

Daily Market Report

Saudi Arabia Stock Exchange
02 December 2024



TASI Index	11,741.7	0.86%
Turnover (SAR mn)	4,632.7	-23%

Research Department
research@alrajhi-capital.com
Tel: +966 11 836 5464

Date	Economic Indicator	Actual	Consensus	Previous
2-Dec	USD ISM Manufacturing PMI (Nov)	-	47.5	46.5
4-Dec	USD ADP Employment Change (Nov)	-	165K	233K
4-Dec	USD ISM Services PMI (Nov)	-	55.5	56
5-Dec	EUR Retail Sales (YoY) (Oct)	-	-	2.9%
6-Dec	EUR Gross Domestic Product s.a. (YoY) (Q3)	-	0.9%	0.9%
6-Dec	USD Average Hourly Earnings (MoM) (Nov)	-	0.3%	0.4%
6-Dec	USD Nonfarm Payrolls (Nov)	-	183K	12K
6-Dec	USD Michigan Consumer Sentiment Index (Dec)	-	72.9	71.8

Sources: Al Rajhi Capital, FXStreet

Regional Indices

	Close	1D %	WTD %	YTD %
KSA (TASI)	11,742	0.9	0.9	-1.6
KSA (MT30)	1,458	0.5	0.0	-5.5
Qatar (DSM)	10,393	-0.2	-0.2	-1.9
Kuwait (KSE)	7,246	0.0	0.0	6.3
Abu Dhabi (ADSM)	9,235	0.0	0.0	-3.6
Dubai (DFM)	4,847	0.0	0.0	19.4
Oman (MSM30)	4,578	0.3	0.3	2.1
Bahrain (BSE)	2,031	0.0	0.0	3.6
MSCI GCC	701	0.5	0.5	-1.9

Major Commodities / Currencies

	Close	1D %	WTD %	YTD %
Gold Spot \$/Oz	2,643	0.0	0.0	28.1
Silver Spot \$/Oz	30.63	0.0	0.0	28.7
Crude Oil (Brent)	71.84	0.0	0.0	-3.8
OPEC Basket	71.82	0.0	0.0	-8.4
Euro	1.06	0.0	0.0	-4.2
USD Index	105.74	0.0	0.0	4.3
JPY	149.77	0.0	0.0	6.2

Major Global Indices

	Close	1D %	WTD %	YTD %
DJ Industrial	44,911	0.0	0.0	19.2
S&P 500	6,032	0.0	0.0	26.5
Nikkei 225	38,519	0.0	0.0	15.1
Hang seng	19,468	0.0	0.0	14.2
UKX Index	8,287	0.0	0.0	7.2
CAC 40	7,235	0.0	0.0	-4.1
MSCI World	3,810	0.0	0.0	20.2
MSCI EM	1,079	0.0	0.0	5.4

Interest Rates

	1M	3M	12M	3M Chg 1Y
SOFR	4.67	4.91	-	-0.43
SAIBOR	5.41	5.57	5.13	-0.78
EIBOR	4.45	4.52	4.35	-0.95

Data Sources: Bloomberg

Note: SOFR Rate for 12M is not available

Updated as of 02/Dec/2024 8:00 AM

Global commentary

- This week, investors will monitor key economic data releases. In the U.S., the ISM Manufacturing PMI for November will be published on Monday. On Wednesday, the ADP Employment Change and the ISM Services PMI for November will be released. Then, on Friday, the reports for Average Hourly Earnings (MoM), Nonfarm Payrolls, and the Michigan Consumer Sentiment Index for December will be unveiled.
- In Europe, Germany's HCOB Manufacturing PMI for November will be released on Monday, followed by the HCOB Services PMI and Composite PMI for November on Wednesday. On Thursday, the Eurozone's Retail Sales data for October will be announced, with the Eurozone's GDP for Q3 set for release on Friday.
- In the GCC, stock markets had a mixed performance on Sunday. Oman saw a 0.3% rise, while Qatar dropped by 0.2%, and Bahrain and Kuwait remained flat. The markets in Dubai and Abu Dhabi were closed for a trading holiday.
- In Asia, markets opened on a positive note today. The Shanghai Composite rose by 1.0%, the Nikkei 225 gained 0.7%, the Kospi climbed 0.5%, and the Hang Seng increased by 0.2%.

Saudi commentary

- Tadawul All Share Index (TASI)** rose 0.86% to close at 11,741.74. Nineteen of the twenty-one sector indices closed higher. The advance-decline ratio was 159/64. Trading turnover was around SAR 4.6bn.
- NGDC secures SAR 22.1M credit facility from Riyadh Bank (Source: Tadawul).
- Arabian Cement inks deal with SEC unit for fuel displacement program (Source: Tadawul).
- Alsaif Gallery opens 3rd branch in UAE (Source: Tadawul).
- World Bank expects Saudi economy to grow 4.7% in 2025, 2026 (Source: World Bank).
- Tanmiah, through its subsidiary, plans to purchase a new processing plant for SAR 143M (Source: Tadawul).

