

Major Economic News

- Saudi Arabia's imports from the GCC countries rose 38% Y/Y to SAR 6.6bn in September. The UAE exports to Saudi Arabia jumped 31% Y/Y, accounting for 62% or SAR 4.1bn of total. (Source: Argaam)
- Saudi banks' investments in treasury bonds increased by SAR 1.7bn M/M to SAR 500.3bn in October. (Source: Argaam)
- In September 2022, Saudi Arabia granted licenses to 79 new factories, totaling SAR 3.1bn in investment. (Source: Argaam)

Major Corporate News

- The employee stock incentive plan's requisite shares were successfully repurchased by telecom services provider stc. The buyback of the necessary shares was completed by stc in a single tranche, and no additional shares will be purchased during the 12-month period following the date of the EGM. The company repurchased 11.6mn shares at SAR 453.0mn for an average price of SAR 39.2 per share. (Source: Argaam)
- Savola group announced obtaining a no-objection certificate from General Authority of Competition about its share sale agreement of its stakes in Knowledge Economic City and Knowledge Economic City Developers Company Ltd worth SAR 459.3mn. (Source: Tadawul)
- Saudi Kayan Petrochemical Co. repaid the last instalment of its senior loans worth USD 644.0mn (SAR 2.4bn). (Source: Argaam)
- National Gypsum Co. (NGC) and Adhwa Al-Hedaya Schools in Riyadh today signed a MOU for the eventual partial or complete acquisition of the latter's share capital upon reaching a final agreement. (Source: Argaam)

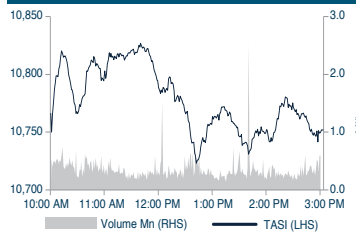
Market Analysis

- The Saudi Stock Exchange closed flat at 10,752.0. The value traded stood at SAR 4.1bn (down 7.0% over previous day), while the advance-decline ratio stood at 81/120. The parallel market index decreased 0.2% to 18,771.9 points. The value traded stood at SAR 12.9mn (down 14.1% over previous day). Most sectors in the main market ended in the red. Energy and Retailing (up 2.9% and 2.1%, respectively) advanced the most; Transportation and Food & Beverages (down 2.0% and 1.8%, respectively) led the laggards.

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,752	10,827	10,719	0.0	-4.7
NomuC	18,772	18,948	18,617	-0.2	-27.7

TASI movement during session



TASI Ratios

P/E* (x)	17.6
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	5,600	2.9	1.5	12
Materials	6,087	0.4	-17.1	12.1
Capital Goods	5,579	-0.6	-26.1	16.3
Commercial Service	3,580	0.4	-19.4	31.1
Transportation	4,577	-2.0	-12.6	High
Consumer Durables	4,436	-1.0	-30.1	Neg
Consumer Services	4,025	0.1	-13.3	High
Media	22,408	-0.9	-3.6	23.5
Retailing	7,691	2.1	-21.9	21.5
Food & Staples	8,969	-0.5	-1.7	19.1
Food & Beverages	4,636	-1.8	-4.1	38.5
Healthcare	9,080	0.9	24.1	44.6
Pharma & Bio Tech	3,061	-1.3	-41.0	Neg
Banks	12,169	-0.9	-0.4	16.9
Diversified Financial	6,197	-1.0	-9.3	7.0
Insurance	5,311	-1.4	-11.3	High
Telecom	6,663	0.9	-8.5	16.6
Utilities	6,759	-0.1	13.9	15.3
REITs	4,018	0.1	-12.9	22.2
Real Estate	2,706	-0.8	-14.7	46.1
Software & Services	34,552	-0.6	20.6	31.8

Top Gainers

Company	Price	Change%
SHARQIYAH DEV	58.50	10.0
ATHEEB TELECOM	57.20	5.2
SASCO	34.00	4.3
SEERA	19.00	3.9
ETIHAD ETISALAT	36.05	3.4

Top Losers

Company	Price	Change%
TECO	31.75	-9.9
GULF UNION ALAHLIA	9.41	-4.8
ENAYA	13.34	-4.3
PETRO RABIGH	10.36	-3.7
MEPCO	28.00	-3.5

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
10,840	10,957	11,187	4.93

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	11.1	295.8	893.50
Previous week	16.6	411.8	1,153.70

