



Major Economic News

- Saudi Arabia's imports from GCC nations rose 13.0% Y/Y to SAR 6.9bn in August. The UAE accounted for SAR 3.9bn, representing 57.0% of the Saudi's total imports. (Source: Argaam)

Major Corporate News

- Middle East Healthcare Co.'s board of directors recommended to increase capital through SAR 240.0mn rights issue. The proceeds will be utilized for implementing the company's strategic and operating plans and supporting upcoming activities. (Source: Argaam)
- Yamama Cement Co. signed a contract worth SAR 830.0mn with China's Sinoma Overseas Development Co. to transfer production line No. 7 from the old factory to a new one. (Source: Argaam)
- City Cement Co. signed a non-binding MoU with Umm Al-Qura Cement Co. to commence discussion on a share swap deal, wherein City Cement will acquire all issued shares in Umm Al-Qura Cement. (Source: Argaam)

Earnings update (Net Profit) (SAR mn)

Company	Q3-22	Q3-21	Y/Y %	Q2-22	Q/Q %
AYYAN	-16.8	4.6	NM	-11.6	NM
AWPT	28.1	22.3	25.9	26.3	6.8
SAIC	22.1	31.7	-30.2	27.3	-19.1
MIS	25.1	14.8	69.2	16.9	48.9
EQUIPMENT HOUSE	8.7	16.2	-46.3	16.4	-47.0
SAPTCO	1.3	-57.1	NM	-0.5	NM
JAZIRA TAKAFUL	10.3	5.4	91.6	6.4	59.5
SRMG	246.5	204.9	20.3	168.7	46.1
MEDGULF	-42.1	-23.4	NM	-75.5	NM
A.OTHAIM MARKET	744.6	44.9	NM	46.6	NM
ENAYA	-10.0	-12.8	NM	2.8	NM
TANMIAH	31.7	3.7	755.5	30.2	5.1
TAIBA	42.8	-38.4	NM	34.5	24.1
Sadara Sukuk	-1.2	0.7	NM	0.2	NM

Market Analysis

- The Saudi Stock Exchange increased 0.7% to 11,521.3 on Sunday. The value traded stood at SAR 4.0bn (down 18.3% over the previous day), while the advance-decline ratio stood at 156/46. The parallel market index increased 0.4% to 19,613.2 points. The value traded stood at SAR 24.4mn (up 9.5% over the previous day). Most sectors in the main market ended in the green. Media and Energy (up 3.2% and 1.6%, respectively) advanced the most; Pharma & Bio Tech and Healthcare (down 1.9% and 1.2%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
BURUJ	17.82	10.0
ATHEEB TELECOM	56.50	9.9
ALINMA TOKIO M	18.02	9.7
ENAYA	23.56	9.3
CHUBB	17.98	7.0

Top Losers

Company	Price	Change%
SAUDI GERMAN HEALT	30.00	-6.3
ALUJAIN	47.00	-4.0
BUPA ARABIA	184.80	-3.8
ALHAMMADI	45.00	-2.8
SGS	24.60	-2.8

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,521	11,609	11,508	0.7	2.1
NomuC	19,613	19,667	19,488	0.4	-24.5

TASI movement during session



TASI Ratios

P/E* (x)	19.1
Price-to-Book (x)	2.3
Dividend Yield (%)	2.3
Return on Equity (%)	27.8

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,877	1.6	6.6	13.6
Materials	6,657	1.0	-9.3	12.1
Capital Goods	6,249	0.8	-17.2	21.2
Commercial Service	3,789	1.6	-14.7	45.4
Transportation	4,795	-0.1	-8.4	High
Consumer Durables	5,038	1.2	-20.7	Neg
Consumer Services	4,058	0.0	-12.6	High
Media	23,903	3.2	2.8	26.3
Retailing	7,804	0.8	-20.7	21.7
Food & Staples	9,828	0.1	7.7	27.8
Food & Beverages	4,935	0.9	2.1	44.5
Healthcare	9,419	-1.2	28.8	46.1
Pharma & Bio Tech	3,338	-1.9	-35.7	Neg
Banks	12,999	0.6	6.4	19.1
Diversified Financial	7,650	0.5	12.0	8.4
Insurance	5,686	-0.6	-5.1	Neg
Telecom	6,903	0.2	-5.1	18.2
Utilities	8,087	0.5	36.3	16.1
REITs	4,122	-0.2	-10.6	22.8
Real Estate	2,856	0.3	-9.9	High
Software & Services	37,257	-0.5	30.0	35.6