Corporate events

- Today is the ex-dividend date of Sipchem and Bonyan REIT.
- Today is the cash dividend distribution date of Albabtain.

SUMMARY OF OUR COVERAGE

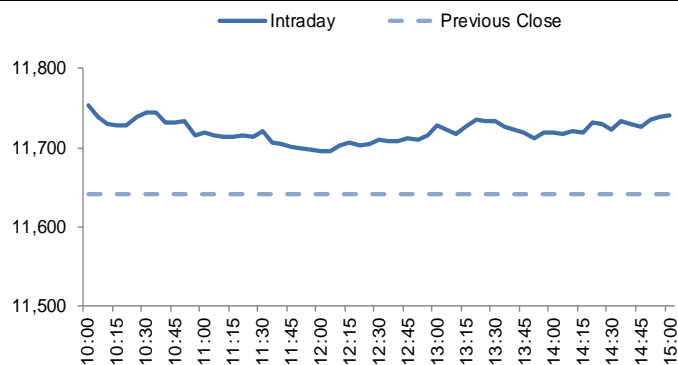
	Mcap (SARmn)	Last Price	TP	Rating	Upside (%)	P/E (x)		EV/EBITDA (x)		
						2024E	2025E	2024E	2025E	
Petchem										
SABIC	206,100	68.7	81.0	Neutral	17.90	68.7x	34.4x	11.7x	8.8x	
Sipchem	18,231	24.9	32.0	Neutral	28.72	13.8x	11.8x	8.5x	7.7x	
SABIC Agri-Nutrients	53,030	111.4	131.0	Neutral	17.59	13.8x	12.8x	9.0x	8.5x	
Yansab	21,150	37.6	35.0	Neutral	(6.91)	NM	47.0x	13.9x	10.7x	
APCC	8,866	34.1	40.0	Neutral	17.30	24.4x	17.1x	30.3x	23.4x	
Building construction										
Arabian Cement	2,625	26.3	30.0	Neutral	14.29	29.2x	23.2x	11.9x	11.1x	
Yamama Cement	6,359	31.4	30.0	Neutral	(4.46)	18.9x	15.1x	16.6x	14.5x	
Saudi Cement	6,319	41.3	50.0	Neutral	21.07	17.8x	15.2x	11.7x	10.7x	
Qassim Cement	5,838	52.8	54.0	Neutral	2.27	25.4x	19.8x	22.3x	18.9x	
Yanbu Cement	3,717	23.6	30.0	Neutral	27.12	36.3x	25.4x	13.9x	12.5x	
Southern Cement	4,732	33.8	42.0	Neutral	24.26	21.9x	16.7x	12.5x	11.0x	
Najran Cement	1,540	9.1	11.0	Neutral	21.41	21.6x	14.9x	10.9x	9.6x	
Riyadh Cement	3,804	31.7	30.0	Neutral	(5.36)	20.5x	18.1x	12.9x	12.0x	
Bawan Company	3,006	50.1	41.0	Neutral	(18.16)	24.3x	21.1x	13.6x	12.8x	
Riyadh Cables	19,950	133.0	115.0	Overweight	(13.53)	30.2x	26.6x	23.2x	20.9x	
Marble Design	454	75.6	71.0	Overweight	(6.08)	16.1x	14.2x	13.8x	12.3x	
Saudi Ceramic	3,655	36.6	25.0	Neutral	(31.60)	52.2x	24.9x	23.4x	17.7x	
Telecom										
STC	199,000	39.8	46.0	Overweight	15.58	14.2x	13.7x	7.3x	6.8x	
Mobily	41,195	53.5	60.0	Overweight	12.15	17.3x	14.5x	6.9x	6.5x	
Zain	9,293	10.3	14.0	Neutral	35.40	14.8x	11.5x	5.4x	5.1x	
Food & Agriculture										
Almarai	57,000	57.0	60.0	Neutral	5.26	24.7x	22.1x	12.6x	11.7x	
Savola	28,123	24.8	30.0	Neutral	20.97	26.8x	23.1x	9.3x	8.9x	
Sadafco	10,966	337.4	375.0	Neutral	11.14	21.9x	20.5x	17.3x	16.2x	
NADEC	7,257	24.1	35.0	Overweight	45.47	15.4x	14.2x	8.8x	8.6x	
Almunajem Foods Co.	5,844	97.4	102.0	Overweight	4.72	18.7x	17.9x	15.8x	15.3x	
First Milling	3,330	60.0	102.0	Overweight	70.00	13.3x	13.0x	12.4x	12.1x	
Modern Mills	3,331	40.7	69.0	Overweight	69.53	15.1x	13.7x	12.3x	11.5x	
Tanmiah food	2,596	129.8	135.0	Overweight	4.01	22.4x	20.1x	10.7x	9.4x	
Retail										
Jarir	15,456	12.9	16.0	Neutral	24.22	14.3x	14.2x	12.1x	11.8x	
Cenomi Retail	1,469	12.8	8.5	Neutral	(33.59)	NM	NM	6.7x	6.7x	
AlOthaim	9,900	11.0	15.0	Neutral	36.36	20.8x	22.0x	13.0x	11.9x	
Extra	8,064	100.8	93.0	Neutral	(7.74)	18.0x	16.4x	12.0x	11.0x	
BinDawood	7,567	6.6	8.0	Underweight	20.85	21.4x	16.1x	10.7x	9.5x	
Leejam Sports	9,722	185.6	210.0	Overweight	13.15	23.5x	20.2x	14.5x	13.1x	
Healthcare										
Dallah	14,730	150.8	192.0	Overweight	27.32	29.0x	33.5x	27.5x	28.2x	
Mouwasat	18,200	91.0	122.0	Overweight	34.07	23.9x	20.7x	22.3x	19.5x	
NMCC	7,355	164.0	214.0	Neutral	30.49	24.1x	22.2x	25.0x	21.0x	
Al Hammadi	6,456	40.4	48.0	Neutral	18.96	25.2x	22.4x	23.1x	21.8x	
Saudi German	6,406	69.6	82.0	Neutral	17.82	25.8x	20.5x	17.6x	16.1x	
Fakeeh Care Group	14,662	63.2	66.0	Overweight	4.43	57.5x	39.5x	39.1x	30.0x	
Sulaiman Al Habib	95,550	273.0	316.0	Neutral	15.75	42.7x	35.9x	43.5x	35.4x	