Top Weighted Companies

Company	Price	Change%
Al Rajhi	80.30	-1.8
Saudi Aramco	33.20	3.1
SNB	51.20	-1.9
SABIC	83.40	1.1
STC	38.00	0.0

Regional and International Markets

- Among other regional markets, Dubai increased 0.5%, while Abu Dhabi decreased 0.1%. Egypt, Qatar, and Kuwait increased 2.1%, 1.5%, and 0.1%, respectively. Meanwhile, Oman and Bahrain remained flat.
- US consumer confidence dipped to 100.2 in November (consensus: 100.0) as compared to 102.2 in October. (Source: Econoday)
- Eurozone economic increased to 93.7 in November (consensus: 93.5) versus 92.7 in October. On the other hand, consumer sentiment improved to -23.9 in November (consensus: -23.9) as compared to -27.5 in October. (Source: Econoday)
- China's CFLP manufacturing index slipped to 48.0 in November (consensus: 49.2) as compared to 49.2 in October. (Source: Econoday)
- Japan's industrial production slowed to 3.7% Y/Y in October (consensus: 5.1% Y/Y) as compared to 9.6% Y/Y in September. (Source: Econoday)
- Oil prices fell 0.2% on hopes that China's rigorous COVID-19 limits would be relaxed, although gains were constrained by worries that OPEC+ would maintain its current output at its upcoming summit.
- Gold prices increased 0.5%, due to a weaker US dollar and anticipation of less aggressive rate increases in future by the US Federal Reserve.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	106.82	0.1	-4.2	11.7
Euro	1.03	-0.1	4.5	-9.1
Japanese Yen	138.63	-0.2	-6.8	20.5
Sterling Pound	1.20	-0.1	4.2	-11.7
Chinese Yuan	7.14	-1.5	-2.7	12.3
Indian Rupee	81.72	0.1	-1.3	9.9
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.67	0.1	-0.3	0.0
Kuwaiti Dinar	0.31	0.1	-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	24.56	0.0	1.7	56.3

Corporate Calendar

Date	Company	Event
30 th Nov	AWPT	Cash Dividend Distribution
01 st Dec	A.Othaim Market	Cash Dividend Distribution
01 st Dec	KEIR International	EGM
11 th Dec	SAIC	Cash Dividend Distribution
12 th Dec	QACCO	Cash Dividend Distribution
13 th Dec	Petro Rabigh	EGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,304	0.5	-0.8	3.4	9.3
Abu Dhabi (ADX)	10,392	-0.1	-0.2	22.4	18.7
Kuwait (KSE)	5,664	0.1	3.2	-3.8	13
Qatar (QE)	11,800	1.5	-4.9	1.5	13
Oman (MSM)	4,614	0.0	5.7	11.7	11.5
Bahrain (BSE)	1,865	0.0	0.0	3.8	7.1
Egypt (EGX30)	13,184	2.1	15.9	10.3	6.2

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	33,853	0.0	3.4	-6.8	19.5
Nasdaq	11,503	-0.7	0.9	-29.5	24.1
S&P 500	3,958	-0.2	2.2	-17.0	19.1
FTSE 100	7,512	0.5	5.9	1.7	13.9
Germany DAX 30	14,355	-0.2	8.3	-9.6	13.1
France CAC 40	6,669	0.1	6.4	-6.8	13.8
Japan Nikkei 225	28,028	-0.5	1.6	-2.7	18.9
Russia MOEX	2,185	0.4	0.9	-42.3	3.8
Hong Kong Hang Seng	18,205	5.2	24.0	-22.2	6.8
South Korea KOSPI	2,433	1.0	6.1	-18.3	11.6
China Shanghai Composite	3,150	2.3	8.9	-13.5	14.1
Australia ASX 200	7,253	0.3	5.7	-2.6	14.7
India Sensex	62,682	0.3	3.2	7.6	23.6
MSCI EM	953	2.4	12.4	-22.7	10.7
MSCI World	2,663	-0.2	4.5	-17.6	17.1

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	86.15	5.7	-9.9	8.8
Brent Crude (\$/bbl)	83.03	-0.2	-12.4	4.7
Texas crude (\$/bbl)	78.20	1.2	-9.6	1.6
Natural Gas (\$/mmbtu)	7.24	0.5	9.5	80.8
Gold (\$/oz)	1,749.85	0.5	7.1	-3.6
Silver (\$/oz)	21.26	1.5	10.9	-7.7
Steel (\$/ton)	655.00	0.0	-8.1	-54.1
Iron Ore (CNY/MT)	769.00	0.6	15.7	12.1
Wheat (\$/bu)	781.50	0.1	-13.1	0.1
Corn (\$/bu)	669.50	-0.3	-3.9	21.1
Sugar (\$/lb)	19.53	0.8	8.7	7.0
SMP* (EUR/MT)	3,000.00	0.8	-7.0	-10.8