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the October (bn)
11,538	11,688	11,672	5.44

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	4	113.7	255.00
Previous week	26.7	769.4	1,600.60

Top Weighted Companies

Company	Price	Change%
Al Rajhi	84.70	0.5
Saudi Aramco	34.85	1.6
SNB	58.60	1.0
SABIC	86.10	0.6
STC	39.35	0.3



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi remained closed. Qatar, Oman, and Kuwait increased 0.8%, 0.4%, and 0.3%, respectively. Meanwhile, Egypt and Bahrain declined 0.7% and 0.1%, respectively.
- US non-farm payroll declined to 261,000 in October (consensus: 210,000) as compared to upwardly revised 315,000 in September. The unemployment rate increased to 3.7% in October (consensus: 3.6%) from 3.5% in September. Private payrolls declined to 233,000 in October (consensus: 200,000) from an upwardly revised 319,000 in September (Source: Econoday)
- The Bank of England hiked Bank rate by 75bps to 3.0% in their November meeting (consensus: 3.0%) higher than the previous hike of 50bps to 2.25%. (Source: Econoday)
- Eurozone services PMI came in at 48.6 in October (consensus: 48.2) as compared to 48.8 in September. Composite PMI fell to 47.3 in October (consensus: 47.1) versus 48.1 in September. (Source: RTT news).
- China's outbound shipments fell 0.3% Y/Y in October (consensus: rise by 4.3% Y/Y) versus 5.7% Y/Y gain in September. Inbound shipments fell 0.7% Y/Y (consensus: rise of 0.1% Y/Y) versus 0.3% Y/Y gain in September. (Source: Reuters)

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	110.88	0.0	-0.6	15.9
Euro	1.00	0.0	0.8	-12.4
Japanese Yen	146.62	0.0	-1.4	27.4
Sterling Pound	1.14	0.0	-0.8	-15.9
Chinese Yuan	7.19	0.0	-2.0	13.0
Indian Rupee	82.44	0.0	-0.4	10.9
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.68	0.0	-0.2	0.1
Kuwaiti Dinar	0.31	0.0	0.2	2.6
Omani Rial	0.38	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	0.0	0.0
Egyptian Pound	24.26	0.0	0.4	54.3

Corporate Calendar

Date	Company	Event
10 th Nov	SISCO	EGM
10 th Nov	MOBI	EGM
13 th Nov	DERAYAH REIT	Cash Dividend Distribution
14 th Nov	SULAIMAN ALHABIB	Cash Dividend Distribution
15 th Nov	Ladun	Cash Dividend Distribution
20 th Nov	TECO	EGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,350	0.0	0.6	4.8	9.8
Abu Dhabi (ADX)	10,482	0.0	0.7	23.5	19.4
Kuwait (KSE)	5,549	0.3	1.1	-5.7	8.7
Qatar (QE)	12,407	0.8	-0.1	6.7	13.7
Oman (MSM)	4,418	0.4	1.2	7.0	11.9
Bahrain (BSE)	1,861	-0.1	-0.2	3.5	7.1
Egypt (EGX30)	11,179	-0.7	-1.7	-6.4	5.8

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	32,403	0.0	-1.0	-10.8	18.6
Nasdaq	10,857	0.0	-4.8	-33.5	22.5
S&P 500	3,771	0.0	-2.6	-20.9	18.2
FTSE 100	7,335	0.0	3.4	-0.7	13.6
Germany DAX 30	13,460	0.0	1.6	-15.3	12.8
France CAC 40	6,416	0.0	2.4	-10.3	13.1
Japan Nikkei 225	27,200	0.0	-1.4	-5.5	26.8
Russia MOEX	2,156	0.0	-0.5	-43.1	3.7
Hong Kong Hang Seng	16,161	0.0	10.0	-30.9	6.3
South Korea KOSPI	2,348	0.0	2.4	-21.1	10.6
China Shanghai Composite	3,071	0.0	6.1	-15.6	13.7
Australia ASX 200	6,892	0.0	0.4	-7.4	14.2
India Sensex	60,950	0.0	0.3	4.6	22.9
MSCI EM	885	0.0	4.3	-28.2	10.0
MSCI World	2,507	0.0	-1.6	-22.4	16.1