	Mcap (SARmn)	Last Price	TP	Rating	Upside (%)	P/E (x)		EV/EBITDA (x)	
						2024E	2025E	2024E	2025E
Insurance									
Bupa Arabia	28,260	188.4	260.0	Neutral	38.00	24.8x	20.3x	NA	NA
Tawuniya	19,890	132.6	155.0	Neutral	16.89	23.3x	21.7x	NA	NA
GIG SA	1,670	31.8	37.0	Neutral	16.35	16.7x	15.1x	NA	NA
Malath	765	15.3	16.3	Neutral	6.54	19.1x	13.9x	NA	NA
Walaa	1,778	17.6	25.3	Neutral	43.75	14.7x	58.7x	NA	NA
Saudi Re.	4,018	45.1	36.0	Overweight	(20.18)	34.7x	32.2x	NA	NA
Energy									
Saudi Aramco	6,667,100	27.6	33.0	Overweight	19.78	15.3x	14.9x	7.4x	7.1x
Arabian Drilling Co	10,057	113.0	140.0	Overweight	23.89	19.5x	16.1x	7.9x	7.7x
Aldrees Petroleum	11,740	117.4	75.0	Neutral	(36.12)	34.5x	28.6x	15.5x	13.8x
ADES Holding Co.	20,278	18.0	20.0	Neutral	11.36	25.7x	20.0x	10.1x	9.3x
Luberef	18,664	110.6	135.0	Neutral	22.06	15.4x	14.2x	11.7x	11.2x
IT									
Al Moammar Information Solutions	5,106	170.2	120.0	Neutral	(29.49)	40.5x	44.8x	7.4x	7.1x
Tam Development Co.	33,456	278.8	360.0	Overweight	29.12	22.9x	22.7x	7.9x	7.7x
ELM	717	196.0	270.0	Overweight	37.76	13.0x	10.4x	10.1x	9.3x
2P	87,200	1090.0	1100.0	Overweight	0.92	53.4x	43.3x	11.7x	11.2x
Rasan	4,140	13.8	15.5	Neutral	12.32	23.0x	19.7x	20.7x	17.3x
	5,723	75.5	45.0	Overweight	(40.40)	88.8x	64.0x	59.4x	43.4x
Pharma									
SPIMACO	3,588	29.9	37.0	Overweight	23.75	33.2x	27.2x	21.1x	16.9x
Jamjoom	10,948	156.4	172.0	Neutral	9.97	31.9x	27.0x	29.1x	25.5x
Avalon Pharma	2,388	119.4	131.0	Neutral	9.72	27.8x	23.4x	25.2x	21.3x
Astra	13,472	168.4	203.0	Overweight	20.55	22.2x	21.1x	20.5x	18.3x
Logistics									
SISCO	2,387	29.3	30.0	Neutral	2.56	36.6x	26.6x	7.6x	6.9x
Jahez	7,554	36.0	37.0	Overweight	2.78	38.7x	26.1x	28.3x	20.3x
SAL	20,784	259.8	310.0	Overweight	19.32	30.6x	25.2x	23.6x	20.0x
Transportation and Tourism									
Theeb Rent A Car Co	3,225	75.0	80.0	Overweight	6.67	18.8x	17.0x	7.7x	7.3x
Budget Saudi	6,113	78.2	96.0	Overweight	22.76	19.8x	15.2x	9.8x	7.8x
Lumi Rental Co.	4,164	75.7	87.0	Neutral	14.93	23.7x	16.5x	8.5x	7.4x
Seera Group Holding	7,104	23.7	29.0	Overweight	22.47	41.7x	30.2x	9.6x	8.6x
Others									
Tadawul Group	26,088	217.4	220.0	Neutral	1.20	39.5x	34.0x	33.6x	28.9x
Al Arabia	8,100	162.0	280.0	Overweight	72.84	19.1x	13.3x	5.9x	4.4x
AWPT	4,998	142.8	121.4	Overweight	(14.97)	19.6x	20.4x	12.0x	10.8x
Acwa Power	276,908	378.0	274.5	Neutral	(27.39)	NM	94.5x	70.7x	57.3x
AMAK	6,102	67.8	62.7	Neutral	(7.52)	42.4x	27.1x	19.4x	14.9x
Equipment House	1,563	52.1	46.0	Underweight	(11.71)	32.6x	26.1x	16.1x	14.1x
Miahona	4,554	28.3	13.7	Overweight	(51.59)	25.5x	52.4x	14.8x	33.7x
AOL	895	9.9	12.4	Overweight	24.75	38.2x	15.8x	20.8x	11.4x
SMASCO	3,080	7.7	7.5	Neutral	(2.60)	19.3x	17.5x	13.4x	12.6x
Tamkeen	1,802	68.0	52.0	Neutral	(23.53)	24.2x	25.8x	20.0x	20.0x

