

## Major Economic News

- Saudi Arabia's oil exports increased 18.0% Y/Y and 2.0% M/M to 7.7mn bpd in September 2022. Local crude consumption declined by 4.0% to 3.3mn bpd in September from 3.5mn bpd in August. (Source: Argaam)
- Saudi Arabia's merchandise imports rose by 20.0% Y/Y to SAR 61.0bn in August while on monthly basis imports grew by SAR 3.8bn or by 7.0% in August. (Source: Argaam)
- Saudi Arabia's holdings of US Treasuries reached USD 121.0bn in September 2022, lower by USD 1.1bn M/M. Saudi Arabia's holdings of US Treasuries were distributed among long-term bonds worth USD 102.9bn representing 85% of the total whereas short-term bonds were worth USD 18.1bn accounting for 15%. (Source: Argaam)
- Venture capital activity in Saudi Arabia rose 93.0% Y/Y to USD 818.0mn in 9M-22. Saudi Arabia accounted for 35% of the venture capital in the Middle East and North Africa region in 9M-22. (Source: Argaam)
- The point-of-sale transactions reached close to SAR 10.6bn in the week ended November 12 compared to SAR 11.8bn in the previous week. Data showed that about 154.2mn transactions were processed during the week. (Source: Argaam)

## Major Corporate News

- Americana Restaurants International Plc issued a supplementary prospectus, increasing the number of offer shares that can be allocated to the UAE retail tranche to 10.0% from 5.0% of the offer shares. The number of shares allocated to the institutional tranche was reduced from 85.0% to 80.0% of the total offer shares. (Source: Argaam)

## Market Analysis

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## Top Gainers

Company	Price	Change%
GULF UNION ALAHLIA	9.84	9.9
SASCO	30.70	5.3
ALAMAR	148.60	4.8
ALLIANZ SF	14.60	3.8
HB	52.70	3.5

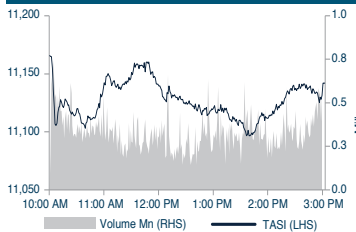
## Top Losers

Company	Price	Change%
TECO	157.00	-4.7
NAQI	69.40	-3.6
TADAWUL GROUP	172.00	-3.5
AMIANIT	39.15	-3.1
ARABIAN SHIELD	18.00	-2.7

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,142	11,169	11,094	-0.1	-1.2
NomuC	18,838	18,897	18,541	1.0	-27.5

## TASI movement during session



## TASI Ratios

P/E* (x)	18.2
Price-to-Book (x)	2.2
Dividend Yield (%)	2.4
Return on Equity (%)	27.7

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,690	0.1	3.2	13.1
Materials	6,368	0.2	-13.3	11.6
Capital Goods	5,913	-0.1	-21.6	19.9
Commercial Service	3,750	0.1	-15.6	45.1
Transportation	4,793	0.6	-8.4	High
Consumer Durables	4,736	-0.2	-25.4	Neg
Consumer Services	4,020	-0.1	-13.4	High
Media	22,625	-0.2	-2.7	25
Retailing	7,658	0.1	-22.2	21.2
Food & Staples	9,826	-0.5	7.7	27
Food & Beverages	4,927	0.8	1.9	44.5
Healthcare	9,076	0.3	24.1	45
Pharma & Bio Tech	3,232	0.0	-37.7	Neg
Banks	12,700	-0.2	3.9	18.6
Diversified Financial	6,538	-1.9	-4.3	7.4
Insurance	5,473	0.3	-8.6	Neg
Telecom	6,649	-0.4	-8.6	17.5
Utilities	7,195	-1.6	21.3	14.7
REITs	4,086	0.5	-11.4	22.6
Real Estate	2,825	1.0	-10.9	0
Software & Services	34,158	-0.2	19.2	34.6

## Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for month (bn)
11,167	11,306	11,521	5.46

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	-	-	-
Previous week	27.3	618.6	1,644.30

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	84.50	-0.1
Saudi Aramco	33.70	0.0
SNB	54.50	1.3
SABIC	84.90	1.1
STC	37.65	-0.9

## Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi increased 0.6% and 0.4%, respectively. Egypt, Oman, Kuwait, and Bahrain increased 1.4%, 1.0%, 0.2% and 0.1%, respectively. Meanwhile, Qatar declined 0.6%.
- According to Baker Hughes, North America's rig count increased to 984 from 979 in the week ended November 18. The rig count rose to 782 in the US from 779 earlier and remained unchanged to 16 in the Gulf of Mexico. The rig count in Canada rose to 201 from 200 in the week earlier. (Source: Baker Hughes)
- US initial jobless claims slumped to 222,000 (consensus: 222,000) in the week ended November 12, representing a fall of 4,000 from the previous week's revised level of 226,000. (Source: Econoday).
- Japan's consumer prices increased 3.7% Y/Y in October (consensus: 3.7% Y/Y) as compared to an increase of 3.0% Y/Y reported in September. Excluding Food and Energy, CPI rose 2.5% Y/Y in October (consensus: 2.4% Y/Y) higher than the rise of 1.8% Y/Y reported in September. (Source: Econoday).
- Oil prices declined 2.4%, due to concerns over weak demand from China and further hikes by US Federal Reserve in interest rates.
- Gold prices edged lower by 0.6%, on signs that US Federal Reserve will announce more interest rate hikes as the bank seeks to lower inflation.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	106.93	0.2	-4.1	11.8
Euro	1.03	-0.4	4.5	-9.2
Japanese Yen	140.37	0.1	-5.6	22.0
Sterling Pound	1.19	0.2	3.7	-12.1
Chinese Yuan	7.13	-0.3	-2.9	12.1
Indian Rupee	81.69	0.0	-1.3	9.9
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.66	0.1	-0.6	-0.2
Kuwaiti Dinar	0.31	0.0	-0.6	1.7
Omani Rial	0.39	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	0.0	0.0
Egyptian Pound	24.51	0.1	1.5	55.9

## Corporate Calendar

Date	Company	Event
20 <sup>th</sup> Nov	FITNESS TIME	Cash Dividend Distribution
20 <sup>th</sup> Nov	BANAN	Cash Dividend Distribution
22 <sup>nd</sup> Nov	STC	Cash Dividend Distribution
22 <sup>nd</sup> Nov	LAZURDE	EGM
22 <sup>nd</sup> Nov	LAZURDE	EGM
23 <sup>rd</sup> Nov	JARIR	Cash Dividend Distribution

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,352	0.6	0.6	4.9	9.4
Abu Dhabi (ADX)	10,466	0.4	0.5	23.3	18.7
Kuwait (KSE)	5,694	0.2	3.7	-3.3	12.1
Qatar (QE)	12,213	-0.6	-1.6	5.1	13.6
Oman (MSM)	4,486	1.0	2.8	8.6	11.4
Bahrain (BSE)	1,865	0.1	0.0	3.8	7.1
Egypt (EGX30)	12,516	1.4	10.0	4.7	6

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	33,746	0.6	3.1	-7.1	19.4
Nasdaq	11,677	0.0	2.4	-28.4	24.5
S&P 500	3,965	0.5	2.4	-16.8	19.2
FTSE 100	7,386	0.5	4.1	0.0	13.8
Germany DAX 30	14,432	1.2	8.9	-9.1	13.2
France CAC 40	6,644	1.0	6.0	-7.1	13.8
Japan Nikkei 225	27,900	-0.1	1.1	-3.1	18.9
Russia MOEX	2,206	-0.3	1.8	-41.7	3.8
Hong Kong Hang Seng	17,993	-0.3	22.5	-23.1	6.7
South Korea KOSPI	2,444	0.1	6.6	-17.9	11.6
China Shanghai Composite	3,097	-0.6	7.0	-14.9	13.9
Australia ASX 200	7,152	0.2	4.2	-3.9	14.4
India Sensex	61,663	-0.1	1.5	5.9	23.2
MSCI EM	943	0.1	11.2	-23.5	10.7
MSCI World	2,659	0.6	4.4	-17.7	17.1

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	90.21	-2.5	-5.7	13.9
Brent Crude (\$/bbl)	87.62	-2.4	-7.6	10.5
Texas crude (\$/bbl)	80.08	-1.9	-7.5	4.0
Natural Gas (\$/mmbtu)	6.30	-1.0	-0.8	62.0
Gold (\$/oz)	1,750.68	-0.6	7.2	-3.5
Silver (\$/oz)	20.94	-0.1	9.3	-9.1
Steel (\$/ton)	663.00	0.2	-7.0	-53.5
Iron Ore (CNY/MT)	768.50	1.8	15.7	12.0
Wheat (\$/bu)	822.00	-0.4	-8.6	5.3
Corn (\$/bu)	670.00	0.1	-3.8	21.2
Sugar (\$/lb)	20.05	1.6	11.6	9.8
SMP* (EUR/MT)	2,967.00	0.0	-8.0	-11.8

