

Daily Market Report

Saudi Arabia Stock Exchange
24 November 2024



TASI Index	11,840.5	-0.23%
Turnover (SAR mn)	5,394.8	13%

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

Date	Economic Indicator	Actual	Consensus	Previous
19-Nov	EUR Harmonized Index of Consumer Prices (MoM) (Oct)	0.3%	0.3%	0.3%
19-Nov	USD Building Permits (MoM) (Oct)	-0.6M	1.44M	1.425M
19-Nov	USD Housing Starts (MoM) (Oct)	1.31M	1.34M	1.354M
20-Nov	GER Producer Price Index (YoY) (Oct)	-1.1%	-1.1%	-1%
20-Nov	UK Consumer Price Index (YoY) (Oct)	2.3%	2.2%	1.7%
20-Nov	UK Retail Price Index (YoY) (Oct)	3.4%	3.4%	2.7%
22-Nov	USD S&P Global Manufacturing PMI (Nov)	48.8	48.8	48.5
21-Nov	USD S&P Global Services PMI (Nov)	57	55.3	55

Sources: Al Rajhi Capital, FXStreet

Regional Indices

	Close	1D%	WTD%	YTD%
KSA (TASI)	11,841	-0.2	0.4	-0.8
KSA (MT30)	1,485	-0.3	0.4	-3.8
Qatar (DSM)	10,395	-0.4	-0.6	-1.8
Kuwait (KSE)	7,319	-0.5	0.1	7.4
Abu Dhabi (ADSM)	9,232	-0.9	-2.2	-3.6
Dubai (DFM)	4,724	-0.1	-0.3	16.4
Oman (MSM30)	4,609	-0.2	-0.7	2.8
Bahrain (BSE)	2,034	-0.4	-0.9	3.7
MSCI GCC	705	-0.1	0.3	-1.3

Major Commodities / Currencies

	Close	1D %	WTD %	YTD %
Gold Spot \$/Oz	2,716	1.7	6.0	31.7
Silver Spot \$/Oz	31.35	1.8	3.6	31.7
Crude Oil (Brent)	75.17	1.3	5.8	0.6
OPEC Basket	73.32	0.0	3.1	-6.5
Euro	1.04	-0.5	-1.2	-5.6
USD Index	107.55	0.5	0.8	6.1
JPY	154.78	0.2	0.3	9.7

Major Global Indices

	Close	1D %	WTD %	YTD %
DJ Industrial	44,297	1.0	2.0	17.5
S&P 500	5,969	0.3	1.7	25.1
Nikkei 225	38,284	0.7	-0.9	14.4
Hang seng	19,230	-1.9	-1.0	12.8
UKX Index	8,262	1.4	2.5	6.8
CAC 40	7,255	0.6	-0.2	-3.8
MSCI World	3,766	0.3	1.5	18.8
MSCI EM	1,087	0.2	0.2	6.2

Interest Rates

	1M	3M	12M	3M Chg 1Y
SOFR	4.73	4.97	-	-0.37
SAIBOR	5.31	5.52	5.09	-0.81
EIBOR	4.56	4.50	4.34	-0.99

Data Sources: Bloomberg

Note: SOFR Rate for 12M is not available

Updated as of 24/Nov/2024 8:05 AM

Global commentary

- U.S. Markets saw stocks end higher last week with optimism surrounding strong economic data. The Dow Jones rose by 2.0% while the S&P 500 and Nasdaq each gained 1.7%. On the economic front, the S&P Global Manufacturing PMI for November came in at 48.8, matching expectations, while the Services PMI exceeded forecasts at 57 compared to the 55.3 consensus.
- European Markets mostly closed higher, driven by a rally in real estate stocks and a reduction in geopolitical tensions. The FTSE 100 climbed 2.5% and the DAX rose by 0.6% while the CAC 40 fell slightly by 0.2%. UK retail sales for October came in lower than expected at -0.7% versus the expected -0.3%.
- Most of the GCC Markets experienced declines with Abu Dhabi, Bahrain, Oman, Qatar, and Dubai falling by 2.2%, 0.9%, 0.7%, 0.6%, and 0.3% respectively. Kuwait saw a slight rise of 0.1%.
- Asian Markets ended mostly lower with the Shanghai Composite, Hang Seng, and Nikkei 225 declining by 1.9%, 1.0%, and 0.9% respectively. The Kospi rose by 3.5%.
- Crude Oil prices ended the week higher with Brent Crude increasing by 5.8% to \$75.17 and WTI Crude rising by 6.3% to \$71.24.

