The value traded stood at SAR 173.4mn (up 154.3% over previous day). Most sectors in the main market ended in the green. Insurance and Food & Beverages (up 1.7% and 1.0%, respectively) advanced the most; Diversified Financials and Food & Staples (down 0.8% and 0.6%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q4-21	Q4-20	Y/Y %	Q3-21	Q/Q %
A. Othaim Markets	154.6	165.5	-6.6	44.9	244.6
Alhokair*	16.0	-128.1	NM	20.9	-23.3
BSFR	993.0	94.0	956.4	907.0	9.5

*. represents Q3-22 result, as year-ending is March

Top Gainers

Company	Price	Change%
AMANA INSURANCE	34.55	4.4
TAWUNIYA	80.00	3.9
SIECO	117.60	3.7
ACIG	20.82	3.6
ALRAJHI TAKAFUL	87.20	3.2

Top Losers

Company	Price	Change%
ALYAMAMAH STEEL	44.70	-3.8
SAIC	53.50	-3.3
FIPCO	59.40	-2.0
ALINMA	29.10	-1.9
ATHEEB TELECOM	71.00	-1.7

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,249	12,258	12,195	0.4	8.6
NomuC	25,281	25,283	25,114	(0.1)	(2.7)

TASI movement during session



TASI Ratios

P/E* (x)	23.3
Price-to-Book (x)	2.4
Dividend Yield (%)	1.3
Return on Equity (%)	19.9

Source: Argaam
*Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,762	0.7	4.5	21.6
Materials	7,873	0.5	7.2	20.0
Capital Goods	7,769	(0.2)	3.0	High
Commercial Service	4,558	(0.2)	2.6	Neg
Transportation	5,655	(0.1)	8.0	Neg
Consumer Durables	6,636	0.0	4.5	49.4
Consumer Services	5,060	0.7	9.1	Neg
Media	27,886	0.1	19.9	45.2
Retailing	10,023	0.4	1.8	37.7
Food & Staples	9,112	(0.6)	(0.1)	35.2
Food & Beverages	5,036	1.0	4.1	39.5
Healthcare	7,929	0.7	8.4	41.5
Pharma & Bio Tech	5,284	(0.4)	1.8	High
Banks	13,627	0.1	11.5	24.7
Diversified Financials	7,860	(0.8)	15.1	49.6
Insurance	6,563	1.7	9.6	High
Telecom	7,633	0.5	4.9	21.8
Utilities	6,608	0.7	11.4	9.6
REITs	4,700	(0.3)	1.9	Neg
Real Estate	3,258	0.4	2.8	Neg
Software & Services	30,286	1.0	5.7	35.0

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
12,216	12,208	12,160	5.99

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	11.9	321.2	559.4
Previous week	34.7	918.1	1,617.1

Top Weighted Companies

Company	Price	Change%
Al Rajhi	149.40	0.4
SNB	72.10	0.3
Saudi Aramco	37.05	0.7
SABIC	121.00	-0.3
STC	116.00	0.0



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai increased 0.6%, while Abu Dhabi remained flat. Bahrain rose 0.4%, while Egypt and Kuwait declined 1.2% and 0.2%, respectively. Meanwhile, Qatar and Oman remained flat.
- UK's house prices rose 9.7% Y/Y in January, same as in December. On M/M basis, prices were up 0.3% compared to an increase of 1.1% in December. (Source: RTT News)
- Japan posted a current account deficit of JPY 370.8bn in December (consensus: a surplus of JPY 73.5bn) compared to the JPY 897.3bn surplus in November. Exports were up 18.7% Y/Y at 7.8tn, while imports surged 44.8% to JPY 8.1tn for a trade deficit of JPY 318.7bn. (Source: RTT News)
- Japan's average of household spending in was down 0.2% Y/Y in December (consensus: an increase of 0.3%) compared to 1.3% drop in the previous month. (Source: RTT News)
- Oil prices fell 0.6% due to concerns of Iranian supply coming back into market amid expectations of US-Iran nuclear deal.
- Gold prices rose 0.7%, as investors resorted to the safe haven metal amid inflation worries and geopolitical risks.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	95.4	-0.1	-1.2	-0.3
Euro	1.1	-0.1	1.8	0.6
Japanese Yen	115.1	-0.1	0.0	0.0
Sterling Pound	1.4	0.0	0.7	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	-0.5
Kuwaiti Dinar	0.3	0.0	-0.3	-0.1
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	-0.1	0.0

Corporate Calendar

Date	Company	Event
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
14 th Feb	ALYAMAMAH STEEL	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,189	0.6	-0.4	-0.2	16.5
Abu Dhabi (ADX)	8,734	0.0	0.3	2.9	20.8
Kuwait (KSE)	6,207	-0.2	2.6	5.4	9.9
Qatar (QE)	12,673	0.0	1.4	9.0	16.4
Oman (MSM)	4,133	0.0	0.4	0.1	10.4
Bahrain (BSE)	1,841	0.4	1.7	2.4	10.7
Egypt (EGX30)	11,549	-1.2	0.5	-3.4	7.4

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	35,091	0.0	-0.1	-3.4	18.6
Nasdaq	14,571	-0.8	-2.4	-10.7	33.9
S&P 500	4,484	-0.4	-0.7	-5.9	23.5
FTSE 100	7,573	0.8	1.5	2.6	16.5
Germany DAX 30	15,207	0.7	-1.7	-4.3	14.7
France CAC 40	7,009	0.8	0.1	-2.0	20.7
Japan Nikkei 225	27,249	-0.7	0.9	-5.4	14.9
Russia MOEX	3,471	0.0	-1.7	-8.4	6.5
Hong Kong Hang Seng	24,580	0.0	3.3	5.1	9.7
South Korea KOSPI	2,745	-0.2	3.1	-7.8	12.2
China Shanghai Composite	3,430	2.0	2.0	-5.8	14.6
Australia ASX 200	7,111	-0.1	2.0	-4.5	21.8
India Sensex	57,621	-1.7	-0.7	-1.1	25.1
MSCI EM	1,219	-0.1	0.9	-1.0	13.7
MSCI World	3,059	-0.1	0.0	-5.3	20.9

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	95.7	1.4	5.1	20.8
Brent Crude (\$/bbl)	92.7	-0.6	1.6	19.2
Texas crude (\$/bbl)	91.3	-1.1	3.6	21.4
Natural Gas (\$/mmbtu)	4.2	-7.4	-13.2	19.0
Gold (\$/oz)	1,820.5	0.7	1.3	-0.5
Silver (\$/oz)	23.0	2.2	2.4	-1.3
Steel (\$/ton)	1,180.0	-0.8	1.3	-17.8
Iron Ore (CNY/MT)	835.0	4.2	4.2	22.1
Wheat (\$/bu)	768.8	0.7	1.0	-0.3
Corn (\$/bu)	635.3	2.4	1.5	7.1
Sugar (\$/lb)	18.1	-1.0	-0.9	-4.4
SMP* (EUR/MT)	3,634.0	0.4	0.4	8.0

*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)	1.036	1.5	3.2	13.0
UAE (EIBOR)	0.498	3.6	5.0	13.3
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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RATING
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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