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	4.81	3.0	5.3	410.9
KSA (SAIBOR 3M)	5.51	-18.8	-9.2	460.1
KSA (SAIBOR 6M)	5.88	-1.7	4.1	489.4
KSA (SAIBOR 12M)	6.32	-1.0	5.5	525.7
USD (LIBOR 3M)	4.66	-1.1	20.5	445.0
UAE (EIBOR 3M)	4.43	7.2	19.9	406.5

Data Sources: Tadawul, Bloomberg, Reuters  
Closes as of November 18, 2022

Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	11,142
Short-term view	Cautious
52 weeks high/low	13,949 - 10,600

Market data	
Exchange Market Cap. (SARbn)	10,306.1
Value (SARmn)	4,243.6
Volume (mn)	107.5
Number of Transactions	290,744
Market Breadth	113 : 93

Key statistics	
1D return %	-0.08%
WTD return %	-0.62%
QTD return	-2.31%
YTD return	-1.24%
ADT vol. 3M* (mn)	142.6
ADT val. 3M (SARmn)	5,569.1

ADT stands for Average Daily Traded \*

## TASI market commentary

- The TASI fell on Thursday, primarily due to weakness in Index heavyweights Telecommunication Services (-0.36% D/D) and Banks (-0.24% DD) stocks. At close, the Saudi market ended the day with a minor loss of -0.08% at 11,151. In terms of activity, total volumes and value traded were ~108mn and ~SAR 4.2bn respectively. The advance-decline ratio came in at 113/93.

## Technical outlook

- The TASI marginally declined around 10 points to close the last trading session of the week below the 11,150 mark. The index after a gap up open on Thursday immediately slid lower. However, the index after testing an intraday low near 11,090 rebounded and recouped the majority of its losses, as buyers stepped in and pushed the price higher. Meanwhile, the index developed a follow-through candle on Thursday, after developing a hammer candle on Wednesday, keeping its short rebound hopes alive. Meanwhile, any penetration above its previous high near 11,170, can witness a short rally towards the 11,250 level. On the flip side, the index has immediate support near the 11,100 level, any sustained dip below it may drag the index down to test the 11,060 level.

## Key price levels

S3	S2	S1	Pivot	R1	R2	R3
10,909	10,974	11,058	11,104	11,171	11,251	11,306



Source: Bloomberg, Argaam

## TASI daily chart



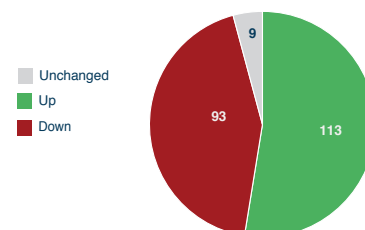
TradingView

Source: Tradingview, Tadawul, AlJazira Capital

## Our view



## Market depth



## SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	Close*	Buy range	Target	Stop loss
4013	Dr. Sulaiman Al Habib Medical Services Group	219.60	219.20-219.60	221.90	217.50
4005	National Medical Care Co.	75.80	75.70-75.85	76.50	75.10
4030	National Shipping Co. of Saudi Arabia	29.80	29.70-29.80	30.10	29.50
4031	Saudi Ground Services Co.	23.70	23.65-23.70	23.92	23.48
2081	Alkhorayef Water and Power Technologies Co.	142.00	141.50-142.00	143.25	140.75
6070	Al -Jouf Agricultural Development Co.	45.95	45.80-45.95	46.40	45.50

\*As of 17<sup>th</sup> November 2022

\*Note – Stop loss is based on an intraday basis

## CHARTS OF THE DAY

## Technical observations

**SULAIMAN ALHABIB** penetrated above both its 5-day and 10-day moving averages. Moreover, all the technical indicators shows a bullish structure.

## Dr. Sulaiman Al Habib Medical Services Group (SULAIMAN ALHABIB)



Source: Tradingview, AlJazira Capital

## Technical observations

**CARE** penetrated above both its 5-day and 10-day moving averages, after testing its support of the ascending trendline. Moreover, the RSI line is moving up towards the 60 level.

## National Medical Care Co. (CARE)



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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