



## Major Economic News

- The Saudi Exchange approved the listing request of the Saudi government-issued debt instruments from a class already listed, submitted by the Ministry of Finance as per the listing rules with a total value of SAR 13.2bn. (Source: Argaam)

## Major Corporate News

- Al Rajhi Bank's board of directors recommended a capital increase to SAR 40.0bn from SAR 25.0bn through a 60% bonus issue. The capital increase will be financed from the capitalization of SAR 15.0mn from the retained earnings via distributing three bonus shares for every five outstanding ones. (Source: Argaam)
- Seera Group Holding's subsidiary, Almosafer Travel and Tourism Co. signed an agreement with Klook Travel Technology to establish a joint venture to set up a one-stop digital platform to provide services for activities, tours, and events. Under the five-year contract, Almosafer will contribute SAR 63.0-116.0mn. (Source: Argaam)
- Leejam Sports Co. opened a new low-cost 24-hour men Xpress Fitness Center in Najran. The center will operate under the Fitness Time Xpress and is located on King Saud Road in Al Mukharyam District of Najran, with a total area is 1,020 sq. m. This is the 19th Xpress Fitness Center. (Source: Argaam)
- SNB Capital and HSBC Saudi Arabia, acting as the joint financial advisors, bookrunners, and underwriters, on the potential IPO of Nahdi Medical Co., announced the company's intention to proceed with the listing of its ordinary shares on the Saudi Exchange. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange decreased 0.1% to 12,476.5 on Thursday. The value traded stood at SAR 10.4bn (up 3.1% over previous day), while the advance-decline ratio stood at 63/131. The parallel market index decreased 0.2% to 25,228.4 points. The value traded stood at SAR 86.1mn (down 34.3% over previous day). Most sectors in the main market ended in the red. Real Estate and Transportation (up 1.8% and 1.3%, respectively) advanced the most; Consumer Durables and Telecom (down 1.3% and 1.1%, respectively) led the laggards.

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

Company	Q4-21	Q4-20	Y/Y %	Q3-21	Q/Q %
ARDCO	-6.9	83.1	NM	70.8	NM
Sulaiman Al Habib	383.6	317.8	20.7	348.6	10.0

## Top Gainers

Company	Price	Change%
ELM	197.60	18.8
MCDC	82.30	6.2
WATANIYA	40.00	6.0
BUDGET SAUDI	53.20	4.7
ARABIAN SHIELD	24.16	3.6

## Top Losers

Company	Price	Change%
SABIC AGRI-NUTRIENT	157.00	-5.4
ALBAHA	35.45	-4.3
EAST PIPES	80.10	-3.7
SASCO	40.60	-3.5
SFICO	47.85	-3.1

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,477	12,519	12,428	(0.1)	10.6
NomuC	25,228	25,397	25,115	(0.2)	(2.9)

## 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	5,854	(0.1)	6.1	22.0
Materials	7,758	(0.5)	5.6	19.9
Capital Goods	7,576	(0.5)	0.4	High
Commercial Service	4,593	0.5	3.4	Neg
Transportation	5,600	1.3	7.0	Neg
Consumer Durables	6,342	(1.3)	(0.1)	46.9
Consumer Services	5,135	0.8	10.7	Neg
Media	28,148	(0.6)	21.0	46.0
Retailing	10,246	0.2	4.1	38.6
Food & Staples	9,356	0.5	2.6	35.4
Food & Beverages	5,062	0.8	4.7	39.9
Healthcare	8,059	(0.2)	10.2	42.9
Pharma & Bio Tech	5,277	1.3	1.7	High
Banks	14,258	(0.2)	16.7	25.7
Diversified Financials	7,817	(0.3)	14.5	49.7
Insurance	6,583	0.3	9.9	High
Telecom	7,722	(1.1)	6.1	22.0
Utilities	6,615	(0.6)	11.5	9.6
REITs	4,706	0.2	2.0	Neg
Real Estate	3,242	1.8	2.2	Neg
Software & Services	30,073	(1.1)	5.0	High

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
12,311	12,271	12,227	6.99

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	-	-	-
Previous week	44.3	1,069.1	2,032.0

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	158.60	-0.5
SNB	72.80	-0.3
Saudi Aramco	37.75	0.0
SABIC	121.20	-1.0
STC	116.60	-1.7



## REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi decreased 0.1% and 0.6%, respectively. Bahrain and Kuwait rose 1.4% and 0.4%, respectively; while Egypt and Qatar declined 0.3% and 0.1%, respectively. Meanwhile, Oman remained flat.
- According to Baker Hughes, North America's rig count increased to 865 in the week ended February 18 from 854 earlier. The rig count rose to 645 in the US from 635 earlier, while declined to 12 in the Gulf of Mexico from 16 earlier. The rig count in Canada increased to 220 from 219 earlier. (Source: Baker Hughes)
- US initial jobless claims increased to 248,000 (consensus: 224,000) in the week ended February 12, representing a rise of 23,000 from the previous week's revised level of 225,000. (Source: Econoday)
- UK's retail sales volume grew 1.9% M/M (consensus: an increase of 1.0%) in January compared to 4.0% decline in December. This was the fastest growth since April 2021. (Source: Econoday, RTT News)
- Oil prices increased 0.6% driven by expectations that OPEC+ would include Iran into the cartel's supply-limiting deal if the sanctions on the country are lifted.
- Gold prices remained flat amid easing geopolitical concerns due to hopes of US-Russia talks.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	96.0	0.3	-0.5	0.4
Euro	1.1	-0.3	0.8	-0.4
Japanese Yen	115.0	0.1	-0.1	-0.1
Sterling Pound	1.4	-0.2	1.1	0.4
Chinese Yuan	6.3	-0.2	-0.7	-0.5
Indian Rupee	74.7	-0.6	0.1	0.4
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	-0.2	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	-0.1	0.1	0.1

## Corporate Calendar

Date	Company	Event
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
23 <sup>rd</sup> Feb	ALSAGR INSURANCE	OGM
23 <sup>rd</sup> Feb	TAPRCO	EGM
24 <sup>th</sup> Feb	ZAMIL INDUST	OGM

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,327	-0.1	3.9	4.1	15.7
Abu Dhabi (ADX)	9,155	-0.6	5.2	7.9	21.4
Kuwait (KSE)	6,377	0.4	5.4	8.3	10.7
Qatar (QE)	12,735	-0.1	1.9	9.5	16.3
Oman (MSM)	4,092	0.0	-0.6	-0.9	10.3
Bahrain (BSE)	1,926	1.4	6.4	7.1	8.9
Egypt (EGX30)	11,535	-0.3	0.4	-3.5	7.2

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	34,079	-0.7	-3.0	-6.2	18.6
Nasdaq	14,010	-1.1	-6.2	-14.2	33.5
S&P 500	4,349	-0.7	-3.7	-8.8	23.2
FTSE 100	7,514	-0.3	0.7	1.7	16.1
Germany DAX 30	15,043	-1.5	-2.8	-5.3	14.8
France CAC 40	6,930	-0.2	-1.0	-3.1	17.3
Japan Nikkei 225	27,122	-0.4	0.4	-5.8	15.6
Russia MOEX	3,393	-3.4	-3.9	-10.4	6.9
Hong Kong Hang Seng	24,328	-1.9	2.2	4.0	9.9
South Korea KOSPI	2,745	0.0	3.0	-7.8	12.0
China Shanghai Composite	3,491	0.7	3.8	-4.1	14.9
Australia ASX 200	7,222	-1.0	3.6	-3.0	19.3
India Sensex	57,833	-0.1	-0.3	-0.7	24.9
MSCI EM	1,232	-0.9	1.9	0.0	13.8
MSCI World	2,984	-0.8	-2.5	-7.7	20.5

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	93.7	-3.0	2.9	18.3
Brent Crude (\$/bbl)	93.5	0.6	2.6	20.3
Texas crude (\$/bbl)	91.1	-0.8	3.3	21.1
Natural Gas (\$/mmbtu)	4.4	-1.2	-9.1	24.6
Gold (\$/oz)	1,898.4	0.0	5.6	3.8
Silver (\$/oz)	23.9	0.4	6.5	2.6
Steel (\$/ton)	1,117.0	0.0	-4.1	-22.2
Iron Ore (CNY/MT)	808.0	11.4	0.8	18.1
Wheat (\$/bu)	804.0	-0.1	4.9	3.8
Corn (\$/bu)	652.8	0.5	4.5	9.7
Sugar (\$/lb)	17.6	-0.7	-1.0	-5.3
SMP* (EUR/MT)	3,645.0	0.0	0.7	8.3

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.480	0.00	0.2	0.3
Saudi Arabia (SAIBOR)	1.252	-0.03	0.2	0.3
UAE (EIBOR)	0.589	0.03	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

Head of Sell-Side Research  
Jassim Al-Jubran  
+966 11 2256248  
j.aljabran@aljaziracapital.com.sa

RESEARCH  
DIVISION

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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.
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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.
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Head Office: King Fahad Road, P.O. Box: 20438, Riyadh 11455, Saudi Arabia, Tel: 011 2256000 - Fax: 011 2256068