

Major Economic News

- The value of Saudi Arabia's real estate transactions fell by 0.3% Y/Y to SAR 18.3bn in October 2022. The real estate deals decreased by 1% M/M. The number of real estate transactions reached about 17,400 in October. (Source: Argaam)

Major Corporate News

- Al-Saif Stores for Development & Investment Co. (Alsaif Gallery) announced the completion of the book-building process for institutional investors, with the final offer price set at SAR 115 per share and a coverage ratio of 1,550%. The participating categories subscribed for all the available shares, for which 10.5mn shares were allocated, accounting for 100% of the total shares available for subscription in the first stage. (Source: Argaam)
- Saudi Aramco Base Oil Co. (Luberef) announced that the price range was set between SAR 91 and 99 per share. The book-building process for participating in parties began on December 4 and will last until December 9. The retail subscription will begin once the final price has been determined. The final offering price will be announced on December 11, following the conclusion of the book-building period. It will last five days, from December 14 to December 18. (Source: Argaam)
- National Water Company (NWC) announced the start of the implementation phase of 11 desalinated water distribution projects in Dammam, Khobar, Al-Ahsa, and Qatif. The projects also include the construction of operational reservoirs with a capacity of 1.5mn cu. m. and the installation of more than 316 linear kilometers of conveyor and main lines. This is in addition to water network improvement projects totaling more than SAR 4.3bn. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 0.9% to 10,724.0 on Sunday. The value traded stood at SAR 2.9bn (down 40.2% over the previous day), while the advance-decline ratio stood at 31/176. The parallel market index increased 0.3% to 18,808.7 points. The value traded stood at SAR 11.2mn (down 91.1% over the previous day). Most sectors in the main market ended in the red. Media and REITs (up 1.2% and 0.2%, respectively) advanced the most; Transportation and Software & Services (down 3.2% and 2.7%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
ACIG	11.78	7.1
MARAFIQ	50.00	2.6
JADWA REIT SAUDI	12.74	1.8
SRMG	191.40	1.5
ADVANCED	42.00	1.3

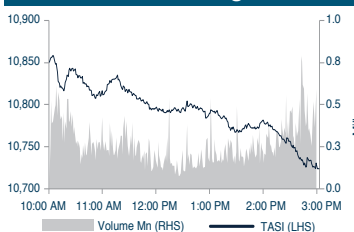
Top Losers

Company	Price	Change%
THEEB	62.50	-9.9
AMIAINTIT	34.55	-9.9
ENAYA	11.48	-9.9
ATHEEB TELECOM	52.10	-8.4
SALAMA	13.72	-7.3

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,724	10,859	10,723	-0.9	-4.9
NomuC	18,809	18,857	18,616	0.3	-27.6

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	5,568	-0.3	1.0	11.9
Materials	6,192	-1.3	-15.7	12.3
Capital Goods	5,563	-2.3	-26.3	16.3
Commercial Service	3,541	-2.3	-20.3	30.7
Transportation	4,571	-3.2	-12.7	High
Consumer Durables	4,499	-1.0	-29.1	Neg
Consumer Services	3,902	-2.1	-15.9	High
Media	22,798	1.2	-2.0	23.8
Retailing	7,637	-1.0	-22.4	21.4
Food & Staples	9,077	-2.3	-0.5	19.4
Food & Beverages	4,709	-0.3	-2.6	39.2
Healthcare	9,264	-1.2	26.6	45.7
Pharma & Bio Tech	3,127	-1.1	-39.8	Neg
Banks	12,026	-0.8	-1.6	16.6
Diversified Financial	6,311	-2.0	-7.6	7.0
Insurance	5,265	-0.6	-12.1	High
Telecom	6,557	-1.3	-9.9	16.3
Utilities	6,772	-1.0	14.1	15.3
REITs	4,014	0.2	-13.0	22.1
Real Estate	2,711	-1.6	-14.5	46.4
Software & Services	35,545	-2.7	24.1	32.7

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
10,788	10,863	11,084	5.08

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	2.9	85.6	251.80
Previous week	24	588.5	1,520.10