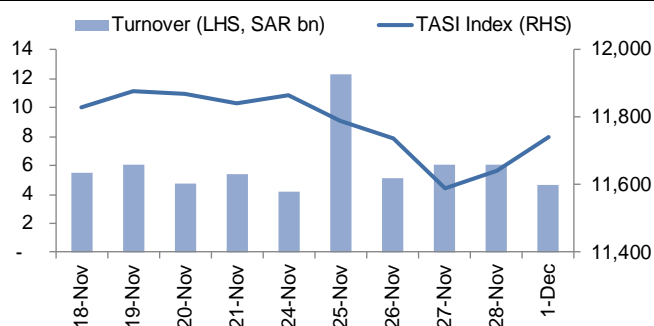
Source: Bloomberg, AlRajhi Capital

Note: For PE and EV/EBITDA multiples, anything above 100 is considered as NM

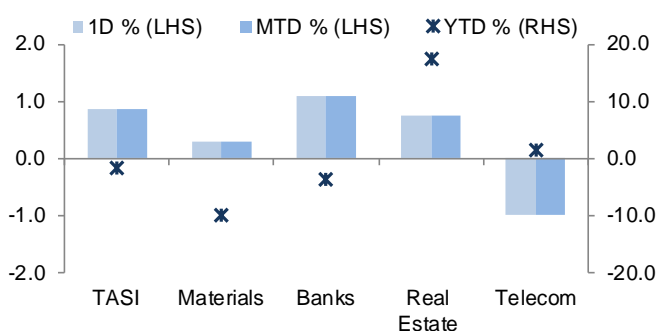
TASI Intra Day Movement



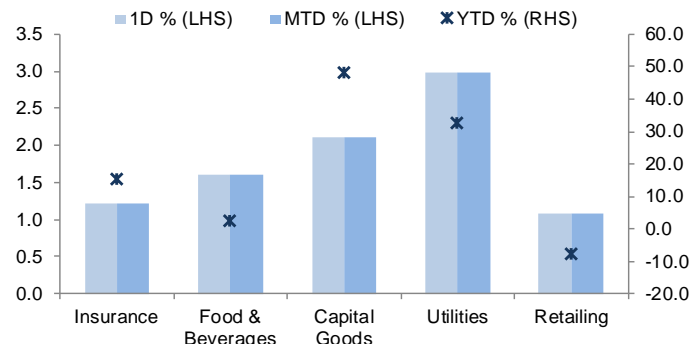
TASI – Activity Trend (Last 10 Days)



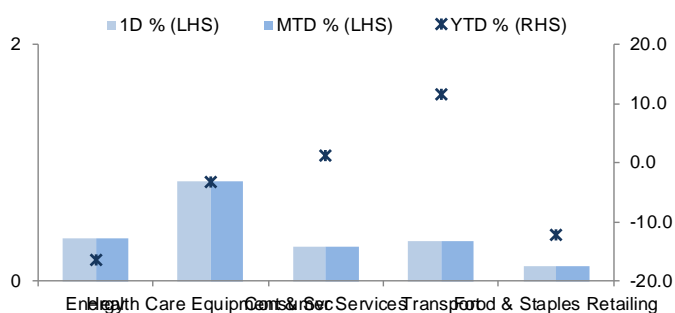
TASI – Large Cap (>10% Index weight) Sectors' Performance



TASI – Mid Cap (5 -10% index weight) Sectors' Performance



TASI – Small Cap (<5% index weight) Sectors' Performance



TASI – Top Gainers / Losers

Company	Last Price	Chg %	Vol (mn)	Value Trd (SAR mn)
GIG	31.80	8.4	0.5	15.7
SAICO	15.44	4.6	0.1	1.5
Lazurde	13.70	4.3	0.8	10.9
ACWA Power	378.00	3.8	0.1	40.5
Saudi Ceramics	36.55	3.7	0.9	33.9

