

Major Economic News

- The Ministry of Environment, Water and Agriculture announced that Saudi Arabia's strategy has more than 65 initiatives and investments of up to USD 20.0bn over the next eight years. (Source: Argaam)

Major Corporate News

- The Public Investment Fund (PIF) completed the book-building process for institutional investors regarding 10% stake sale in Saudi Tadawul Group Holding Co. The final offer price was set at SAR 191.0 per share. PIF's ownership will be 60.0% of Tadawul Group's capital after the offering. (Source: Argaam)
- Saudi Agricultural and Livestock Investment Co., which is a wholly owned subsidiary of the PIF acquired 9.2% stake in India's LT Foods equivalent to SAR 208.0mn. (Source: Argaam)
- Al-Jouf Mineral Water Bottling Co.'s request to increase its capital by 50.0% through a one-for-two bonus share distribution was approved by the CMA. Consequently, the company's capital will increase from SAR 31.3mn to SAR 46.9mn. (Source: Argaam)
- Stc signed a binding offer with Arabian Internet and Communications Services Co. (Solutions) to sell entire 49.0% stake in Contract Center Co. for cash consideration. The total enterprise value equates to SAR 450.0mn. Source: Argaam)

Earnings update (Net Profit) (SAR mn)

Company	Q3-22	Q3-21	Y/Y %	Q2-22	Q/Q %
SAUDI CABLE	-34.9	-46.6	NM	-44.5	-21.5
NAQI	15.0	24.1	-38.0	21.3	-29.8
NBM	18.4	28.1	-34.7	15.9	15.8
BATIC	-12.8	0.5	NM	-12.7	NM
ANAAM HOLDING	7.2	-2.6	NM	-1.8	NM
FITAH GROUP	-20.8	6.9	NM	9.2	NM
ALBABTAIN	19.0	11.6	63.8	10.5	80.5
TECO	-1.4	0.1	NM	0.1	NM

Market Analysis

- The Saudi Stock Exchange decreased 1.7% to 11,211.7 on Thursday. The value traded stood at SAR 4.8bn (up 0.1% over the previous day), while the advance-decline ratio stood at 17/194. The parallel market index decreased 1.7% to 18,908.5 points. The value traded stood at SAR 12.3mn (up 19.7% over the previous day). All sectors in the main market ended in the red. Media and Insurance (down 3.2% each) led the laggards.

Top Gainers

Company	Price	Change%
AMIANITIT	42.45	10.0
ARABIAN DRILLING	126.40	4.3
KINGDOM	8.00	2.4
ALAMAR	142.60	1.9
AI RAJHI REIT	10.04	1.2

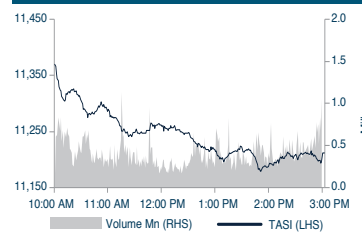
Top Losers

Company	Price	Change%
ATHEEB TELECOM	56.70	-9.9
ALSAGR INSURANCE	15.30	-7.3
NCLE	59.80	-6.0
GACO	21.60	-5.7
SHAKER	19.06	-5.5

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,212	11,370	11,179	-1.7	-0.6
NomuC	18,909	19,206	18,881	-1.7	-27.2

TASI movement during session



TASI Ratios

P/E* (x)	18.3
Price-to-Book (x)	2.3
Dividend Yield (%)	2.4
Return on Equity (%)	27.9

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,758	-0.4	4.4	13.3
Materials	6,388	-1.9	-13.0	11.7
Capital Goods	5,967	-2.4	-20.9	20.1
Commercial Service	3,663	-1.6	-17.6	44
Transportation	4,750	-0.6	-9.3	High
Consumer Durables	4,694	-2.3	-26.1	Neg
Consumer Services	4,029	-1.0	-13.2	High
Media	22,939	-3.2	-1.4	25.4
Retailing	7,630	-2.0	-22.5	21.1
Food & Staples	9,591	-0.4	5.1	26.8
Food & Beverages	4,906	-1.4	1.4	44.4
Healthcare	8,788	-1.7	20.1	43.4
Pharma & Bio Tech	3,230	-2.3	-37.8	Neg
Banks	12,841	-1.9	5.1	18.8
Diversified Financial	7,293	-0.7	6.8	7.9
Insurance	5,382	-3.2	-10.1	Neg
Telecom	6,719	-1.6	-7.7	17.7
Utilities	7,313	-3.0	23.2	14.8
REITs	4,073	-0.7	-11.7	22.5
Real Estate	2,754	-1.9	-13.1	High
Software & Services	34,235	-3.1	19.5	32.8

