



Major Economic News

- The point-of-sale in Saudi Arabia amounted to SAR 10.6bn in the week ending February 05, 2022, compared to SAR 10.5bn in the previous week. A total of 129mn transactions were processed during the week. (Source: Argaam)

Major Corporate News

- TAWAL, a subsidiary of STC acquired 100% of Pakistan's tower company AWAL Telecom. The acquisition will see TAWAL bring significant capital investment, develop its operations and enhance expertise in the Pakistani market. (Source: Argaam)
- Saudi Research and Media Group was upgraded from MSCI World Small Cap Index to MSCI World Index, bringing up the total number of index constituents to 34. On the other hand, Saudi Cement Co. was excluded from MSCI World Index and included in the MSCI World Small Cap Index, raising the number of the index constituents to 52. (Source: Argaam)
- Riyad Bank announced the completion of the issuance dollar-denominated Tier 1 capital sukuk, with a value of USD 750.0mn. (Source: Argaam)
- The retail tranche of Elm Co. IPO was oversubscribed 13.1x. Each Individual subscriber will receive a minimum of six shares, while the remaining shares were allocated on a pro-rata. (Source: Argaam)
- Al Rajhi REIT Fund acquired a new property for SAR 93.0mn. The REIT fund acquired Oasis Mall purchasing the land title for SAR 35.0mn and the land leasehold rights of the property for SAR 58.0mn. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 0.2% to 12,205.5. The value traded stood at SAR 5.2bn (down 12.5% over previous day), while the advance-decline ratio stood at 88/98. The parallel market index decreased 0.1% to 25,332.5 points. The value traded stood at SAR 122.3mn (up 15.1% over previous day). Most sectors in the main market ended in the green. Media and Food & Staples (up 1.1% and 1.0%, respectively) advanced the most; Transportation and Pharma & Biotech (down 0.7% and 0.6%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q3-22	Q3-21	Y/Y %	Q2-22	Q/Q %
TAPRCO*	-10.9	-16.8	NM	-8.2	NM

*year-ending is March

Top Gainers

Company	Price	Change%
GULF GENERAL	12.80	5.6
TAPRCO	38.25	5.4
BAWAN	36.75	3.2
ATAA	68.10	3.2
ALDREES	81.80	3.0

Top Losers

Company	Price	Change%
SAUDI CABLE	19.16	-2.8
EIC	29.25	-2.2
AI RAJHI REIT	11.56	-2.0
YCC	38.05	-1.9
CITY CEMENT	22.64	-1.9

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,205	12,245	12,169	(0.2)	8.2
NomuC	25,332	25,375	25,157	(0.1)	(2.5)

TASI movement during session



TASI Ratios

P/E* (x)	23.2
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	5,779	(0.0)	4.8	21.6
Materials	7,806	(0.3)	6.3	19.9
Capital Goods	7,753	0.1	2.7	High
Commercial Service	4,500	(0.0)	1.3	Neg
Transportation	5,590	(0.7)	6.8	Neg
Consumer Durables	6,580	(0.5)	3.6	48.7
Consumer Services	5,086	0.1	9.6	Neg
Media	28,170	1.1	21.1	45.7
Retailing	10,089	0.3	2.5	38.0
Food & Staples	9,347	1.0	2.5	35.6
Food & Beverages	4,983	(0.5)	3.0	39.1
Healthcare	7,902	0.1	8.0	41.4
Pharma & Bio Tech	5,270	(0.6)	1.5	High
Banks	13,543	(0.3)	10.8	24.5
Diversified Financials	7,896	0.2	15.6	49.7
Insurance	6,631	0.7	10.7	High
Telecom	7,653	0.0	5.1	21.8
Utilities	6,610	0.1	11.4	9.6
REITs	4,685	(0.2)	1.6	Neg
Real Estate	3,256	0.1	2.7	Neg
Software & Services	30,478	0.6	6.4	35.1

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
12,205	12,222	12,191	5.86

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	23.0	618.2	1,104.1
Previous week	34.7	918.1	1,617.1

Top Weighted Companies

Company	Price	Change%
Al Rajhi	148.00	-0.3
SNB	70.80	-1.4
Saudi Aramco	37.15	-0.3
SABIC	121.40	-0.2
STC	116.20	-0.2