Company	Last Price	Chg %	Vol (mn)	Value Trd (SAR mn)
Tamkeen	68.00	-11.3	7.8	572.1
Etihad Etisalat	53.50	-3.1	2.2	120.1
Northern Cement	8.98	-1.9	0.4	3.3
Anaam Holding	1.22	-1.6	5.4	6.6
Red Sea	62.70	-1.6	0.3	21.1

Data Sources: Al Rajhi Capital, Bloomberg

TASI – Stocks Closer to 52 Week High/52 Week Low

Company	Last Price	52Wk High	% Diff	Value Trd (SAR mn)
Albaha	0.42	0.42	0.0%	23.1
MDCD	121.40	122.20	0.7%	38.6
ARDCO	28.70	29.00	1.0%	16.0
Theeb	78.10	79.00	1.2%	9.4
EIC	7.59	7.69	1.3%	70.6

Company	Last Price	52Wk Low	% Diff	Value Trd (SAR mn)
SPCC	33.05	33.00	0.2%	1.8
Jadwa REIT	10.76	10.72	0.4%	3.1
SIIG	18.34	18.24	0.5%	19.3
Saudi Electricity	16.20	16.10	0.6%	13.2
Lumi	75.20	74.70	0.7%	4.9

Weekly ownership data

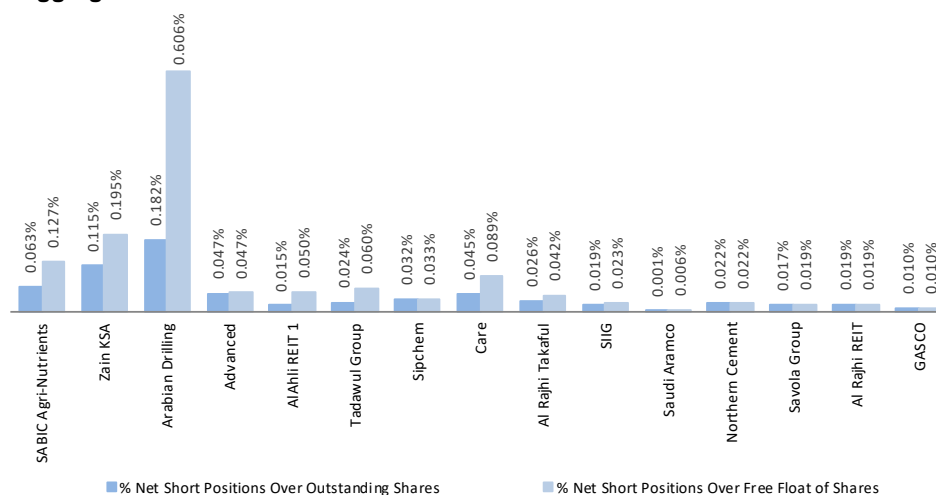
	12/Sep/24	19/Sep/24	26/Sep/24	3/Oct/24	10/Oct/24	17/Oct/24	24/Oct/24	31/Oct/24	7/Nov/24	14/Nov/24	21/Nov/24	28/Nov/24
Saudi Individuals - Retail	1.63%	1.65%	1.65%	1.60%	1.64%	1.65%	1.65%	1.60%	1.59%	1.58%	1.60%	1.62%
Saudi Individuals - Others	7.63%	7.67%	7.70%	7.66%	7.79%	7.80%	7.76%	7.89%	7.74%	7.56%	7.57%	7.58%
Saudi Institutions - Corporates	18.03%	18.01%	18.16%	18.08%	17.91%	17.87%	17.80%	17.85%	17.76%	17.60%	17.61%	17.65%
Saudi Institutions - Mutual Funds	3.11%	3.11%	3.11%	3.08%	3.10%	3.09%	3.10%	3.11%	3.06%	3.02%	3.08%	3.08%
Saudi Institutions - GREs	64.35%	64.26%	64.01%	64.28%	64.23%	64.26%	64.37%	64.21%	64.61%	65.06%	64.94%	64.84%
Saudi Institutions - Institution DPMs	0.46%	0.48%	0.48%	0.48%	0.52%	0.49%	0.49%	0.50%	0.48%	0.47%	0.47%	0.48%
GCC	0.75%	0.75%	0.77%	0.76%	0.76%	0.77%	0.77%	0.77%	0.75%	0.74%	0.75%	0.75%
Foreign - QFIS	3.27%	3.29%	3.34%	3.30%	3.30%	3.29%	3.29%	3.31%	3.26%	3.23%	3.26%	3.28%
Foreign - Others	0.77%	0.77%	0.78%	0.75%	0.76%	0.77%	0.77%	0.76%	0.74%	0.73%	0.72%	0.73%
Total	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Top Stocks – Loan value