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for November (bn)
11,445	11,503	11,657	5.47

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	-	-	-
Previous week	26	651.9	1,679.40

Top Weighted Companies

Company	Price	Change%
Al Rajhi	84.10	-1.4
Saudi Aramco	34.20	-0.3
SNB	54.90	-4.0
SABIC	83.90	-0.5
STC	38.30	-1.3

Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi increased 0.7% and 0.1%, respectively. Kuwait and Bahrain increased 0.1% each, while Qatar and Egypt declined 0.8% and 0.2%, respectively. Meanwhile, Oman remained flat.
- US CPI slowed to 7.7% Y/Y in October (consensus: 8.0% Y/Y) versus an increase of 8.2% Y/Y in September. Core inflation rose 6.3% Y/Y in October from a 6.6% rise in September. (Source: RTT news).
- According to Baker Hughes, North America's rig count remained unchanged at 979 in the week ended November 10. The rig count increased to 779 in the US from 770 earlier and increased to 16 from 13 earlier in the Gulf of Mexico. The rig count in Canada decreased to 200 from 209 in the week earlier. (Source: Baker Hughes)
- US initial jobless claims increased to 225,000 (consensus: 220,000) in the week ended November 5, representing an increase of 7,000 from the previous week's revised level of 218,000. (Source: RTT news)
- Oil increased 2.5%, as China eased some stringent COVID-19 curbs raising prospects for improved economic activity.
- Gold prices rose 0.9%, as signals of cooling inflation supported hopes that US Federal Reserve would be less hawkish in hiking interest rates going forward.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	106.29	-1.8	-4.7	11.1
Euro	1.03	1.4	4.7	-9.0
Japanese Yen	138.81	-1.5	-6.7	20.6
Sterling Pound	1.18	1.0	3.1	-12.6
Chinese Yuan	7.09	-0.8	-3.3	11.6
Indian Rupee	80.81	-1.2	-2.4	8.7
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.67	0.0	-0.4	-0.1
Kuwaiti Dinar	0.31	-0.6	-0.7	1.6
Omani Rial	0.38	0.1	0.0	0.0
Bahraini Dinar	0.38	0.0	0.0	0.0
Egyptian Pound	24.38	-0.2	0.9	55.1

Corporate Calendar

Date	Company	Event
13 th Nov	DERAYAH REIT	Cash Dividend Distribution
14 th Nov	SULAIMAN ALHABIB	Cash Dividend Distribution
15 th Nov	Ladun	Cash Dividend Distribution
16 th Nov	RAOOM	Cash Dividend Distribution
16 th Nov	RAOOM	Cash Dividend Distribution
20 th Nov	AICC	EGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,407	0.7	2.3	6.6	9.3
Abu Dhabi (ADX)	10,630	0.1	2.1	25.2	19
Kuwait (KSE)	5,604	0.1	2.1	-4.8	9.2
Qatar (QE)	12,557	-0.8	1.2	8.0	14
Oman (MSM)	4,428	0.0	1.4	7.2	12
Bahrain (BSE)	1,866	0.1	0.1	3.8	7.1
Egypt (EGX30)	11,757	-0.2	3.4	-1.6	5.9

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	33,748	0.1	3.1	-7.1	19.4
Nasdaq	11,817	1.8	3.6	-27.6	24.7
S&P 500	3,993	0.9	3.1	-16.2	19.3
FTSE 100	7,318	-0.8	3.2	-0.9	13.4
Germany DAX 30	14,225	0.6	7.3	-10.5	13.4
France CAC 40	6,595	0.6	5.2	-7.8	13.7
Japan Nikkei 225	28,264	3.0	2.5	-1.8	18.9
Russia MOEX	2,217	0.3	2.3	-41.5	3.8
Hong Kong Hang Seng	17,326	7.7	18.0	-26.0	6.6
South Korea KOSPI	2,483	3.4	8.3	-16.6	11.7
China Shanghai Composite	3,087	1.7	6.7	-15.2	13.8
Australia ASX 200	7,158	2.8	4.3	-3.9	14.5
India Sensex	61,795	1.9	1.7	6.1	23.2
MSCI EM	936	5.2	10.3	-24.0	10.6
MSCI World	2,674	1.4	5.0	-17.3	17.1

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	97.22	4.0	1.7	22.8
Brent Crude (\$/bbl)	95.99	2.5	1.2	21.0
Texas crude (\$/bbl)	88.96	2.9	2.8	15.5
Natural Gas (\$/mmbtu)	5.88	-5.8	-7.5	51.1
Gold (\$/oz)	1,771.24	0.9	8.4	-2.4
Silver (\$/oz)	21.70	0.1	13.3	-5.8
Steel (\$/ton)	662.00	0.6	-7.2	-53.6
Iron Ore (CNY/MT)	669.50	0.0	0.8	-2.4
Wheat (\$/bu)	835.25	1.2	-5.3	7.2
Corn (\$/bu)	663.00	0.5	-4.1	21.5
Sugar (\$/lb)	19.64	1.2	9.3	7.6
SMP* (EUR/MT)	3,125.00	2.7	-3.1	-7.1

