

## Major Economic News

- Saudi Arabia's inflation rate eased slightly to 3.0% Y/Y in October as compared to 3.1% Y/Y rise in September. The increase in the CPI was mainly attributed to a 4.4% Y/Y rise in food and beverage prices, in addition to a 3.3% increase in housing, water, electricity, gas & other fuels prices. (Source: Argaam)
- Debt issuances in the Saudi market reached SAR 107.0bn in Q1-22, a twofold increase compared to Q1-21. (Source: Argaam)
- Foreign direct investment inflows to Saudi Arabia dropped 85.0% Y/Y to SAR 7.9bn in Q2-22. The decline was attributed to closing the deal of Saudi Aramco in Q1-21, worth SAR 47.0bn. (Source: Argaam)

## Major Corporate News

- AlSaif Stores for Development and Investment Co. issued the prospectus to list 10.5mn shares on Tadawul. The offering represents 30.0% stake if the company's share capital reaching 35.0mn. The retail offering will run from December 5, 2022, to December 6, 2022. The final allocation will take place on December 14, 2022. (Source: Argaam)
- Saudi Investment Recycling and Black Rock partnered for setting up a new fund that will invest waste management in Saudi Arabia. The size of the investment opportunities to be targeted by the fund is indicated to reach SAR 150.0bn. (Source: Argaam)
- Bupa Arabia for Cooperative Insurance Co.'s shareholders will vote on increasing capital to SAR 1.5bn from SAR 1.2bn through a 25.0% bonus issue during an EGM which will be held on December 22, 2022. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange decreased 0.9% to 11,096.6. The value traded stood at SAR 4.9bn (down 13.8% over the previous day), while the advance-decline ratio stood at 90/110. The parallel market index decreased 2.0% to 18,622.0 points. The value traded stood at SAR 9.3mn (down 66.4% over the previous day). Most sectors in the main market ended in the red. Insurance and Diversified Financials (up 1.7% and 1.2%, respectively) advanced the most; Energy and Telecom (down 1.6% and 1.5%, respectively) led the laggards.

## Top Gainers

Company	Price	Change%
SHAKER	21.70	9.9
DWF	203.00	6.8
TECO	168.40	6.6
SAUDI KAYAN	11.92	4.6
BUPA ARABIA	180.00	3.5

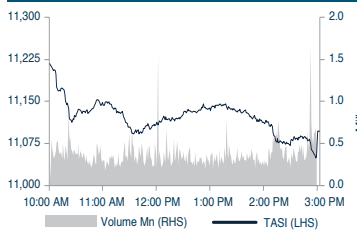
## Top Losers

Company	Price	Change%
AMIANIT	39.50	-6.0
ARAB SEA	72.30	-5.6
DALLAH HEALTH	163.00	-4.9
RAYDAN	28.10	-4.6
SEERA	20.00	-4.3

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,097	11,217	11,047	-0.9	-1.6
NomuC	18,622	19,048	18,622	-2.0	-28.3

## TASI movement during session



## TASI Ratios

P/E* (x)	18.2
Price-to-Book (x)	2.5
Dividend Yield (%)	2.4
Return on Equity (%)	27.9

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,593	-1.6	1.4	12.9
Materials	6,296	-0.9	-14.3	11.5
Capital Goods	5,925	-0.4	-21.5	20.1
Commercial Service	3,679	-1.1	-17.2	44.2
Transportation	4,754	-0.4	-9.2	High
Consumer Durables	4,727	-0.1	-25.5	Neg
Consumer Services	4,030	-1.2	-13.1	High
Media	22,887	0.9	-1.6	25.3
Retailing	7,656	-0.3	-22.3	21.2
Food & Staples	9,610	0.7	5.4	26.8
Food & Beverages	4,880	-0.5	0.9	44
Healthcare	8,855	-0.6	21.1	43.3
Pharma & Bio Tech	3,179	0.7	-38.8	Neg
Banks	12,751	-0.8	4.3	18.7
Diversified Financial	6,684	1.2	-2.1	7.5
Insurance	5,411	1.7	-9.7	Neg
Telecom	6,597	-1.5	-9.4	17.4
Utilities	7,334	-1.0	23.6	15
REITs	4,059	-0.3	-12.0	22.5
Real Estate	2,785	-1.2	-12.2	High
Software & Services	34,177	0.0	19.3	33

## Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for November (bn)
11,232	11,374	11,594	5.55

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	17.3	380.6	978.90
Previous week	26	651.9	1,679.40

