



Major Economic News

- PIF completed its second green bond issuance which raised USD 5.5bn to finance or refinance PIF's green investments, in accordance with its Green Finance Framework. (Source: Argaam)
- Aggregate sales of 17 Saudi cement producers dropped 8.0% to 4.5mn tons in January, from 4.9mn tons a year earlier. Clinker production decreased by 7.0% to 4.5mn tons in the same month, from 4.9mn tons in January 2022. (Source: Argaam)

Major Corporate News

- Saudi Industrial Investment Group (SIIG) continues the maintenance work on its subsidiary Saudi Polymers Co. (SPC), after an unplanned shutdown in January. All SPC units are expected to be up and running within the next four weeks. SIIG expects a significant impact on Q1-23 financials that could exceed SAR 200.0mn. (Source: Argaam)
- Perfect Presentation for Commercial Services Co. (2P) inked a SAR 43.9mn contract (inclusive of VAT) for the maintenance and operation of IT at Al Noor Specialist Hospital in Makkah. (Source: Argaam)
- MSCI Inc announced the results of its quarterly review, as it added Saudi Home Loans (SHL) and 2P to MSCI Saudi Arabia Standard Index, but excluded Riyadh Cement Co. (Source: Argaam)

Earnings update (Net Profit) (SAR mn)

Company	Q4-22	Q4-21	Y/Y %	Q3-22	Q/Q %
Tanmiah Food Co.	123.3	-12.4	NM	31.7	288.6
Banque Saudi Fransi	903.0	993.0	-9.1	961.0	-6.0
Genomi Centers	455.7	372.8	22.2	246.4	84.9
Genomi Retail*	-279.8	16.0	NM	23.3	NM
A.Othaim Market	196.6	149.6	31.4	744.6	-73.6

* Financial year ends in March

Market Analysis

- The Saudi Stock Exchange decreased 0.9% to 10,412.2 on Thursday. The value traded stood at SAR 3.5bn (up 2.8% over previous day), while the advance-decline ratio stood at 78/121. The parallel market index increased 0.8% to 19,366.8 points. The value traded stood at SAR 38.9mn (down 18.6% over previous day). Most sectors in the main market ended in the red. Media and Consumer Services (up 1.0% and 0.1%, respectively) advanced the most; Utilities and Food and Beverages (down 2.1% and 2.0%, respectively) led the laggards

Top Gainers

Company	Price	Change%
GULF GENERAL	8.59	10.0
ATHEEB TELECOM	69.00	6.2
MIS	98.10	3.8
ALAMAR	154.00	3.5
GULF UNION ALAHLIA	9.72	3.4

Top Losers

Company	Price	Change%
SAVOLA GROUP	28.10	-3.8
BUPA ARABIA	152.20	-3.6
DALLAH HEALTH	143.80	-3.5
MOUWASAT	186.60	-3.4
SIPCHEM	35.60	-3.1

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,412	10,518	10,392	-0.9	-0.6
NomuC	19,367	19,614	19,177	0.8	-0.3

TASI movement during session



TASI Ratios

P/E* (x)	16.9
Price-to-Book (x)	2.1
Dividend Yield (%)	1.9
Return on Equity (%)	27.6

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,486	-0.3	1.1	11.7
Materials	6,433	-1.3	2.3	12.9
Capital Goods	5,557	-0.6	6.3	18.6
Commercial Service	3,540	-0.4	3.0	30.7
Transportation	4,824	-0.3	6.2	High
Consumer Durables	4,312	-0.1	2.1	Neg
Consumer Services	4,182	0.1	13.3	High
Media	21,931	1.0	2.0	22.9
Retailing	7,280	-0.2	1.5	22.6
Food & Staples	9,054	-0.3	6.0	19.6
Food & Beverages	4,705	-2.0	1.4	39.2
Healthcare	9,108	-2.0	0.0	44.9
Pharma & Bio Tech	2,950	-1.4	2.7	Neg
Banks	10,974	-1.1	-4.9	15.1
Diversified Financial	5,981	0.0	-6.0	6.8
Insurance	5,860	-0.9	10.2	High
Telecom	6,351	0.1	-0.6	15.8
Utilities	6,918	-2.1	-3.6	15.2
REITs	3,863	-0.1	-2.8	22.5
Real Estate	2,751	-0.3	10.0	High
Software & Services	38,503	-0.8	7.3	33.3

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
10,501	10,643	10,692	3.81

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	-	-	-
Previous week	18.9	828.20	1,510.80

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	32.40	-0.3
Al Rajhi	77.30	-1.8
SNB	48.40	-0.7
SABIC	92.30	-0.5
STC	36.30	0.6

