



Major Economic News

- The Rental Services E-Network "Ejar" announced that more than 3.0mn residential and commercial tenancy contracts have been documented since its launch. (Source: Argaam)

Major Corporate News

- Jarir Marketing Co. opened a new showroom in Al-Ruwais district, Jeddah, at a total investment cost of SAR 115.0mn. The relevant financial impact will reflect on the results of Q1-22. The showroom is the first opening in FY22, bringing the total number of showrooms inside and outside the Kingdom to 60 and 68, respectively. (Source: Argaam)
- Al-Dawaa Medical Services Co. successfully completed the book-building process for participating categories. The IPO received a total demand of SAR 100.2bn (a coverage of 53.8x). The company set the final offer price at SAR 73.0 per share. (Source: Argaam)
- National Energy Services Reunited Corp. (NESR) is planning to list a stake on the Saudi Exchange soon, as per Executive Director Naif Al-Hadrami. He added that NESR is the first Saudi company to list shares on US markets and also the first to carry out a dual listing. (Source: Argaam)
- Saudi Aramco is in talks with partners in China about further investments in the country, according to CEO Amin Nasser. The company will allocate more capital for investments, including boosting maximum sustained capacity and gas supply. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 0.8% to 12,561.6 on Monday. The value traded stood at SAR 11.5bn (up 19.9% over previous day), while the advance-decline ratio stood at 134/53. The parallel market index decreased 0.4% to 25,014.5 points. The value traded stood at SAR 122.2mn (up 55.4% over previous day). Most sectors in the main market ended in the green. Energy and Consumer Services (up 3.6% and 1.8%, respectively) advanced the most; Pharma & Bio Tech and REITs (down 0.8% and 0.3%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q4-21	Q4-20	Y/Y %	Q3-21	Q/Q %
STC	2,613.3	2,592.0	0.8	2,924.4	-10.6
Halwani Bros.	18.6	19.5	-4.5	14.0	32.3

Top Gainers

Company	Price	Change%
ELM	201.00	5.2
SEERA	20.42	5.0
FITNESS TIME	132.40	4.6
DAR ALARKAN	10.96	4.4
BUDGET SAUDI	53.00	4.1

Top Losers

Company	Price	Change%
MEPCO	51.20	-3.4
AI RAJHI REIT	11.40	-3.2
NCLE	60.60	-3.0
ALRAJHI	164.40	-2.1
ALLIANZ SF	27.00	-1.6

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,562	12,641	12,475	0.8	11.3
NomuC	25,014	25,221	24,936	(0.4)	(3.7)

TASI movement during session



TASI Ratios

P/E* (x)	23.6
Price-to-Book (x)	2.5
Dividend Yield (%)	1.7
Return on Equity (%)	20.1

Source: Argaam
*Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	6,041	3.6	9.5	22.8
Materials	7,642	1.0	4.1	19.6
Capital Goods	7,388	0.3	(2.1)	High
Commercial Service	4,573	0.6	2.9	Neg
Transportation	5,493	1.1	4.9	Neg
Consumer Durables	6,126	0.5	(3.5)	45.3
Consumer Services	5,085	1.8	9.6	Neg
Media	28,103	1.1	20.9	46.0
Retailing	10,119	1.1	2.8	38.1
Food & Staples	9,230	1.4	1.2	34.8
Food & Beverages	5,014	1.3	3.7	39.5
Healthcare	7,997	1.1	9.3	42.3
Pharma & Bio Tech	5,172	(0.8)	(0.4)	High
Banks	14,595	(0.2)	19.4	26.2
Diversified Financials	7,722	0.6	13.1	49.6
Insurance	6,433	0.2	7.4	High
Telecom	7,663	0.6	5.3	21.8
Utilities	6,587	1.4	11.0	9.5
REITs	4,725	(0.3)	2.5	Neg
Real Estate	3,246	1.3	2.4	Neg
Software & Services	29,895	1.2	4.3	High

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
12,469	12,328	12,268	7.46

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	21.0	524.1	844.6
Previous week	44.3	1,069.1	2,032.0

Top Weighted Companies

Company	Price	Change%
Al Rajhi	164.40	-2.1
SNB	72.50	0.6
Saudi Aramco	39.25	4.1
SABIC	121.00	1.5
STC	116.00	0.5