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	84.40	0.5
Saudi Aramco	33.15	-1.8
SNB	53.70	-2.0
SABIC	84.60	-0.2
STC	37.80	-1.3

## Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi declined 0.6% and 0.9%, respectively. Kuwait rose 0.7%, while Qatar and Oman fell 1.4% and 0.4%, respectively. Meanwhile, Bahrain and Egypt closed flat.
- US PPI rose 8.0% Y/Y in October (consensus: 8.3% Y/Y) as compared to 8.5% Y/Y in September. Excluding Food and energy, prices increased 6.7% Y/Y in October (consensus: 7.2% Y/Y) as compared to 7.2% Y/Y in September. (Source: Econoday)
- UK ILO unemployment rate rose to 3.6% in the three months to September (consensus: 3.5%) as compared to 3.5% in the three months to August. The number of people claiming unemployment benefits increased 3,300 in October. (Source: Econoday)
- Eurozone GDP grew 2.1% Y/Y in Q3-22 (consensus: 2.1% Y/Y) similar to 2.1% rise in previous period. On M/M basis, GDP rose 0.2% sequentially in the September quarter after a 0.7% growth in the previous three months. (Source: Econoday)
- Oil prices increased 0.8%, as US dollar weakened. However, ongoing concerns over impact of China's COVID-19 situation limited gains.
- Gold prices rose 0.4%, supported by a weaker US dollar amidst hopes of less aggressive rate hikes by the US Federal Reserve.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	106.40	-0.2	-4.6	11.2
Euro	1.03	0.2	4.7	-9.0
Japanese Yen	139.28	-0.4	-6.3	21.0
Sterling Pound	1.19	0.9	3.5	-12.3
Chinese Yuan	7.05	0.1	-3.9	10.9
Indian Rupee	81.10	-0.2	-2.0	9.1
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.66	-0.1	-0.6	-0.3
Kuwaiti Dinar	0.31	-0.1	-0.7	1.7
Omani Rial	0.38	-0.1	-0.1	-0.1
Bahraini Dinar	0.38	0.0	0.0	0.0
Egyptian Pound	24.42	0.1	1.1	55.4

## Corporate Calendar

Date	Company	Event
16 <sup>th</sup> Nov	Ladun	Cash Dividend Distribution
17 <sup>th</sup> Nov	RAOOM	Cash Dividend Distribution
20 <sup>th</sup> Nov	FITNESS TIME	Cash Dividend Distribution
20 <sup>th</sup> Nov	BANAN	Cash Dividend Distribution
20 <sup>th</sup> Nov	TECO	EGM
20 <sup>th</sup> Nov	FITNESS TIME	Cash Dividend Distribution

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,374	-0.6	1.3	5.6	9.5
Abu Dhabi (ADX)	10,528	-0.9	1.1	24.0	18.9
Kuwait (KSE)	5,710	0.7	4.0	-3.0	9.3
Qatar (QE)	12,408	-1.4	-0.1	6.7	14
Oman (MSM)	4,441	-0.4	1.7	7.5	11.4
Bahrain (BSE)	1,866	0.0	0.1	3.8	7.1
Egypt (EGX30)	12,137	0.0	6.7	1.6	5.9

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	33,593	0.2	2.6	-7.6	19.3
Nasdaq	11,871	1.5	4.1	-27.3	24.8
S&P 500	3,992	0.9	3.1	-16.2	19.3
FTSE 100	7,369	-0.2	3.9	-0.2	13.5
Germany DAX 30	14,379	0.5	8.5	-9.5	13.6
France CAC 40	6,642	0.5	6.0	-7.1	13.8
Japan Nikkei 225	27,990	0.1	1.5	-2.8	18.8
Russia MOEX	2,223	-1.0	2.6	-41.3	3.8
Hong Kong Hang Seng	18,343	4.1	24.9	-21.6	6.9
South Korea KOSPI	2,480	0.2	8.1	-16.7	11.7
China Shanghai Composite	3,134	1.6	8.3	-13.9	14.0
Australia ASX 200	7,142	-0.1	4.1	-4.1	14.4
India Sensex	61,873	0.4	1.9	6.2	23.3
MSCI EM	961	2.2	13.3	-22.0	11.0
MSCI World	2,678	0.9	5.1	-17.1	17.1

