

## Major Economic News

- Saudi Arabia posted a trade surplus of SAR 64.6bn in September. Total exports increased 31.0% Y/Y in September to SAR 124.7bn. Meanwhile, imports grew by 27.0% Y/Y to SAR 60.1bn during the same period. Oil exports surged by 43.0% to SAR 100.2bn in September while, non-oil exports fell by 3.0% to SAR 24.5bn. (Source: Argaam)
- Saudi Arabia promised USD 1.0bn to support a comprehensive economic and financial reform program in Yemen which runs from FY22-FY25, led from the technical aspect by the Arab Monetary Fund. (Source: Argaam)

## Major Corporate News

- Saudi Aramco Base Oil's (Luberef) planned to be offered stake represents 30% of company's share capital reaching SAR 1.7bn or 168.8mn shares. The subscription period for the retail tranche will be open during the period December 14 to December 15, 2022 and will be preceded by book building process that will run for six days from December 4 to December 9, 2022. (Source: Argaam)
- Almarai Co. announced investing SAR 4.5bn in Al-Shamli, Hail, to expand poultry production. The new investment is in line with expansion in poultry production by more than 150mn birds annually or 130,000 tons of poultry products. (Source: Argaam)
- Saudi Tadawul Group Holding Co. announced that its wholly owned subsidiary Tadawul Advanced Solutions Co. (Wamid) signed a sale and purchase agreement with National Two Ventures LLC that holds 99% of Direct Financial Network Co. Wamid will acquire 51.0% stake in DirectFN for SAR 134mn. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange decreased 1.3% to 10,796.5 on Sunday. The value traded stood at SAR 2.6bn (down 58.2% over the previous day), while the advance-decline ratio stood at 33/173. The parallel market index decreased 1.6% to 18,866.1 points. The value traded stood at SAR 58.5mn (up 125.5% over the previous day). Most sectors in the main market ended in the red. Healthcare (up 0.6%) was the only gainer; Commercial Services and Food & Beverages (down 3.4% and 3.0%, respectively) led the laggards.

## Top Gainers

Company	Price	Change%
TECO	32.05	10.0
SULAIMAN ALHABIB	215.00	2.4
ARABIAN DRILLING	117.60	2.1
ALHOKAIR GROUP	21.52	2.0
AMIAITIT	35.00	1.7

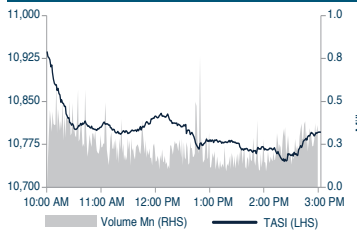
## Top Losers

Company	Price	Change%
MALATH INSURANCE	11.00	-9.7
ASLAK	24.20	-8.2
ALYAMAMAH STEEL	23.00	-8.0
RED SEA	25.05	-6.9
NAMA CHEMICALS	37.00	-6.8

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,796	10,937	10,745	-1.3	-4.3
NomuC	18,866	19,171	18,688	-1.6	-27.4

## TASI movement during session



## TASI Ratios

P/E* (x)	17.7
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	5,578	-0.5	1.1	12
Materials	6,059	-1.4	-17.5	12
Capital Goods	5,494	-2.8	-27.2	16
Commercial Service	3,518	-3.4	-20.8	30.5
Transportation	4,624	-2.0	-11.7	High
Consumer Durables	4,457	-3.0	-29.8	Neg
Consumer Services	3,977	-0.4	-14.3	High
Media	22,500	-0.4	-3.2	23.5
Retailing	7,553	-0.4	-23.3	21.1
Food & Staples	9,033	-0.2	-1.0	19.3
Food & Beverages	4,704	-3.0	-2.7	39.1
Healthcare	8,873	0.6	21.3	43.2
Pharma & Bio Tech	3,016	-1.5	-41.9	Neg
Banks	12,291	-1.7	0.6	17
Diversified Financial	6,203	-0.5	-9.2	6.9
Insurance	5,380	-0.8	-10.2	High
Telecom	6,748	-0.1	-7.3	16.9
Utilities	6,933	-2.3	16.9	15.7
REITs	4,007	-0.1	-13.1	22.2
Real Estate	2,703	-1.9	-14.8	46
Software & Services	34,359	-0.6	19.9	31.9

## Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
10,937	11,052	11,277	5.01