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	99.62	0.0	4.2	25.8
Brent Crude (\$/bbl)	98.57	0.0	3.9	24.3
Texas crude (\$/bbl)	92.61	0.0	7.0	20.3
Natural Gas (\$/mmbtu)	6.40	0.0	0.7	64.5
Gold (\$/oz)	1,681.87	0.0	3.0	-7.3
Silver (\$/oz)	20.86	0.0	8.8	-9.5
Steel (\$/ton)	678.00	0.0	-4.9	-52.5
Iron Ore (CNY/MT)	669.50	0.0	0.8	-2.4
Wheat (\$/bu)	847.75	0.0	-3.9	8.8
Corn (\$/bu)	681.00	0.0	-1.5	24.8
Sugar (\$/lb)	18.71	0.0	4.1	2.5
SMP* (EUR/MT)	3,200.00	0.0	-0.8	-4.9

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	4.86	1.9	9.9	415.4
KSA (SAIBOR 3M)	5.56	-3.9	-3.5	465.8
KSA (SAIBOR 6M)	5.83	-4.5	-0.5	484.8
KSA (SAIBOR 12M)	6.28	0.6	1.6	521.8
USD (LIBOR 3M)	4.55	0.0	9.0	433.6
UAE (EIBOR 3M)	4.29	0.0	6.2	392.8

Data Sources: Tadawul, Bloomberg, Reuters
Closes as of November 06, 2022



Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	11,521
Short-term view	Cautious
52 weeks high/low	13,949 - 10,600

Market data

Exchange Market Cap. (SARbn)	10,660.4
Value (SARmn)	4,003.7
Volume (mn)	113.7
Number of Transactions	255,032
Market Breadth	156 : 46

Key statistics

1D return %	0.72%
WTD return %	0.72%
QTD return	1.02%
YTD return	2.12%
ADT vol. 3M* (mn)	150.0
ADT val. 3M (SARmn)	5,778.4

ADT stands for Average Daily Traded *

TASI market commentary

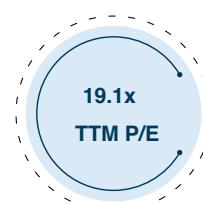
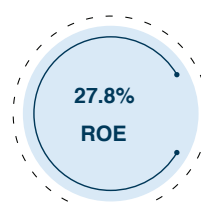
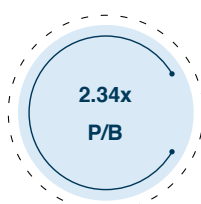
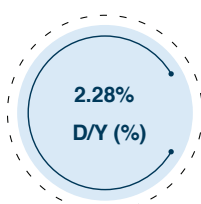
- The TASI rose on Sunday, driven by gains in index heavyweights like Materials (+1.0% D/D) and Banks (+0.60% D/D) stocks. At close, the Saudi market ended the day with a gain of +0.72% at 11,521. In terms of activity, total volumes and value traded were ~114mn and ~SAR 4.0bn respectively. The advance-decline ratio came in at 156/46.

Technical outlook

- The TASI rose more than 82 points to close the trading session above the 11,500 mark. The index opened gap up and tagged an intraday high near 11,610, but failed to cling on to it and later slid lower, surrendering some of its gains on the back of profit-booking. Moreover, the index continues to remain weak below its support of the ascending trendline, and below both the 10-day and 20-day moving averages. However, the RSI line is moving on the upside, showing signs of a shift in momentum, indicating signs of a possible short reversal. Meanwhile, the index has immediate resistance near 11,620, followed by the 11,690 level. On the flip side, the index has strong support near 11,420, however, any breach below this level may witness further profit booking and the index may head lower to test the 11,330 level.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,330	11,380	11,440	11,520	11,620	11,690	11,750



Source: Bloomberg, Argaam

TASI daily chart

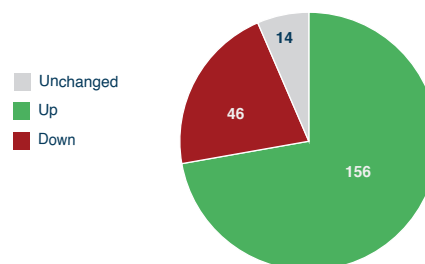


Source: Tradingview, Tadawul, AlJazira Capital

Our view



Market depth



SAUDI MARKET - TOP PICKS FOR THE WEEK

Ticker	Company	Close*	Buy range	Sell	Stop loss
--------	---------	--------	-----------	------	-----------

No stocks recommendations due to market volatility

* As of 7th November 2022

© All rights reserved

Head of Sell-Side Research

Jassim Al-Jubran

+966 11 2256248

j.aljabran@aljaziracapital.com.sa

Candlestick: A candlestick (candle) is a type of price chart used to display the high, low, opening, and closing prices of a security for the period under consideration.