Company	TSLV (SAR mn)	% TSLV	Weekly		% of Mkt Cap	% of FF	DTC (20 Days)
			Change (%)	Change (SAR mn)			
Saudi Aramco	443.6	18.8%	63.9%	172.9	0.01%	0.04%	0.6
ACWA Power	323.8	13.8%	-5.3%	(18.2)	0.12%	0.22%	3.7
Almarai	171.4	7.3%	-21.1%	(33.6)	0.30%	0.47%	4.8
Zain KSA	111.4	4.7%	20.0%	18.6	1.20%	2.03%	5.2
Sipchem	86.0	3.7%	3.9%	3.3	0.47%	0.49%	2.5
Arabian Drilling	81.3	3.5%	-0.9%	(0.7)	0.81%	2.70%	1.8
Solutions	56.1	2.4%	4.7%	2.5	0.17%	0.83%	1.0
Jarir	51.4	2.2%	-0.9%	(0.5)	0.33%	0.35%	1.8
Tadawul Group	46.8	2.0%	10.0%	4.3	0.18%	0.45%	2.1
Al Rajhi Takaful	45.8	1.9%	-15.8%	(8.6)	0.27%	0.43%	1.9
Advanced	44.3	1.9%	-1.1%	(0.5)	0.50%	0.53%	3.8
ADES	41.9	1.8%	7.9%	3.1	0.21%	0.56%	1.2
SABIC Agri-Nutrients	41.3	1.8%	10.9%	4.1	0.08%	0.16%	1.2
A.Othaim Market	41.2	1.8%	-0.7%	(0.3)	0.42%	0.63%	3.1
MARAFIQ	37.1	1.6%	2.7%	1.0	0.26%	0.32%	2.8
Mouwasat	36.9	1.6%	-3.6%	(1.4)	0.20%	0.31%	1.3
Nahdi	32.9	1.4%	-6.3%	(2.2)	0.21%	0.35%	2.2
Saudi Kayan	29.9	1.3%	0.2%	0.1	0.29%	0.44%	1.1
Seera	29.4	1.2%	-4.3%	(1.3)	0.41%	0.42%	0.5
Atheeb Telecom	29.0	1.2%	1.2%	0.4	0.74%	0.75%	0.5

Note: TSLV - Total securities on loan value, FF – Free float, DTC – Days to cover, %TSLV represents the TSLV of the stock divided by the Total TSLV.

Aggregate Sum of Net Short Positions



Data Sources: Al Rajhi Capital, Saudi Exchange (Tadawul)

Performance of GCC and other markets

	Country	Last Close	Index Change (%)			MCap US\$ bn	^FF MCap US\$ bn	Volume mn shr	Turnover US\$ mn	P/E (x) 12M	P/B (x) Current	Div Yld 12M (%)
			1D	1M	YTD							
GCC	Saudi Arabia*	11,742	0.9	0.9	-1.6	2,670	524	313	1,235	18.9	2.2	3.8
	Saudi Arabia (MT30)	1,458	0.5	0.0	-5.5	2,403	385	54	615	NA	NA	4.0
	Qatar	10,393	-0.2	-0.2	-1.9	169	80	54	62	11.3	1.3	4.1
	Dubai	4,847	0.0	0.0	19.4	217	72	202	173	9.3	1.4	5.0
	Abu Dhabi	9,235	0.0	0.0	-3.6	790	210	414	377	16.5	2.5	2.2
	Kuwait (All Share)	7,246	0.0	0.0	6.3	115	86	319	220	18.5	1.7	4.1
	Oman	4,578	0.3	0.3	2.1	31	12	14	6	11.4	0.9	5.6
	Bahrain	2,031	0.0	0.0	3.6	21	14	1	1	15.6	0.7	3.6
FTSE Emerging Index	Brazil	125,668	0.8	0.0	-6.3	582	349	1,641	4,281	8.4	1.4	6.8
	Czech Republic	1,682	-0.3	0.0	19.0	61	31	1	14	9.6	1.3	6.8
	Greece	1,393	-0.7	0.0	7.8	95	56	26	101	NA	1.2	3.1
	Hungary	77,936	-0.6	0.0	28.6	32	25	2	47	5.4	1.0	4.4
	Malaysia	1,596	0.1	0.1	9.7	245	110	264	355	14.7	1.5	4.2
	Mexico	49,813	-0.3	0.0	-13.2	310	193	160	363	14.2	1.6	4.0
	South Africa	84,510	-0.3	0.0	9.9	985	780	240	1,206	16.2	1.7	3.8
	Taiwan	22,754	2.2	2.2	26.9	2,190	1,515	2,845	8,969	20.7	2.4	2.5
	Thailand	1,427	0.0	0.0	0.8	517	243	3,433	1,081	19.3	1.4	3.3
	Turkey	9,652	0.1	0.0	29.2	244	94	3,996	3,274	5.3	1.2	2.6
	Chile	6,577	-0.2	0.0	6.1	112	45	830	76	0.9	1.1	4.3
	China	3,944	0.7	0.7	14.9	6,104	2,232	18,766	51,782	15.9	1.6	2.7
	Colombia	1,392	-0.4	0.0	16.5	54	23	12	21	8.0	0.8	9.6
	India	24,097	-0.1	-0.1	10.9	2,266	1,131	282	3,609	22.5	3.7	1.3
	Indonesia	7,104	-0.1	-0.1	-2.3	760	217	21,370	760	15.6	1.9	3.8
	Pakistan	101,357	1.2	0.0	62.5	39	15	455	93	5.8	1.1	6.8
	Peru	1,902	-1.4	0.0	16.3	97	20	0	40	13.4	2.2	4.8
	Philippines	6,722	1.6	1.6	4.2	155	63	101	79	11.5	1.5	2.8
	FTSE Emerging Index	572	0.6	0.6	9.8	22,520	10,307	78,655	129,594	14.5	1.8	2.8

Data Sources: Al Rajhi Capital, Bloomberg; Note: P/E & Div Yield LTM basis; *The TTM PE ratio for TASI has been revised after adjusting zakat expenses for banking stocks; ^Free Float Market Capitalization; **Respective Stock Exchange.