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	2.6	74.8	241.50
Previous week	16.6	411.8	1,153.70

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	81.80	-1.2
Saudi Aramco	33.05	-0.5
SNB	52.60	-0.8
SABIC	84.40	0.0
STC	39.05	-0.1

## Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi remained closed. Egypt, Oman, Bahrain, and Kuwait increased 1.8%, 1.1%, 0.2% and 0.1%, respectively. Meanwhile, Qatar declined 1.1%.
- US consumer sentiment was upwardly revised to 56.8 in November (consensus: 55.0) as compared to 59.9 in October. Economics condition index slumped to 58.8 in November from 65.6 in October, on the other hand index of consumer expectations edged down to 55.6 in November from 56.2 in October. (Source: RTT news)
- UK's headline annual output producer price inflation was revised up by an average 1.8% from January to October 2022, with the latest reading for October revised up to 17.2% from 14.8%, respectively. (Source: RTT news)
- The central bank of China will cut the reserve requirement ratio for banks by 25bps effective from December 5, 2022. Consequently, the weighted average ratio for financial institutions would be lowered to 7.8% and would release CNY 500.0bn. (Source: CNBC)
- China's central bank is set to offer low-cost loans to financial firms for buying bonds issued by property developers. The move comes as the policy support for the crisis-hit sector. (Source: Reuters)

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	105.96	0.0	-5.0	10.8
Euro	1.04	0.0	5.2	-8.6
Japanese Yen	139.19	0.0	-6.4	21.0
Sterling Pound	1.21	0.0	5.4	-10.6
Chinese Yuan	7.19	0.0	-1.9	13.2
Indian Rupee	81.69	0.0	-1.3	9.9
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.68	0.0	-0.3	0.0
Kuwaiti Dinar	0.31	0.0	-0.7	1.6
Omani Rial	0.38	0.0	-0.1	-0.1
Bahraini Dinar	0.38	0.0	0.0	0.0
Egyptian Pound	24.58	0.0	1.8	56.4

## Corporate Calendar

Date	Company	Event
28 <sup>th</sup> Nov	Saudi Aramco	Cash Dividend Distribution
29 <sup>th</sup> Nov	AWPT	Cash Dividend Distribution
30 <sup>th</sup> Nov	KEIR International	EGM
30 <sup>th</sup> Nov	AMAK	Cash Dividend Distribution
1 <sup>st</sup> Dec	A.Othaim Market	Cash Dividend Distribution
11 <sup>th</sup> Dec	SAIC	EGM

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,305	0.0	-0.8	3.4	9.3
Abu Dhabi (ADX)	10,528	0.0	1.1	24.0	18.8
Kuwait (KSE)	5,710	0.1	4.0	-3.0	13.1
Qatar (QE)	11,736	-1.1	-5.5	0.9	13.2
Oman (MSM)	4,607	1.1	5.5	11.6	11.4
Bahrain (BSE)	1,866	0.2	0.1	3.8	7.1
Egypt (EGX30)	13,009	1.8	14.4	8.9	6.1

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	34,347	0.0	4.9	-5.5	19.8
Nasdaq	11,756	0.0	3.1	-28.0	24.7
S&P 500	4,026	0.0	4.0	-15.5	19.5
FTSE 100	7,487	0.0	5.5	1.4	13.9
Germany DAX 30	14,541	0.0	9.7	-8.5	13.3
France CAC 40	6,712	0.0	7.1	-6.2	13.9
Japan Nikkei 225	28,283	0.0	2.5	-1.8	19.0
Russia MOEX	2,195	0.0	1.3	-42.0	3.8
Hong Kong Hang Seng	17,574	0.0	19.7	-24.9	6.3
South Korea KOSPI	2,438	0.0	6.3	-18.1	11.4
China Shanghai Composite	3,102	0.0	7.2	-14.8	13.7
Australia ASX 200	7,259	0.0	5.8	-2.5	14.6
India Sensex	62,294	0.0	2.5	6.9	23.5
MSCI EM	941	0.0	10.9	-23.6	10.6
MSCI World	2,704	0.0	6.1	-16.3	17.4