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi remained closed. Bahrain rose 0.2%, while Egypt, Kuwait, Qatar and Oman decreased 1.4%, 1.0%, 0.5% and 0.1%, respectively.
- US housing starts fell 4.1% to an annual rate of 1.638mn in January (consensus: 1.708mn), after rising 0.3% to the revised rate of 1.708mn in December. Building permits increased 0.7% to an annual rate of 1.899mn in January (consensus: 1.760mn) compared to a growth of 9.8% to a revised rate of 1.885mn in December. (Source: Econoday, RTT News)
- Eurozone's current account surplus decreased to EUR 23.0bn in December from EUR 24.0bn in the previous month. (Source: RTT News)
- Japan's manufacturing PMI declined to 52.9 in February from 55.4 in January. The decline was driven by the first reduction in output in five months and slower growth in new orders. The services PMI fell to 42.7 in February compared to 47.6 in previous month. (Source: RTT News)
- Japan's CPI rose 0.5% Y/Y in January (in line with consensus) as against 0.8% growth in December. On M/M basis, CPI was up 0.1% in January. Core CPI, that excludes volatile food prices, was up 0.2% Y/Y (consensus: 0.3% increase) compared to 0.5% a month earlier. (Source: Econoday, RTT News)

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	96.0	0.0	-0.5	0.4
Euro	1.1	0.0	0.8	-0.4
Japanese Yen	115.1	0.1	0.0	0.0
Sterling Pound	1.4	0.0	1.0	0.4
Chinese Yuan	6.3	0.0	-0.7	-0.5
Indian Rupee	74.9	0.3	0.3	0.7
UAE Dirham	3.7	0.0	0.0	0.0
Qatari Rial	3.7	0.0	-0.2	-0.6
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	0.0

Corporate Calendar

Date	Company	Event
23 rd Feb	ALSAGR INSURANCE	OGM
24 th Feb	ZAMIL INDUST	OGM
24 th Feb	Saudi Re	OGM
24 th Feb	Al Rajhi REIT	OGM
28 th Feb	BUPA ARABIA	OGM
28 th Feb	Advanced	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,309	-0.1	3.3	3.5	15.6
Abu Dhabi (ADX)	9,103	0.6	4.6	7.2	21.2
Kuwait (KSE)	6,316	-0.4	4.4	7.3	10.8
Qatar (QE)	12,691	0.2	1.5	9.2	16.3
Oman (MSM)	4,058	-0.6	-1.4	-1.7	10.2
Bahrain (BSE)	1,928	-0.2	6.6	7.3	8.9
Egypt (EGX30)	11,302	-1.7	-1.6	-5.4	7.1

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	33,597	-1.4	-4.4	-7.5	17.8
Nasdaq	13,871	-1.0	-7.1	-15.0	31.8
S&P 500	4,305	-1.0	-4.7	-9.7	22.3
FTSE 100	7,494	-0.3	0.4	1.5	15.4
Germany DAX 30	14,693	-2.3	-5.0	-7.5	14.2
France CAC 40	6,788	-2.0	-3.0	-5.1	16.8
Japan Nikkei 225	26,450	-2.5	-2.0	-8.1	15.1
Russia MOEX	3,085	-9.1	-12.6	-18.5	5.8
Hong Kong Hang Seng	23,520	-3.3	-1.2	0.5	9.5
South Korea KOSPI	2,707	-1.4	1.6	-9.1	11.8
China Shanghai Composite	3,457	-1.0	2.8	-5.0	14.9
Australia ASX 200	7,161	-0.8	2.7	-3.8	18.0
India Sensex	57,301	-0.9	-1.2	-1.6	24.7
MSCI EM	1,207	-2.0	-0.1	-2.1	13.4
MSCI World	2,950	-1.1	-3.6	-8.7	19.6

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	98.8	5.4	8.5	24.7
Brent Crude (\$/bbl)	96.8	3.5	6.2	24.5
Texas crude (\$/bbl)	92.4	1.4	4.8	22.8
Natural Gas (\$/mmbtu)	4.5	1.5	-7.7	26.5
Gold (\$/oz)	1,898.6	0.0	5.6	3.8
Silver (\$/oz)	24.1	0.8	7.3	3.5
Steel (\$/ton)	1,117.0	0.0	-4.1	-22.2
Iron Ore (CNY/MT)	724.5	-10.3	-9.6	5.9
Wheat (\$/bu)	852.5	6.0	11.3	10.1
Corn (\$/bu)	672.5	3.0	7.7	13.0
Sugar (\$/lb)	17.9	1.5	0.5	-3.8
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)	1.342	0.01	0.3	0.4
UAE (EIBOR)	0.609	-0.01	0.2	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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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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