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.04	0.0	27.6	433.1
KSA (SAIBOR 3M)	5.82	0.0	22.6	491.9
KSA (SAIBOR 6M)	5.85	0.0	1.5	486.9
KSA (SAIBOR 12M)	6.44	0.0	18.0	538.2
USD (LIBOR 3M)	4.61	-4.4	14.6	439.2
UAE (EIBOR 3M)	4.36	10.9	12.5	399.1

Data Sources: Tadawul, Bloomberg, Reuters
Closes as of November 11, 2022



Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	11,212
Short-term view	Cautious
52 weeks high/low	13,949 - 10,600

Market data

Exchange Market Cap. (SARbn)	10,428.5
Value (SARmn)	4,786.3
Volume (mn)	129.2
Number of Transactions	339,258
Market Breadth	17 : 194

Key statistics

1D return %	-1.71%
WTD return %	-1.99%
QTD return	-1.70%
YTD return	-0.62%
ADT vol. 3M* (mn)	148.7
ADT val. 3M (SARmn)	5,725.9

ADT stands for Average Daily Traded *

TASI market commentary

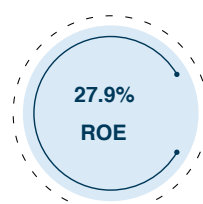
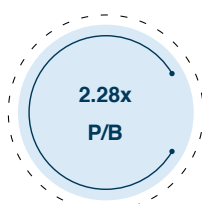
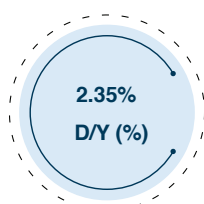
- The TASI fell on Thursday, primarily driven by weakness in Index heavyweights Banks (-1.95% D/D) and Materials (-1.88 % DD) stocks. At close, the Saudi market ended the day with a decline of -1.71% at 11,212. In terms of activity, total volumes and value traded were ~129mn and ~SAR 4.8bn respectively. The advance-decline ratio came in at 17/194.

Technical outlook

- The TASI continued its decline for the third consecutive session on Thursday and fell around 195 points to close the last trading session of the week near the 11,200 mark. The index opened gap down on Thursday and continued to drift lower throughout the day, as bears were under complete control. Moreover, the index breached below its important support near the 11,330 level and also failed to closed above it showing signs of further profit booking. Furthermore, the RSI line is moving down towards the negative territory. However, the index may witness a short rebound and might try to test the previous bottom near 11,330 before showing another dip. Meanwhile, the index has strong resistance near 11,330, above which it can test the 11,400 level. On the flip side, the index has immediate support near 11,100, any penetration below it could drag the index further lower to test the 10,900 level.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
10,863	10,909	11,096	11,331	11,389	11,503	11,656



Source: Bloomberg, Argaam

TASI daily chart

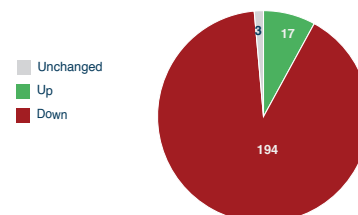


Source: Tradingview, Tadawul, AlJazira Capital

Our view



Market depth



SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	Close*	Buy range	Target	Stop loss
6014	Alamar Foods Co.	142.60	142.40-142.60	144.00	141.20
4001	Abdullah Al Othaim Markets Co.	117.80	117.70-117.90	118.90	116.70
2381	Arabian Drilling Co.	126.40	126.20-126.40	127.70	125.10
4260	United International Transportation Co.	46.90	46.75-46.90	47.30	46.50
2210	Nama Chemicals Co.	40.95	40.80-40.95	41.30	40.60
2010	Saudi Basic Industries Corp.	83.90	83.70-83.90	84.65	83.15

* As of 10th November 2022

* Note – Stop loss is based on an intraday basis

CHARTS OF THE DAY

Technical observations

ALAMAR penetrated above its resistance line on Thursday. Moreover, all technical indicators look bullish.

Alamar Foods Co. (ALAMAR)



Source: Tradingview, AlJazira Capital

Technical observations

OTHAIM MARKETS developed a large bullish candle on Thursday. Moreover, all technical indicators support this positive view.

Abdullah Al Othaim Markets Co. (A. OTHAIM MARKETS)



Source: Tradingview, AlJazira Capital

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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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