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	85.58	0.0	-10.5	8.1
Brent Crude (\$/bbl)	83.63	0.0	-11.8	5.4
Texas crude (\$/bbl)	76.28	0.0	-11.8	-0.9
Natural Gas (\$/mmbtu)	7.02	0.0	10.5	80.5
Gold (\$/oz)	1,754.93	0.0	7.4	-3.3
Silver (\$/oz)	21.75	0.0	13.5	-5.6
Steel (\$/ton)	656.00	0.0	-8.0	-54.0
Iron Ore (CNY/MT)	751.50	0.0	13.1	9.5
Wheat (\$/bu)	797.00	0.0	-11.4	2.1
Corn (\$/bu)	671.25	0.0	-3.7	21.4
Sugar (\$/lb)	19.33	0.0	7.6	5.9
SMP* (EUR/MT)	3,000.00	0.0	-7.0	-10.8

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	4.55	-0.4	-20.8	384.7
KSA (SAIBOR 3M)	5.52	1.5	-8.0	461.3
KSA (SAIBOR 6M)	5.80	1.3	-3.9	481.4
KSA (SAIBOR 12M)	6.17	-7.5	-9.1	511.0
USD (LIBOR 3M)	4.73	-0.2	27.4	451.9
UAE (EIBOR 3M)	4.45	0.1	21.7	408.3

Data Sources: Tadawul, Bloomberg, Reuters  
Closes as of November 27, 2022



## Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	10,796
Short-term view	Cautious
52 weeks high/low	13,949 - 10,600

## Market data

Exchange Market Cap. (SARbn)	10,087.9
Value (SARmn)	2,589.5
Volume (mn)	74.8
Number of Transactions	241,516
Market Breadth	33 : 173

## Key statistics

1D return %	-1.30%
WTD return %	-1.30%
QTD return	-5.34%
YTD return	-4.30%
ADT vol. 3M* (mn)	137.7
ADT val. 3M (SARmn)	5,366.3

ADT stands for Average Daily Traded \*

## TASI market commentary

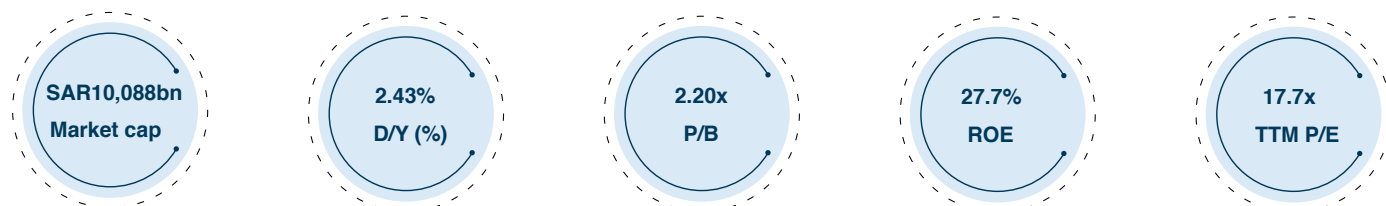
- The TASI declined on Sunday, primarily due to weakness in Index heavyweights Banks (-1.66% D/D) and Materials (-1.40% DD) stocks, and also due to drop in oil prices over the weekend. At close, the Saudi market ended the day with a loss of -1.30% at 10,796. In terms of activity, total volumes and value traded were ~75mn and ~SAR 2.6bn respectively. The advance-decline ratio came in at 33/173.

## Technical outlook

- TASI fell around 142 points and ended the trading session below the 10,800 mark to record the lowest closing in the year 2022. The index drifted lower throughout the day as bears were under complete control over the bulls. Moreover, the index failed to defend its important support near the 10,900 level, and also closed below it, showing signs of weakness. Furthermore, the RSI line is moving lower into the negative territory. Meanwhile, the next support for the index is near the 10,700 level, below which the index can witness further profit booking and may test the 10,650 level. On the flip side, immediate resistance is near the 10,870 level, any penetration above it could test the 10,940 level. Short-term traders are advised to trade cautiously and wait for the buying signal near the main trend support between the 10,600 - 10,700 level.

## Key price levels

S3	S2	S1	Pivot	R1	R2	R3
10,548	10,590	10,694	10,867	10,936	11,052	11,218



Source: Bloomberg, Argaam

## TASI daily chart



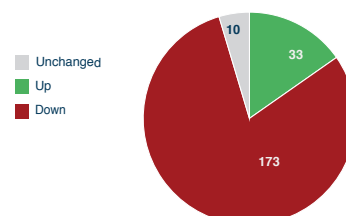
TradingView

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 28<sup>th</sup> 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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