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	4.46	-8.8	-29.6	376.0
KSA (SAIBOR 3M)	5.49	-2.5	-10.4	458.9
KSA (SAIBOR 6M)	5.79	-1.2	-5.1	480.2
KSA (SAIBOR 12M)	6.12	-5.2	-14.3	505.8
USD (LIBOR 3M)	4.73	-0.2	27.4	451.9
UAE (EIBOR 3M)	4.43	-1.7	19.9	406.6

Data Sources: Tadawul, Bloomberg, Reuters
Closes as of November 29, 2022

Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	10,752
Short-term view	Cautious Buy
52 weeks high/low	13,949 – 10,578

Market data	
Exchange Market Cap. (SARbn)	10,106.0
Value (SARmn)	4,099.3
Volume (mn)	109.8
Number of Transactions	308,229
Market Breadth	81 : 120

Key statistics	
1D return %	0.05%
WTD return %	-1.71%
QTD return	-5.73%
YTD return	-4.70%
ADT vol. 3M* (mn)	136.9
ADT val. 3M (SARmn)	5,320.4

ADT stands for Average Daily Traded *

TASI market commentary

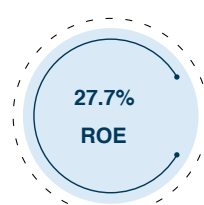
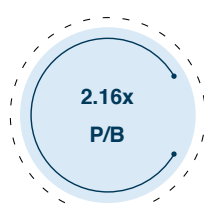
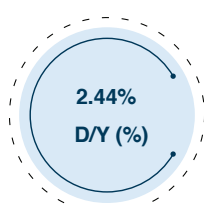
- The TASI moved marginally higher on Tuesday, primarily due to strength in Index heavyweights Energy (2.90% D/D) and Telecommunication Services (0.89% DD) stocks. At close, the Saudi market ended the day with gains of 0.05% at 10,752. In terms of activity, total volumes and value traded were ~110mn and ~SAR 4.1bn respectively. The advance-decline ratio came in at 81/120.

Technical outlook

- TASI marginally gained around 5 points and ended the trading session above the 10,750 mark. The index opened gap up and after testing its previous day's high near the 10,830 level, trimmed its gains due to selling pressure. Meanwhile, the index developed a Doji candle yesterday after forming a spinning bottom candle on Monday, keeping its rebound hopes alive. The index has immediate resistance near the 10,830 level, any penetration above it could result in a higher move and test its previous bottom near the 10,900 – 10,960 level (10-day moving average). On the flip side, the next support for the index is seen near the 10,700 level, below which the index can witness profit booking and may re-test the 10,600 level. Meanwhile, traders are advised to cautiously buy as the index is trading above its strong support, keeping a stop loss of the 10,600 level (previous strong support).

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
10,485	10,548	10,599	10,691	10,830	10,900	10,958



Source: Bloomberg, Argaam

TASI daily chart

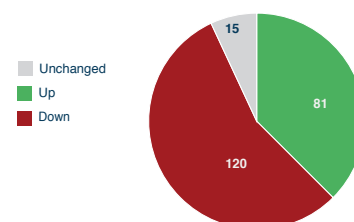


Source: Tradingview, Tadawul, AlJazira Capital

Our view



Market depth



SAUDI MARKET - TOP PICKS FOR THE WEEK

Code	Company	Close*	Buy range	Target 1	Target 2	Stop loss
7020	Etihad Etisalat Co.	36.05	35.65-36.10	36.60	37.70	35.10

*As of 29th November 2022

*Note – Stop loss is based on a closing basis and not on an intraday basis

CHARTS OF THE WEEK

Technical observations

ETIHAD ETISALAT yesterday bounced near its support of the trendline and developed a bullish marubozu candle, indicating positive signs. Moreover, the stock also penetrated its 10-day moving average. Furthermore, the RSI line has shown a positive divergence. We recommend buying the stock in a range of SAR 35.65 – 36.10, for a target of SAR 36.60 followed by SAR 37.70, with a strict stop loss of SAR 35.10 on a closing basis.

Etihad Etisalat Co. (ETIHAD ETISALAT)



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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