IMPORTANT DISCLOSURES FOR U.S. PERSONS

This research report was prepared by Al Rajhi Capital (Al Rajhi), a company authorized to engage in securities activities in Saudi Arabia. Al Rajhi is not a registered broker-dealer in the United States and, therefore, is not subject to U.S. rules regarding the preparation of research reports and the independence of research analysts. This research report is provided for distribution to "major U.S. institutional investors" in reliance on the exemption from registration provided by Rule 15a-6 of the U.S. Securities Exchange Act of 1934, as amended (the "Exchange Act").

Under no circumstances should any recipient of this research report effect any transaction to buy or sell securities or related financial instruments through Al Rajhi

The analyst whose name appears in this research report is not registered or qualified as a research analyst with the Financial Industry Regulatory Authority ("FINRA") and, therefore, may not be subject to applicable restrictions under FINRA Rules on communications with a subject company, public appearances and trading securities held by a research analyst account.

Additional Disclosures

This research report is for distribution only under such circumstances as may be permitted by applicable law. This research report has no regard to the specific investment objectives, financial situation or particular needs of any specific recipient, even if sent only to a single recipient. This research report is not guaranteed to be a complete statement or summary of any securities, markets, reports or developments referred to in this research report.

Neither Al Rajhi nor any of its directors, officers, employees or agents shall have any liability, however arising, for any error, inaccuracy or incompleteness of fact or opinion in this research report or lack of care in this research report's preparation or publication, or any losses or damages which may arise from the use of this research report.

Al Rajhi may rely on information barriers, such as "Chinese Walls" to control the flow of information within the areas, units, divisions, groups, or affiliates of Al Rajhi.

Investing in any non-U.S. securities or related financial instruments (including ADRs) discussed in this research report may present certain risks. The securities of non-U.S. issuers may not be registered with, or be subject to the regulations of, the U.S. Securities and Exchange Commission. Information on such non-U.S. securities or related financial instruments may be limited. Foreign companies may not be subject to audit and reporting standards and regulatory requirements comparable to those in effect within the United States.

The value of any investment or income from any securities or related financial instruments discussed in this research report denominated in a currency other than U.S. dollars is subject to exchange rate fluctuations that may have a positive or adverse effect on the value of or income from such securities or related financial instruments.

Past performance is not necessarily a guide to future performance and no representation or warranty, express or implied, is made by Al Rajhi with respect to future performance. Income from investments may fluctuate. The price or value of the investments to which this research report relates, either directly or indirectly, may fall or rise against the interest of investors. Any recommendation or opinion contained in this research report may become outdated as a consequence of changes in the environment in which the issuer of the securities under analysis operates, in addition to changes in the estimates and forecasts, assumptions and valuation methodology used herein.

No part of the content of this research report may be copied, forwarded or duplicated in any form or by any means without the prior consent of Al Rajhi and Al Rajhi accepts no liability whatsoever for the actions of third parties in this respect. This research document has been prepared by Al Rajhi Capital Company ("Al Rajhi Capital") of Riyadh, Saudi Arabia. It has been prepared for the general use of Al Rajhi Capital's clients and may not be redistributed, retransmitted or disclosed, in whole or in part, or in any form or manner, without the express written consent of Al Rajhi Capital. Receipt and review of this research document constitute your agreement not to redistribute, retransmit, or disclose to others the contents, opinions, conclusion, or information contained in this document prior to public disclosure of such information by Al Rajhi Capital. The information contained was obtained from various public sources believed to be reliable but we do not guarantee its accuracy. Al Rajhi Capital makes no representations or warranties (express or implied) regarding the data and information provided and Al Rajhi Capital does not represent that the information content of this document is complete, or free from any error, not misleading, or fit for any particular purpose. This research document provides general information only. Neither the information nor any opinion expressed constitutes an offer or an invitation to make an offer, to buy or sell any securities or other investment products related to such securities or investments. It is not intended to provide personal investment advice and it does not take into account the specific investment objectives, financial situation and the particular needs of any specific person who may receive this document.