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	92.77	-4.4	-3.0	17.2
Brent Crude (\$/bbl)	93.86	0.8	-1.0	18.3
Texas crude (\$/bbl)	86.92	1.2	0.5	12.9
Natural Gas (\$/mmbtu)	6.03	1.7	-5.1	55.1
Gold (\$/oz)	1,778.94	0.4	8.9	-2.0
Silver (\$/oz)	21.57	-1.9	12.5	-6.4
Steel (\$/ton)	666.00	-1.0	-6.6	-53.3
Iron Ore (CNY/MT)	742.00	14.2	11.7	8.2
Wheat (\$/bu)	848.00	1.2	-3.9	8.9
Corn (\$/bu)	669.25	1.5	-3.2	22.6
Sugar (\$/lb)	20.29	2.3	12.9	11.1
SMP* (EUR/MT)	3,096.00	0.0	-4.0	-8.0

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	4.81	-1.5	4.8	410.4
KSA (SAIBOR 3M)	5.67	2.9	6.8	476.1
KSA (SAIBOR 6M)	5.85	-0.7	1.8	487.1
KSA (SAIBOR 12M)	6.36	1.1	9.7	529.9
USD (LIBOR 3M)	4.64	0.0	18.4	442.9
UAE (EIBOR 3M)	4.37	18.8	14.2	400.9

Data Sources: Tadawul, Bloomberg, Reuters  
Closes as of November 15, 2022

## Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	11,097
Short-term view	Cautious
52 weeks high/low	13,949 - 10,600

## Market data

Exchange Market Cap. (SARbn)	10,172.7
Value (SARmn)	4,907.4
Volume (mn)	121.4
Number of Transactions	329,660
Market Breadth	90 : 110

## Key statistics

1D return %	-0.90%
WTD return %	-1.03%
QTD return	-2.71%
YTD return	-1.64%
ADT vol. 3M* (mn)	145.2
ADT val. 3M (SARmn)	5,659.3

ADT stands for Average Daily Traded \*

## TASI market commentary

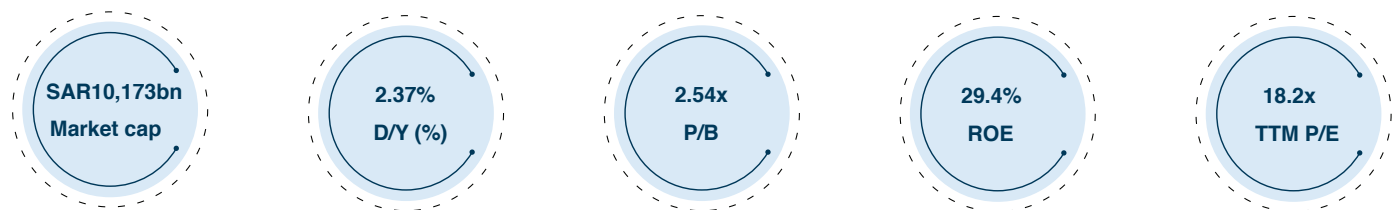
- The TASI declined on Tuesday, primarily due to weakness in Index heavyweights Energy (-1.64% D/D) and Materials (-0.89% DD) stocks. At close, the Saudi market ended the day with a loss of -0.90% at 11,097. In terms of activity, total volumes and value traded were ~121mn and ~SAR 4.9bn respectively. The advance-decline ratio came in at 90/110.

## Technical outlook

- The TASI fell around 100 points to close the trading session below the 11,100 mark. The index opened gap up but immediately slid lower on the back of profit booking, as the bears were under control. Moreover, the index breached below its previous low near the 11,180 level and failed to close above it, indicating the possibility of further profit booking. Furthermore, the RSI line is moving down into the negative territory. Meanwhile, the index has immediate support near 10,990, any dip below this level may drag the index further lower to test the 10,900 level. On the flip side, the index has resistance near the 11,140 level, followed by the 11,180 level.

## Key price levels

S3	S2	S1	Pivot	R1	R2	R3
10,846	10,909	10,992	11,141	11,181	11,219	11,332



Source: Bloomberg, Argaam

## TASI daily chart

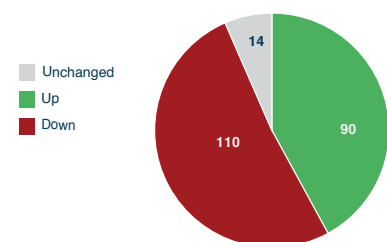


Source: Tradingview, Tadawul, AlJazira Capital

## Our view



## Market depth



## SAUDI MARKET - TOP PICKS FOR THE DAY

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

\* As of 16<sup>th</sup> November 2022

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.

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