Top Weighted Companies

Company	Price	Change%
Al Rajhi	80.00	-0.1
Saudi Aramco	33.00	-0.3
SNB	50.20	-1.2
SABIC	83.80	-0.2
STC	37.25	-0.7

Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi remained closed. Egypt, Kuwait, and Oman increased 3.2%, 0.3% and 0.2%, respectively. Meanwhile, Qatar remained flat.
- US construction spending increased 9.2% Y/Y in October as compared to 10.2% Y/Y in September. On M/M basis, construction spending declined 0.3% in October (consensus: -0.1% M/M) versus rise of 0.1% M/M in September. (Source: Econoday)
- US manufacturing PMI decreased to 47.7 in November (consensus: 47.6) versus 50.4 in October. (Source: Econoday)
- UK nationwide house price increased 4.4% Y/Y in November (consensus: 5.8% Y/Y) as compared to 7.2% Y/Y. On M/M basis, house price index fell 1.4% in November (consensus: -0.3% M/M) versus fall of 0.9% M/M in October. (Source: Econoday)
- UK manufacturing PMI increased to 46.5 in November (consensus: 46.2) versus 46.2 in October. (Source: Econoday)
- The Group of Seven (G7) countries and Australia announced that they had agreed to a USD 60 per barrel price cap on Russian seaborne crude as the Western countries try to limit Moscow's ability to finance its war in Ukraine. (Source: Econoday)

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	112.04	-1.1	-0.1	17.1
Euro	0.98	1.2	0.4	-13.4
Japanese Yen	149.04	0.2	3.0	29.5
Sterling Pound	1.14	1.7	1.7	-16.1
Chinese Yuan	7.21	-0.2	0.9	13.4
Indian Rupee	82.36	0.0	1.2	10.8
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.68	0.1	0.0	0.3
Kuwaiti Dinar	0.31	0.0	0.1	2.6
Omani Rial	0.39	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	-0.1	0.0
Egyptian Pound	19.68	0.1	0.7	25.2

Corporate Calendar

Date	Company	Event
5 th Dec	Alsaif Gallery	Start of offering
6 th Dec	Alsaif Gallery	Close of offering
8 th Dec	Saudi Top for Trading	Close of offering
8 th Dec	Leen Alkhair Trading	Close of offering
11 th Dec	SAIC	EGM
12 th Dec	QACCO	Cash Dividend Distribution

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,324	0.0	0.0	4.0	9
Abu Dhabi (ADX)	10,552	0.0	0.0	24.3	19
Kuwait (KSE)	5,711	0.3	0.5	-3.0	13.1
Qatar (QE)	12,022	0.0	0.8	3.4	13.4
Oman (MSM)	4,622	0.2	0.2	11.9	11.6
Bahrain (BSE)	1,864	0.0	0.0	3.7	7.1
Egypt (EGX30)	14,079	3.2	6.2	17.8	6.5

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	30,186	1.9	5.1	-16.9	16.3
Nasdaq	11,063	3.5	0.8	-32.2	22.0
S&P 500	3,678	2.6	2.6	-22.8	17.6
FTSE 100	6,920	0.9	0.4	-6.3	13.3
Germany DAX 30	12,649	1.7	4.4	-20.4	12.1
France CAC 40	6,041	1.8	4.8	-15.6	12.5
Japan Nikkei 225	26,776	-1.2	3.2	-7.0	26.7
Russia MOEX	2,013	3.2	2.8	-46.9	3.2
Hong Kong Hang Seng	16,613	0.2	-3.5	-29.0	6.2
South Korea KOSPI	2,220	0.3	3.0	-25.5	9.4
China Shanghai Composite	3,085	0.4	2.0	-15.2	13.4
Australia ASX 200	6,664	-1.4	2.9	-10.5	13.7
India Sensex	58,411	0.8	1.7	0.3	22.2
MSCI EM	866	0.3	-1.1	-29.7	9.6
MSCI World	2,432	2.3	2.2	-24.8	15.4

