

Major Economic News

- Saudi Arabia's PIF has joined the consortium led by private equity groups such as KKR and Global Infrastructure Partners to buy stake in Vodafone's tower business for EUR 14.8bn. (Source: Argaam)

Major Corporate News

- Bank AlJazira signed two contracts with AlJazira Takaful Taawuni Co., to provide group insurance coverage for personal and mortgage loans for its customers at a value of SAR 21.7mn and SAR 27.4mn, respectively. (Source: Argaam)
- Arabian International Healthcare Holding Co. completed the repurchase of 210,000 shares for the employees' Long-Term Incentive Program. The buyback was at a value of SAR 8.1mn at an average price of SAR 38.5 per share. (Source: Argaam)
- Arabian Plastic Industrial Co. signed a 20-year land lease agreement with the Saudi Authority for Industrial Cities and Technology Zones for an annual lease value of SAR 68,541 or SAR 1.4mn in total. (Source: Argaam)
- Jarir Marketing's board of directors declared a 22.5% cash dividend at SAR 2.25 per share for Q3-22. For 9M-22, Jarir has distributed total dividend of SAR 690.0mn. (Source: Argaam)

Earnings update (Net Profit) (SAR mn)

Company	Q3-22	Q3-21	Y/Y %	Q2-22	Q/Q %
JABAL OMAR	153.1	-270.0	NM	-128.6	NM
SHARQIYAH DEV	-0.7	-0.8	NM	-0.4	NM
NASEEJ	-1.7	-11.6	NM	5.5	NM
MESC	0.3	-9.1	NM	-11.8	NM
FARM SUPERSTORES	4.5	3.5	29.3	5.4	-16.0
KINGDOM	354.8	108.7	226.4	427.1	-16.9
NGC	0.5	6.0	-91.0	1.7	-67.7
ALKHALEEJ TRNG	9.2	7.9	16.4	6.1	51.1

Market Analysis

- The Saudi Stock Exchange decreased 0.7% to 11,407.2. The value traded stood at SAR 4.8bn (down 19.4% over previous day), while the advance-decline ratio stood at 74/132. The parallel market index decreased 0.1% to 19,229.6 points. The value traded stood at SAR 10.3mn (down 45.9% over previous day). Most sectors in the main market ended in the red. Retailing and Capital Goods (up 0.4% each) advanced the most; Utilities and Consumer Durables (down 3.0% and 2.1%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
AMIANIT	38.60	7.8
RAYDAN	27.00	7.1
ENAYA	18.42	7.1
APC	38.60	5.8
ALJOUF	45.00	4.8

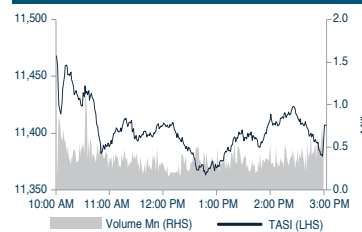
Top Losers

Company	Price	Change%
ANAAM HOLDING	25.15	-4.4
ACWA POWER	154.60	-4.2
RED SEA	28.90	-4.2
MEPCO	43.45	-3.8
SAUDI KAYAN	11.76	-3.5

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,407	11,468	11,359	-0.7	1.1
NomuC	19,230	19,268	18,950	-0.1	-26

TASI movement during session



TASI Ratios

P/E* (x)	18.7
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	5,782	-1.7	4.8	13.4
Materials	6,511	-0.8	-11.3	11.9
Capital Goods	6,117	0.4	-18.9	20.7
Commercial Service	3,723	0.3	-16.2	44.7
Transportation	4,779	-0.4	-8.7	High
Consumer Durables	4,803	-2.1	-24.4	Neg
Consumer Services	4,072	-0.2	-12.3	High
Media	23,698	0.4	1.9	26.2
Retailing	7,782	0.4	-21.0	21.6
Food & Staples	9,633	-1.1	5.6	27
Food & Beverages	4,974	-0.3	2.9	44.9
Healthcare	8,938	-1.5	22.2	44.3
Pharma & Bio Tech	3,305	-1.2	-36.3	Neg
Banks	13,096	-0.2	7.2	19.2
Diversified Financial	7,342	-1.3	7.5	7.9
Insurance	5,560	-0.4	-7.2	Neg
Telecom	6,829	-0.2	-6.2	18
Utilities	7,538	-3.0	27.0	15.3
REITs	4,101	-0.1	-11.1	22.7
Real Estate	2,809	-0.1	-11.4	High
Software & Services	35,343	-1.9	23.3	34