Investors should seek financial, legal or tax advice regarding the appropriateness of investing in any securities, other investment or investment strategies discussed or recommended in this document and should understand that statements regarding future prospects may not be realized. Investors should note that income from such securities or other investments, if any, may fluctuate and that the price or value of such securities and investments may rise or fall. Fluctuations in exchange rates could have adverse effects on the value of or price of, or income derived from, certain investments. Accordingly, investors may receive back less than originally invested. Al Rajhi Capital or its officers or one or more of its affiliates (including research analysts) may have a financial interest in securities of the issuer(s) or related investments, including long or short positions in securities, warrants, futures, options, derivatives, or other financial instruments. Al Rajhi Capital or its affiliates may from time to time perform investment banking or other services for, solicit investment banking or other business from, any company mentioned in this research document. Al Rajhi Capital, together with its affiliates and employees, shall not be liable for any direct, indirect or consequential loss or damages that may arise, directly or indirectly, from any use of the information contained in this research document.

This research document and any recommendations contained are subject to change without prior notice. Al Rajhi Capital assumes no responsibility to update the information in this research document. Neither the whole nor any part of this research document may be altered, duplicated, transmitted or distributed in any form or by any means. This research document is not directed to, or intended for distribution to or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction where such distribution, publication, availability or use would be contrary to law or which would subject Al Rajhi Capital or any of its affiliates to any registration or licensing requirement within such jurisdiction.

Disclaimer and additional disclosures for Equity Research

Disclaimer

This research document has been prepared by Al Rajhi Capital Company ("Al Rajhi Capital") of Riyadh, Saudi Arabia. It has been prepared for the general use of Al Rajhi Capital's clients and may not be redistributed, retransmitted or disclosed, in whole or in part, or in any form or manner, without the express written consent of Al Rajhi Capital. Receipt and review of this research document constitute your agreement not to redistribute, retransmit, or disclose to others the contents, opinions, conclusion, or information contained in this document prior to public disclosure of such information by Al Rajhi Capital. The information contained was obtained from various public sources believed to be reliable but we do not guarantee its accuracy. Al Rajhi Capital makes no representations or warranties (express or implied) regarding the data and information provided and Al Rajhi Capital does not represent that the information content of this document is complete, or free from any error, not misleading, or fit for any particular purpose. This research document provides general information only. Neither the information nor any opinion expressed constitutes an offer or an invitation to make an offer, to buy or sell any securities or other investment products related to such securities or investments. It is not intended to provide personal investment advice and it does not take into account the specific investment objectives, financial situation and the particular needs of any specific person who may receive this document.

Investors should seek financial, legal or tax advice regarding the appropriateness of investing in any securities, other investment or investment strategies discussed or recommended in this document and should understand that statements regarding future prospects may not be realized. Investors should note that income from such securities or other investments, if any, may fluctuate and that the price or value of such securities and investments may rise or fall. Fluctuations in exchange rates could have adverse effects on the value of or price of, or income derived from, certain investments. Accordingly, investors may receive back less than originally invested. Al Rajhi Capital or its officers or one or more of its affiliates (including research analysts) may have a financial interest in securities of the issuer(s) or related investments, including long or short positions in securities, warrants, futures, options, derivatives, or other financial instruments. Al Rajhi Capital or its affiliates may from time to time perform investment banking or other services for, solicit investment banking or other business from, any company mentioned in this research document. Al Rajhi Capital, together with its affiliates and employees, shall not be liable for any direct, indirect or consequential loss or damages that may arise, directly or indirectly, from any use of the information contained in this research document.

This research document and any recommendations contained are subject to change without prior notice. Al Rajhi Capital assumes no responsibility to update the information in this research document. Neither the whole nor any part of this research document may be altered, duplicated, transmitted or distributed in any form or by any means. This research document is not directed to, or intended for distribution to or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction where such distribution, publication, availability or use would be contrary to law or which would subject Al Rajhi Capital or any of its affiliates to any registration or licensing requirement within such jurisdiction.

Explanation of Al Rajhi Capital's rating system

Al Rajhi Capital uses a three-tier rating system based on absolute upside or downside potential for all stocks under its coverage except financial stocks and those few other companies not compliant with Islamic Shariah law:

"Overweight": Our target price is more than 10% above the current share price, and we expect the share price to reach the target on a 12 month time horizon.

"Neutral": We expect the share price to settle at a level between 10% below the current share price and 10% above the current share price on a 12 month time horizon.

"Underweight": Our target price is more than 10% below the current share price, and we expect the share price to reach the target on a 12 month time horizon.

"Target price": We estimate target value per share for every stock we cover. This is normally based on widely accepted methods appropriate to the stock or sector under consideration, e.g. DCF (discounted cash flow) or SoTP (sum of the parts) analysis.

Please note that the achievement of any price target may be impeded by general market and economic trends and other external factors, or if a company's profits or operating performance exceed or fall short of our expectations.

Contact us

Dr. Sultan Altowaim
Head of Research
Tel : +966 11 836 5468
Email: AltowaimS@alrajhi-capital.sa

Al Rajhi Capital
Research Department
Head Office, King Fahad Road
P.O. Box 5561, Riyadh 11432
Kingdom of Saudi Arabia
Email: research@alrajhi-capital.com
Al Rajhi Capital is licensed by the Saudi Arabian Capital Market Authority, License No. 07068/37