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi increased 1.0% and 0.7%, respectively. Qatar and Bahrain rose 1.1% and 0.4%, respectively; while Kuwait and Egypt increased 0.6% each. Meanwhile, Oman declined 0.6%.
- According to EIA, oil inventories in the US fell 4.8mn barrels (prior: down 1.0mn) to 410.4mn in the week ended February 04. Gasoline inventories decreased 1.6mn barrels (prior: up 2.1mn) to 248.4mn, while distillate inventories declined 0.9mn barrels (prior: down 2.4mn) to 121.8mn. (Source: EIA, Econoday)
- The US government is planning to roll out COVID-19 vaccines for children under the age of 5 as soon as February 21, according to a document from the US Centers for Disease Control and Prevention. (Source: Reuters)
- People in England with COVID-19 will no longer be legally required to self-isolate to curb the spread of the virus from late February, according to Prime Minister Boris Johnson. (Source: Reuters)
- Oil prices rose 0.8%, as data revealed that US oil inventories decreased last week, partly offset by continued concerns over Iranian supply.
- Gold prices gained 0.4% due to weaker US dollar and decrease in treasury yields ahead of US inflation data.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	95.5	0.1	-1.1	-0.2
Euro	1.1	-0.1	1.7	0.5
Japanese Yen	115.5	0.4	0.4	0.4
Sterling Pound	1.4	0.0	0.7	0.0
Chinese Yuan	6.4	0.0	-0.1	0.1
Indian Rupee	74.8	0.2	0.2	0.6
UAE Dirham	3.7	0.0	0.0	0.0
Qatari Rial	3.7	0.0	-0.2	-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	0.2	0.2

Corporate Calendar

Date	Company	Event
10 th Feb	SAIB	Cash Dividend Distribution
13 rd Feb	DERAYAH REIT	Cash Dividend Distribution
13 rd Feb	Catering	OGM
14 th Feb	ALMRAKEZ	Cash Dividend Distribution
14 th Feb	ALYAMAMAH STEEL	OGM
14 th Feb	TADCO	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,246	1.0	1.3	1.6	16.7
Abu Dhabi (ADX)	8,842	0.7	1.6	4.2	20.7
Kuwait (KSE)	6,260	0.6	3.5	6.3	9.9
Qatar (QE)	12,817	1.1	2.6	10.2	15.8
Oman (MSM)	4,089	-0.6	-0.6	-1.0	10.3
Bahrain (BSE)	1,855	0.4	2.5	3.2	10.7
Egypt (EGX30)	11,596	0.6	0.9	-3.0	7.4

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	35,768	0.9	1.8	-1.6	19.0
Nasdaq	15,057	2.1	0.9	-7.7	35.1
S&P 500	4,587	1.5	1.6	-3.8	23.9
FTSE 100	7,643	1.0	2.4	3.5	16.5
Germany DAX 30	15,482	1.6	0.1	-2.5	15.0
France CAC 40	7,131	1.5	1.9	-0.3	20.8
Japan Nikkei 225	27,580	1.1	2.1	-4.2	16.2
Russia MOEX	3,639	2.5	3.1	-3.9	6.8
Hong Kong Hang Seng	24,830	2.1	4.3	6.1	9.9
South Korea KOSPI	2,769	0.8	0.8	-7.0	12.3
China Shanghai Composite	3,480	0.8	0.8	-4.4	14.9
Australia ASX 200	7,268	1.1	4.3	-2.4	21.9
India Sensex	58,466	1.1	0.8	0.4	25.4
MSCI EM	1,240	1.6	2.6	0.6	13.9
MSCI World	3,125	1.6	2.2	-3.3	21.2

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	93.3	-2.6	2.4	17.7
Brent Crude (\$/bbl)	91.6	-1.2	0.4	17.7
Texas crude (\$/bbl)	89.7	-1.8	1.7	19.2
Natural Gas (\$/mmbtu)	4.0	-5.3	-17.7	12.7
Gold (\$/oz)	1,833.4	0.7	2.0	0.2
Silver (\$/oz)	23.3	1.3	3.8	0.0
Steel (\$/ton)	1,143.0	-3.1	-1.9	-20.3
Iron Ore (CNY/MT)	800.0	-4.2	-0.2	17.0
Wheat (\$/bu)	785.0	2.1	3.1	1.8
Corn (\$/bu)	646.0	1.7	3.2	8.9
Sugar (\$/lb)	18.5	2.4	1.4	-2.1
SMP* (EUR/MT)	3,640.0	0.2	0.6	8.2

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.366	0.4	5.7	15.7
Saudi Arabia (SAIBOR)	1.083	1.6	7.9	17.8
UAE (EIBOR)	0.505	4.7	5.7	14.0
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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