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	96.31	-1.1	-2.1	21.6
Brent Crude (\$/bbl)	91.62	0.0	4.2	15.5
Texas crude (\$/bbl)	85.46	-0.2	7.5	11.0
Natural Gas (\$/mmbtu)	6.00	-7.0	-11.3	62.5
Gold (\$/oz)	1,650.09	0.3	-0.6	-9.1
Silver (\$/oz)	18.65	2.1	-2.0	-19.0
Steel (\$/ton)	755.00	0.5	-2.7	-47.1
Iron Ore (CNY/MT)	753.50	0.0	-1.1	9.8
Wheat (\$/bu)	861.00	0.1	-6.6	10.5
Corn (\$/bu)	683.50	-0.9	0.9	25.2
Sugar (\$/lb)	18.77	-0.4	6.2	2.8
SMP* (EUR/MT)	3,638.00	0.0	-1.4	8.1

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	4.19	0.0	43.9	398.5
KSA (SAIBOR 3M)	4.98	8.3	86.6	407.8
KSA (SAIBOR 6M)	3.85	7.6	29.4	348.9
KSA (SAIBOR 12M)	3.19	0.0	25.0	168.8
USD (LIBOR 3M)	5.03	0.0	2.5	350.8
UAE (EIBOR 3M)	5.03	0.0	2.5	350.8

Data Sources: Tadawul, Bloomberg, Reuters
Closes as of December 4, 2022

Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	10,724
Short-term view	Cautious Buy
52 weeks high/low	13,949 – 10,578

Market data	
Exchange Market Cap. (SARbn)	10,063.1
Value (SARmn)	2,909.8
Volume (mn)	85.6
Number of Transactions	251,759
Market Breadth	31 : 176

Key statistics	
1D return %	-0.91%
WTD return %	-0.91%
QTD return	-5.97%
YTD return	-4.94%
ADT vol. 3M* (mn)	134.6
ADT val. 3M (SARmn)	5,194.8

ADT stands for Average Daily Traded *

TASI market commentary

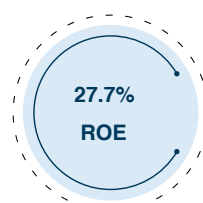
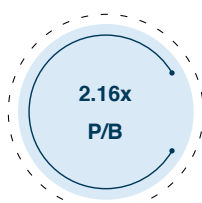
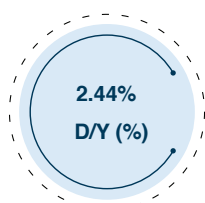
- The TASI declined on Sunday, primarily due to weakness in Index heavyweights Materials (-1.33% D/D) and Telecommunication Services (-1.30% DD) stocks. At close, the Saudi market ended the day with a loss of -0.91% at 10,724. In terms of activity, total volumes and value traded were ~86mn and ~SAR 2.9bn respectively. The advance-decline ratio came in at 31/176.

Technical outlook

- TASI fell around 99 points and ended the trading session below the 10,750 mark. The index opened gap up but failed to make any further headway above its 10-day moving average near the 10,860 level, and slid lower on the back of profit booking. Meanwhile, the index developed a bearish candle yesterday, after witnessing profit-booking on Thursday. However, the index rebound hopes are still intact and a possibility of a reversal cannot be ruled out, as long as the index stabilizes above its strong support near 10,600. Meanwhile, the index has immediate support near the 10,680 level, below which the index can drag lower to test its previous support near the 10,600 level. On the flip side, the index has resistance near the 10,810 level, any penetration above it could result in a short rally and the index can test its 10-day moving average near the 10,860 level. Meanwhile, traders are advised to cautiously buy as the index is trading above its strong support, keeping a stop loss of 10,600 (previous strong support).

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
10,577	10,598	10,682	10,807	10,863	10,909	11,084



Source: Bloomberg, Argaam

TASI daily chart



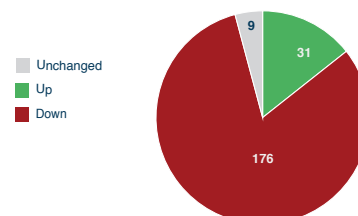
17 Tradingview

Source: Tradingview, Tadawul, AlJazira Capital

Our view



Market depth



SAUDI MARKET - TOP PICKS FOR THE WEEK

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

* As of 5th December 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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