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for November (bn)
11,491	11,552	11,667	5.57

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	21.2	522.8	1,340.10
Previous week	26.7	769.4	1,600.60

Top Weighted Companies

Company	Price	Change%
Al Rajhi	85.30	-0.1
Saudi Aramco	34.30	-1.7
SNB	57.20	-1.0
SABIC	84.30	-1.1
STC	38.80	0.0

Regional and International Markets

- Among other regional markets, Dubai remained flat, while Abu Dhabi increased 0.2%. Egypt and Kuwait increased 4.6% and 1.2%, respectively, while Qatar and Oman rose 0.2% each. Meanwhile, Bahrain remained flat.
- According to EIA, oil inventories in the US increased 2.9mn barrels (prior: down 3.1mn) to 440.8mn in the week ended November 4. Gasoline inventories decreased 0.9mn barrels (prior: down 1.3mn) to 205.7mn, while distillate inventories decreased 0.5mn barrels (prior: up 0.4mn) to 106.3mn. (Source: EIA, Econoday)
- US wholesale inventories inched up 0.6% M/M in September (consensus: 0.8% M/M) versus upwardly revised 1.4% M/M in August. (Source: Econoday)
- The European Commission proposed to modify the EU's fiscal rules so that governments would discuss debt reduction paths of a length linked to reforms and investments, but some countries including Germany remained sceptical. (Source: Reuters)
- Oil prices declined 2.8%, after data revealed that US oil inventories increased unpredictably and on concerns that China's COVID cases would weigh on demand.
- Gold prices fell 0.3%, as US dollar strengthened while investors awaited key US inflation data.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	110.55	0.8	-0.9	15.6
Euro	1.00	-0.6	1.3	-12.0
Japanese Yen	146.47	0.5	-1.5	27.3
Sterling Pound	1.14	-1.6	-1.0	-16.1
Chinese Yuan	7.27	0.6	-0.8	14.4
Indian Rupee	81.43	-0.6	-1.6	9.5
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.68	0.0	-0.3	0.1
Kuwaiti Dinar	0.31	0.0	-0.2	2.2
Omani Rial	0.38	0.1	-0.1	-0.1
Bahraini Dinar	0.38	0.0	0.0	0.0
Egyptian Pound	24.37	0.1	0.9	55.1

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)	3,385	0.0	1.6	5.9	9.8
Abu Dhabi (ADX)	10,618	0.2	2.0	25.1	19.3
Kuwait (KSE)	5,600	1.2	2.0	-4.9	8.9
Qatar (QE)	12,664	0.2	2.0	8.9	14.1
Oman (MSM)	4,428	0.2	1.4	7.2	11.9
Bahrain (BSE)	1,865	0.0	0.0	3.8	7.1
Egypt (EGX30)	11,782	4.6	3.6	-1.4	5.7

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	32,514	-2.0	-0.7	-10.5	18.7
Nasdaq	10,798	-2.4	-5.3	-33.8	22.6
S&P 500	3,749	-2.1	-3.2	-21.4	18.1
FTSE 100	7,296	-0.1	2.8	-1.2	13.6
Germany DAX 30	13,666	-0.2	3.1	-14.0	12.8
France CAC 40	6,431	-0.2	2.6	-10.1	13.2
Japan Nikkei 225	27,716	-0.6	0.5	-3.7	26.5
Russia MOEX	2,167	-1.8	-0.0	-42.8	3.7
Hong Kong Hang Seng	16,359	-1.2	11.4	-30.1	6.1
South Korea KOSPI	2,424	1.1	5.7	-18.6	10.9
China Shanghai Composite	3,048	-0.5	5.3	-16.3	13.5
Australia ASX 200	6,999	0.6	2.0	-6.0	14.1
India Sensex	61,034	-0.2	0.5	4.8	22.8
MSCI EM	900	0.0	6.1	-26.9	10.2
MSCI World	2,510	-1.8	-1.5	-22.3	16.2