Regional and International Markets

- Among other regional markets, Dubai increased 0.2%, while Abu Dhabi gained 0.1%. Egypt and Bahrain increased 3.9% and 0.1%, respectively, while Kuwait and Qatar decreased 2.0% and 0.7%, respectively. Meanwhile, Oman remained flat.
- According to Baker Hughes, North America's rig count increased to 1,011 in the week ended February 10 from 1,008 earlier. The rig count rose to 761 in the US from 759 earlier, while it increased to 18 in the Gulf of Mexico from 12. The rig count in Canada increased to 250 from 249 earlier. (Source: Baker Hughes)
- US initial jobless claims increased to 196,000 (consensus: 190,000) in the week ended February 04, representing a rise of 13,000 from the previous week's unrevised level of 183,000. (Source: RTT News)
- US consumer sentiment index increased to 66.4 in February (consensus: 65.0) from 64.9 in January. This was the third straight month to record improvement in consumer sentiments, with the index reaching its highest level since hitting 67.2 in January 2022. (Source: RTT News)
- UK's GDP remained flat in Q4-22 (in line with consensus) compared to a decline of 0.2% in Q3-22. (Source: RTT News)
- Oil prices jumped 2.2% on Friday, as Russia announced to cut around 5% of its oil production in March.
- Gold prices rose 0.2% ahead of US inflation data and amid expectations of the US Fed easing the rate hike cycle.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	103.63	0.4	1.5	0.1
Euro	1.07	-0.6	-1.7	-0.3
Japanese Yen	131.36	-0.2	1.0	0.2
Sterling Pound	1.21	-0.5	-2.1	-0.2
Chinese Yuan	6.82	0.5	1.0	-1.4
Indian Rupee	82.51	-0.0	0.7	-0.3
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.65	0.0	-0.3	-0.5
Kuwaiti Dinar	0.31	0.0	0.1	-0.1
Omani Rial	0.38	0.1	0.1	0.0
Bahraini Dinar	0.38	0.0	0.0	0.0
Egyptian Pound	30.50	0.1	1.0	23.2

Corporate Calendar

Date	Company	Event
12 th Feb	Waja	Start of IPO
12 th Feb	ACWA Power	EGM
12 th Feb	SAUDI TOP	Cash Dividend Distribution
12 th Feb	CENOMI CENTERS	Cash Dividend Distribution
13 th Feb	Wafrah	EGM
13 th Feb	MULKIA REIT	Cash Dividend Distribution

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,454	0.2	4.6	3.8	10.9
Abu Dhabi (ADX)	10,023	0.1	2.2	-2.4	18.1
Kuwait (KSE)	5,543	-2.0	-1.4	-1.0	13.2
Qatar (QE)	10,424	-0.7	-4.6	-2.4	11.4
Oman (MSM)	4,769	0.0	1.4	-1.8	11.9
Bahrain (BSE)	1,937	0.1	0.5	2.2	7.1
Egypt (EGX30)	17,614	3.9	7.1	20.7	8.0

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	33,869	0.5	-0.6	2.2	20.0
Nasdaq	12,305	-0.6	1.7	12.5	24.8
S&P 500	4,090	0.2	0.3	6.5	19.4
FTSE 100	7,882	-0.4	1.4	5.8	11.3
Germany DAX 30	15,308	-1.4	1.2	9.9	12.5
France CAC 40	7,130	-0.8	0.7	10.1	11.6
Japan Nikkei 225	27,671	0.3	1.3	6.0	22.8
Russia MOEX	2,262	-0.0	1.6	5.0	2.3
Hong Kong Hang Seng	21,190	-2.0	-3.0	7.1	12.5
South Korea KOSPI	2,470	-0.5	1.8	10.4	11.7
China Shanghai Composite	3,261	-0.3	0.2	5.5	14.2
Australia ASX 200	7,434	-0.8	-0.6	5.6	15.0
India Sensex	60,683	-0.2	1.9	-0.3	22.9
MSCI EM	1,014	-1.1	-1.7	6.0	12.7
MSCI World	2,784	-0.2	-0.0	7.0	17.8

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	86.36	2.2	4.2	2.5
Brent Crude (\$/bbl)	86.39	2.2	2.2	0.6
Texas crude (\$/bbl)	79.72	2.1	1.1	-0.7
Natural Gas (\$/mmbtu)	2.51	3.5	-6.3	-38.7
Gold (\$/oz)	1,865.57	0.2	-3.3	2.3
Silver (\$/oz)	22.00	0.1	-7.3	-8.1
Steel (\$/ton)	798.00	-0.6	1.3	7.3
Iron Ore (CNY/MT)	895.00	0.0	-0.6	4.4
Wheat (\$/bu)	795.75	3.6	4.5	0.5
Corn (\$/bu)	680.50	1.5	0.1	0.3
Sugar (\$/lb)	20.04	0.1	-2.0	7.1
SMP* (EUR/MT)	2,490.00	0.0	-1.2	-10.3