Support: This is the price level at which demand is strong enough to avoid any further price decline.

Resistance: This is the price level at which supply is strong enough to stop any further price increase.

Pattern/formation: This is a plot of a security's price activity over a certain period that can be used to identify potential trends, reversal of trends, price targets, entry and exit points, etc. There are various formations – such as head & shoulders, triangles, flags, etc.

Simple moving average: A simple moving average is formed by computing the average price of a security over a specific number of periods. Moving averages are based on closing prices.

Relative strength index (RSI): RSI is a momentum indicator that compares a security's price gains to its losses for a predetermined number of periods (generally, 14 periods are used). The RSI attempts to point out how security, in relative terms, is in the overbought/oversold zone.

Moving average convergence/divergence (MACD): MACD is a trading indicator that shows changes in the strength, direction, momentum, and duration of a trend in a stock's price through a collection of three- time series calculated from historical closing prices.

Fibonacci retracements: These are horizontal lines that indicate the expected areas of support/resistance for a security based on a predetermined price movement. These are usually indicated by Fibonacci ratios of 23.6%, 38.2%, 50.0%, 61.8%, and 100% from that movement.

Disclaimer

The purpose of producing this report is to present a general view on the company/economic sector/economic subject under research, and not to recommend a buy/sell/hold for any security or any other assets. Based on that, this report does not take into consideration the specific financial position of every investor and/or his/her risk appetite in relation to investing in the security or any other assets, and hence, may not be suitable for all clients depending on their financial position and their ability and willingness to undertake risks. It is advised that every potential investor seek professional advice from several sources concerning investment decision and should study the impact of such decisions on his/her financial/legal/tax position and other concerns before getting into such investments or liquidate them partially or fully. The market of stocks, bonds, macroeconomic or microeconomic variables are of a volatile nature and could witness sudden changes without any prior warning, therefore, the investor in securities or other assets might face some unexpected risks and fluctuations. All the information, views and expectations and fair values or target prices contained in this report have been compiled or arrived at by Al-Jazira Capital from sources believed to be reliable, but Al-Jazira Capital has not independently verified the contents obtained from these sources and such information may be condensed or incomplete. Accordingly, no representation or warranty, express or implied, is made as to, and no reliance should be placed on the fairness, accuracy, completeness or correctness of the information and opinions contained in this report. Al-Jazira Capital shall not be liable for any loss as that may arise from the use of this report or its contents or otherwise arising in connection therewith. The past performance of any investment is not an indicator of future performance. Any financial projections, fair value estimates or price targets and statements regarding future prospects contained in this document may not be realized. The value of the security or any other assets or the return from them might increase or decrease. Any change in currency rates may have a positive or negative impact on the value/return on the stock or securities mentioned in the report. The investor might get an amount less than the amount invested in some cases. Some stocks or securities maybe, by nature, of low volume/trades or may become like that unexpectedly in special circumstances and this might increase the risk on the investor. Some fees might be levied on some investments in securities. This report has been written by professional employees in Al-Jazira Capital, and they undertake that neither them, nor their wives or children hold positions directly in any listed shares or securities contained in this report during the time of publication of this report, however, The authors and/or their wives/children of this document may own securities in funds open to the public that invest in the securities mentioned in this document as part of a diversified portfolio over which they have no discretion. This report has been produced independently and separately by the Research Division at Al-Jazira Capital and no party (in-house or outside) who might have interest whether direct or indirect have seen the contents of this report before its publishing, except for those whom corporate positions allow them to do so, and/or third-party persons/institutions who signed a non-disclosure agreement with Al-Jazira Capital. Funds managed by Al-Jazira Capital and its subsidiaries for third parties may own the securities that are the subject of this document. Al-Jazira Capital or its subsidiaries may own securities in one or more of the aforementioned companies, and/or indirectly through funds managed by third parties. The Investment Banking division of Al-Jazira Capital maybe in the process of soliciting or executing fee earning mandates for companies that is either the subject of this document or is mentioned in this document. One or more of Al-Jazira Capital board members or executive managers could be also a board member or member of the executive management at the company or companies mentioned in this report, or their associated companies. No part of this report may be reproduced whether inside or outside the Kingdom of Saudi Arabia without the written permission of Al-Jazira Capital. Persons who receive this report should make themselves aware, of and adhere to, any such restrictions. By accepting this report, the recipient agrees to be bound by the foregoing limitations.