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	96.44	-2.2	0.8	21.8
Brent Crude (\$/bbl)	92.65	-2.8	-2.3	16.8
Texas crude (\$/bbl)	85.83	-3.5	-0.8	11.5
Natural Gas (\$/mmbtu)	5.87	-4.4	-7.7	50.7
Gold (\$/oz)	1,706.74	-0.3	4.5	-5.9
Silver (\$/oz)	21.05	-1.4	9.9	-8.6
Steel (\$/ton)	664.00	0.0	-6.9	-53.5
Iron Ore (CNY/MT)	669.50	0.0	0.8	-2.4
Wheat (\$/bu)	806.50	-2.6	-8.6	3.5
Corn (\$/bu)	664.50	-0.4	-3.9	21.8
Sugar (\$/lb)	19.38	2.0	7.8	6.1
SMP* (EUR/MT)	3,043.00	-4.9	-5.6	-9.6

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	4.83	-1.7	6.7	412.2
KSA (SAIBOR 3M)	5.71	7.2	11.3	480.6
KSA (SAIBOR 6M)	5.87	0.9	3.5	488.8
KSA (SAIBOR 12M)	6.42	16.2	15.7	535.8
USD (LIBOR 3M)	4.56	0.0	9.7	434.3
UAE (EIBOR 3M)	4.08	0.1	-15.4	371.2

Data Sources: Tadawul, Bloomberg, Reuters
Closes as of November 9, 2022

Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	11,407
Short-term view	Cautious
52 weeks high/low	13,949 - 10,600

Market data

Exchange Market Cap. (SARbn)	10,507.8
Value (SARmn)	4,779.7
Volume (mn)	120.0
Number of Transactions	318,493
Market Breadth	74 : 132

Key statistics

1D return %	-0.69%
WTD return %	-0.28%
QTD return	0.02%
YTD return	1.11%
ADT vol. 3M* (mn)	149.3
ADT val. 3M (SARmn)	5,767.2

ADT stands for Average Daily Traded *

TASI market commentary

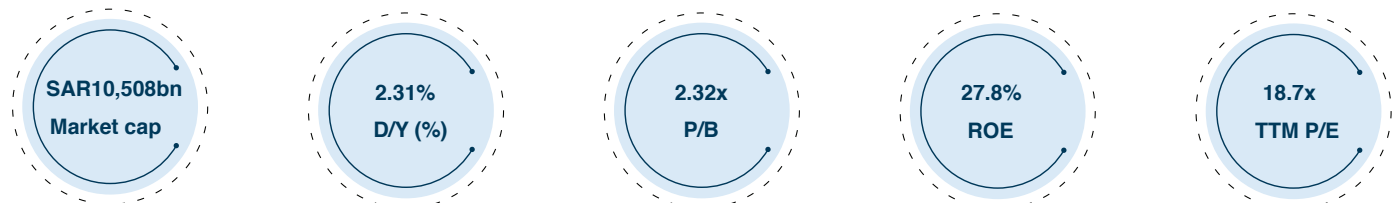
- The TASI continued to decline for the second consecutive day on Wednesday, primarily driven by weakness in Index heavyweights Materials (-0.8% D/D) stocks amid lower oil prices. At close, the Saudi market ended the day with a decline of -0.69% at 11,407. In terms of activity, total volumes and value traded were ~120mn and ~SAR 4.8bn respectively. The advance-decline ratio came in at 74/132.

Technical outlook

- The TASI declined more than 79 points and closed the trading session of the day near the 11,407 mark. The index opened gap down on Wednesday and after hitting an intraday high near 11,468, slipped lower on the back of heavy profit-taking. Moreover, the index failed to penetrate its near resistance at 11,480 and closed at a low point, as the bears took charge over the bulls. Furthermore, the MACD line is moving lower into the negative territory, indicating a possibility of further profit-taking. 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, indicating a cautious status. Meanwhile, the index has strong support near 11,330, however, any breach below this level may witness further profit booking and the index may head lower to test the 11,220 level. On the flip side, the index has immediate resistance near 11,480, followed by the 11,590 level.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11.640	11.590	11.480	11.400	11.330	11.220	11.170



Source: Bloomberg, Argaam

TASI daily chart

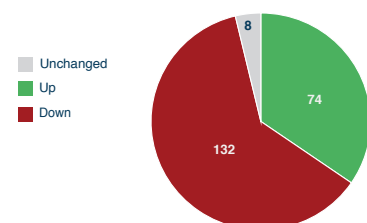


Source: Tradingview, Tadawul, AlJazira Capital

Our view



Market depth



SAUDI MARKET - TOP PICKS FOR THE WEEK

Ticker	Company	Close*	Buy range	Sell	Stop loss
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No stocks recommendations due to market volatility

* As of 10th November 2022

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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.

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