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.18	-1.2	11.3	44.6
KSA (SAIBOR 3M)	5.50	0.4	2.0	16.0
KSA (SAIBOR 6M)	5.71	-3.4	-1.5	11.6
KSA (SAIBOR 12M)	5.79	-1.9	0.5	-7.9
USD (LIBOR 3M)	4.87	-0.3	5.6	10.2
UAE (EIBOR 3M)	4.88	4.4	20.4	57.0

Data Sources: Tadawul, Bloomberg, Reuters
Closes as of February 10, 2023



Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	10,412
Short-term view	Cautious
52 weeks high/low	13,949 – 9,950

Market data	
Exchange Market Cap. (SAR bn)	9,935.6
Value (SAR mn)	3,507.3
Volume (mn)	117.3
Number of Transactions	270,549
Market Breadth	78 : 121

Key statistics	
1D return %	-0.91%
MTD return %	-3.53%
QTD return	-0.63%
YTD return	-0.63%
ADT vol. 3M* (mn)	152.2
ADT val. 3M (SARmn)	4,009.3

*ADT stands for Average Daily Traded

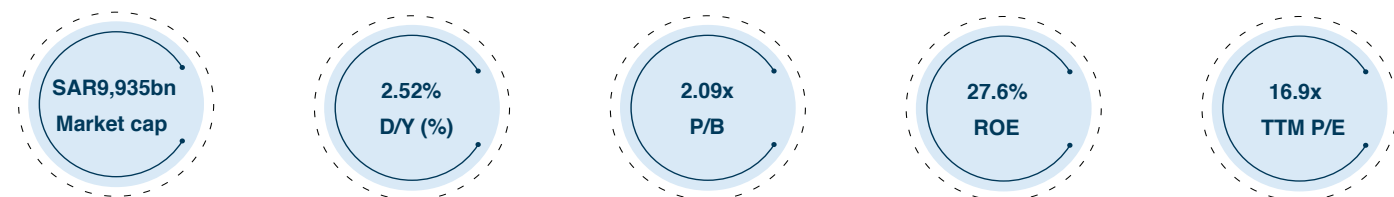
TASI market commentary

- The TASI declined on Thursday, primarily due to weakness of Index heavyweights Materials (-1.25% D/D) and Banks (-1.10% D/D) stocks. At close, the Saudi market ended the day with a change of -0.91% at 10,412. In terms of activity, total volumes and value traded were ~117mn and ~SAR 3.5bn respectively. The advance-decline ratio came in at 78/121.

Technical outlook

- TASI lost 96 points to close Thursday's trading session near the 10,412 mark. The last session was entirely dominated by bears who drove the index down to close the session near the low. After the death cross of 10&20-day SMAs that indicated the weakness of bulls, TASI breached the low of the prior three sessions near 10,450 to maintain the short-term downtrend. Moreover, it developed a bearish opening marubozu candle pattern which reflects the bears' upper hand in the short term. Furthermore, the MACD histogram is still recording lower readings. The index has immediate support near the 50% retracement level of the last short-term upside leg near the level of 10,400 which if breached, may continue declining toward the support of 10,300 which coincides with the 61.8% retracement level. On the flip side, immediate resistance is seen around the level of 10,510 followed by 10,600, which if breached, the index may continue toward the level of the 10-day SMA near 10,640. Traders are advised to trade cautiously as the index is still moving in a short-term downtrend and keep tracking of 10,300 as a strong support for a potential rebound.

Key price levels						
S3	S2	S1	Pivot	R1	R2	R3
10,150	10,300	10,400	10,510	10,600	10,640	10,690



Source: Bloomberg, Argam

TASI daily chart



Source: Tradingview, Aljazeera Capital

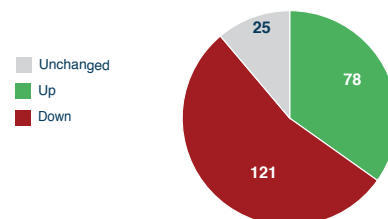
SAUDI MARKET - TOP PICKS FOR THE WEEK

Code	Company	Close*	Buy range	Target 1	Target 2	Stop loss
No stocks recommendations due to market volatility						

Our view



Market depth



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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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