



## Major Economic News

- The value of Saudi Arabia's real estate transactions grew by 19% Y/Y to SAR 22.3bn in January-February 2022. The real estate deals increased by 15% or SAR 2.8bn M/M. The number of the real estate transactions during the same period stood at around 24,700, down from nearly 31,500 a year earlier. (Source: Argaam)

## Major Corporate News

- Anaam International Holding Group Co. signed a non-binding MoU with the owners of private office buildings in Jeddah for the possible acquisition of 100% of the building, for a total value of SAR 325.0mn excluding real estate tax. (Source: Argaam)
- Saudi Industrial Export Co.'s shareholders approved the board's recommendation on decreasing capital by 66.7% to SAR 21.6mn from SAR 64.8mn. (Source: Argaam)
- Aramco Trading Co. (ATC) signed an agreement with Egypt's Red Sea National Petrochemicals Co. for a long-term crude oil supply for its planned refinery complex with a provision for offtake of refined and petrochemical products. ATC will supply 100,000 barrels per day of Arabian Crude. (Source: Argaam)
- Saudi Dairy and Foodstuff Co.'s board of directors approved authorizing the executive management to proceed with the construction of a new depot in Makkah. The new facility will be built on the land leased from Saudi Industrial Property Authority. The estimated cost of the project, which will be financed by company's internal resources, stands at nearly SAR 27mn. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange increased 1.2% to 12,495.2. The value traded stood at SAR 10.0bn (up 17.9% over previous day), while the advance-decline ratio stood at 147/47. The parallel market index increased 0.5% to 25,287.3 points. The value traded stood at SAR 131.2mn (down 7.1% over previous day). Most sectors in the main market ended in the green. Healthcare and Media (up 2.3% and 1.8%, respectively) advanced the most; Software & Services and Capital Goods (down 0.2% and 0.1%, respectively) were the only laggards.

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

Company	Q4-21	Q4-20	Y/Y %	Q3-21	Q/Q %
Saudi Steel Pipe Co.	1.5	0.7	116.9	15.9	-90.3

## Top Gainers

Company	Price	Change%
ELM	166.40	30.0
TECO	207.80	10.0
ALBAHA	37.05	6.8
SASCO	42.05	5.4
ALARABIA	117.00	4.5

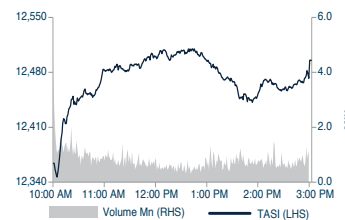
## Top Losers

Company	Price	Change%
EAST PIPES	83.20	-2.6
ALAHLI REIT 1	12.64	-2.3
BAWAN	37.20	-1.6
YSCC	26.00	-1.3
TANMIAH	83.00	-1.3

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,495	12,512	12,344	1.2	10.8
NomuC	25,287	25,374	25,079	0.5	(2.7)

## TASI movement during session



## TASI Ratios

P/E* (x)	23.6
Price-to-Book (x)	2.5
Dividend Yield (%)	1.3
Return on Equity (%)	20.1

Source: Argaam  
\*Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,858	1.1	6.2	22.0
Materials	7,796	0.8	6.2	20.0
Capital Goods	7,617	(0.1)	0.9	High
Commercial Service	4,569	1.4	2.8	Neg
Transportation	5,527	0.9	5.6	Neg
Consumer Durables	6,424	0.2	1.2	47.5
Consumer Services	5,092	1.7	9.7	Neg
Media	28,313	1.8	21.8	46.3
Retailing	10,228	1.4	3.9	38.5
Food & Staples	9,307	0.4	2.0	35.4
Food & Beverages	5,020	0.7	3.8	39.5
Healthcare	8,076	2.3	10.4	42.8
Pharma & Bio Tech	5,211	0.6	0.4	High
Banks	14,292	1.5	16.9	25.7
Diversified Financials	7,844	0.7	14.9	49.6
Insurance	6,564	0.8	9.6	High
Telecom	7,811	1.6	7.3	22.3
Utilities	6,652	1.2	12.1	9.6
REITs	4,695	0.2	1.8	Neg
Real Estate	3,186	0.4	0.5	Neg
Software & Services	30,419	(0.2)	6.2	High

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
12,270	12,238	12,218	6.71

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	33.9	850.3	1,535.6
Previous week	28.5	772.1	1,360.9

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	159.40	2.2
SNB	73.00	1.1
Saudi Aramco	37.75	1.2
SABIC	122.40	1.2
STC	118.60	2.4



## REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi increased 1.4% and 0.7%, respectively. Bahrain and Kuwait gained 1.8% and 0.8%, respectively; while Qatar and Oman rose 0.2% each. Meanwhile, Egypt remained flat.
- According to EIA, oil inventories in the US rose 1.1mn barrels (prior: down 4.8mn) to 411.5mn in the week ended February 11. Gasoline inventories decreased 1.3mn barrels (prior: down 1.6mn) to 247.1mn, while distillate inventories fell 1.6mn barrels (prior: down 0.9mn) to 120.3mn. (Source: EIA, Econoday)
- US industrial production increased 1.4% M/M in January (consensus: a rise of 0.4%) compared with 0.1% decline in December. Manufacturing rose 0.2% M/M in January (consensus: an increase of 0.3%) as against a fall of 0.1% in December. The capacity utilization rate stood at 77.6% in January (consensus: 76.7%). (Source: Econoday)
- Oil prices increased 1.6% driven by the warning issued by the US president Joe Biden's administration that Russia could still invade Ukraine. The prices were also supported by decline in US gasoline inventories.
- Gold prices rose 0.9%, as Russia-Ukraine tension resurfaced boosting the safe-haven demand.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	95.7	-0.3	-0.9	0.0
Euro	1.1	0.1	1.2	0.0
Japanese Yen	115.5	-0.1	0.4	0.4
Sterling Pound	1.4	0.4	1.0	0.4
Chinese Yuan	6.3	-0.1	-0.6	-0.4
Indian Rupee	75.1	-0.3	0.6	1.0
UAE Dirham	3.7	0.0	0.0	0.0
Qatari Rial	3.7	-0.1	-0.2	-0.5
Kuwaiti Dinar	0.3	0.0	-0.1	0.0
Omani Rial	0.4	-0.1	-0.1	-0.1
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
17 <sup>th</sup> Feb	ACWA Power	OGM
17 <sup>th</sup> Feb	FIPCO	OGM
20 <sup>th</sup> Feb	Advanced	Cash Dividend Distribution
21 <sup>st</sup> Feb	BJAZ	Cash Dividend Distribution
21 <sup>st</sup> Feb	ASLAK	Cash Dividend Distribution
21 <sup>st</sup> Feb	STC	OGM

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,326	1.4	3.8	4.1	15.6
Abu Dhabi (ADX)	9,202	0.7	5.7	8.4	21.4
Kuwait (KSE)	6,353	0.8	5.0	7.9	10.7
Qatar (QE)	12,746	0.2	2.0	9.6	16.2
Oman (MSM)	4,091	0.2	-0.6	-0.9	10.2
Bahrain (BSE)	1,899	1.8	4.9	5.7	8.9
Egypt (EGX30)	11,568	0.0	0.7	-3.2	7.2

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	34,934	-0.2	-0.6	-3.9	18.6
Nasdaq	14,604	-0.1	-2.2	-10.5	33.5
S&P 500	4,475	0.1	-0.9	-6.1	23.2
FTSE 100	7,604	-0.1	1.9	3.0	16.1
Germany DAX 30	15,370	-0.3	-0.7	-3.2	14.8
France CAC 40	6,965	-0.2	-0.5	-2.6	17.3
Japan Nikkei 225	27,460	2.2	1.7	-4.6	15.6
Russia MOEX	3,646	1.3	3.3	-3.7	6.9
Hong Kong Hang Seng	24,719	1.5	3.9	5.6	9.9
South Korea KOSPI	2,730	2.0	2.5	-8.3	12.0
China Shanghai Composite	3,466	0.6	3.1	-4.8	14.9
Australia ASX 200	7,285	1.1	4.5	-2.1	19.3
India Sensex	57,997	-0.3	0.0	-0.4	24.9
MSCI EM	1,244	1.2	3.0	1.0	13.8
MSCI World	3,060	0.2	0.0	-5.3	20.5

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	94.2	-0.9	3.4	18.9
Brent Crude (\$/bbl)	94.8	1.6	3.9	21.9
Texas crude (\$/bbl)	93.7	1.7	6.3	24.5
Natural Gas (\$/mmbtu)	4.7	9.5	-3.2	32.6
Gold (\$/oz)	1,869.8	0.9	4.0	2.2
Silver (\$/oz)	23.6	1.0	5.0	1.2
Steel (\$/ton)	1,117.0	-0.7	-4.1	-22.2
Iron Ore (CNY/MT)	725.5	-10.0	-9.5	6.1
Wheat (\$/bu)	786.3	0.1	2.6	1.5
Corn (\$/bu)	645.8	1.3	3.4	8.5
Sugar (\$/lb)	17.6	-0.1	-1.3	-5.6
SMP* (EUR/MT)	3,638.0	0.2	0.6	8.1

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.469	0.00	0.2	0.3
Saudi Arabia (SAIBOR)	1.278	0.09	0.3	0.4
UAE (EIBOR)	0.555	-0.02	0.1	0.2
Qatar (QIBOR)	1.150	0.00	0.0	0.0
Bahrain (BHIBOR)	1.567	0.00	0.0	0.1

Data Sources: Tadawul, Bloomberg, Reuters

\*Three-month Interbank rate \*\*NA: Not Available

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RESEARCH  
DIVISION

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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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