Saudi commentary

- Tadawul All Share Index (TASI)** rose 0.23% to close at 11,840.52. Twelve of the twenty-one sector indices closed lower. The advance-decline ratio was 98/131. Trading turnover was around SAR 5.4bn.
- Nama gets violation notice from SIDF on JANA's SAR 415.9M loans (Source: Tadawul).
- SNB completes SAR 6B sukuk issue (Source: Tadawul).
- First Mills gets GFSA nod on flour exports (Source: Tadawul).
- FTSE December review changes: Fakeeh Care got included in the Mid-cap; Talco, SMASCO and Miahona in the micro-cap (Source: FTSE).

Corporate events

- Today is Cash Dividend Distribution Date of Aslak.

SUMMARY OF OUR COVERAGE

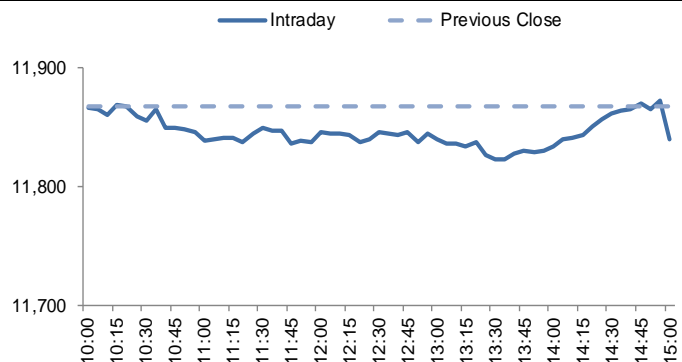
	Mcap (SARmn)	Last Price	TP	Rating	Upside (%)	P/E (x)		EV/EBITDA (x)	
						2024E	2025E	2024E	2025E
Petchem									
SABIC	209,100	69.7	81.0	Neutral	16.21	69.9x	35.0x	11.9x	9.0x
Sipchem	17,967	24.5	32.0	Neutral	30.61	13.9x	11.9x	8.6x	7.7x
SABIC Agri-Nutrients	53,316	112.0	131.0	Neutral	16.96	13.7x	12.7x	8.9x	8.5x
Yansab	21,291	37.9	35.0	Neutral	(7.53)	NM	48.4x	14.4x	11.0x
APCC	8,996	34.6	40.0	Neutral	15.61	25.0x	17.5x	30.7x	23.7x
Building construction									
Arabian Cement	2,605	26.1	30.0	Neutral	15.16	29.1x	23.1x	11.9x	11.1x
Yamama Cement	6,338	31.3	30.0	Neutral	(4.15)	19.1x	15.2x	16.7x	14.6x
Saudi Cement	6,250	40.9	50.0	Neutral	22.40	17.8x	15.3x	11.8x	10.8x
Qassim Cement	5,937	53.7	54.0	Neutral	0.56	26.2x	20.5x	23.1x	19.6x
Yanbu Cement	3,679	23.4	30.0	Neutral	28.42	36.3x	25.4x	13.9x	12.5x
Southern Cement	4,641	33.2	42.0	Neutral	26.70	21.8x	16.6x	12.4x	10.9x
Najran Cement	1,571	9.2	11.0	Neutral	19.05	22.1x	15.2x	11.2x	9.8x
Riyadh Cement	3,888	32.4	30.0	Neutral	(7.41)	21.1x	18.7x	13.3x	12.4x
Bawan Company	2,949	49.2	41.0	Neutral	(16.58)	23.8x	20.6x	13.3x	12.6x
Riyadh Cables	17,550	117.0	115.0	Overweight	(1.71)	26.1x	23.0x	20.1x	18.2x
Marble Design	454	75.6	71.0	Overweight	(6.08)	16.0x	14.0x	13.7x	12.2x
Saudi Ceramic	3,560	35.6	25.0	Neutral	(29.78)	50.9x	24.3x	23.0x	17.3x
Telecom									
STC	199,750	40.0	46.0	Overweight	15.14	14.2x	13.7x	7.3x	6.8x
Mobily	42,042	54.6	60.0	Overweight	9.89	17.9x	15.0x	7.1x	6.7x
Zain	9,293	10.3	14.0	Neutral	35.40	14.9x	11.6x	5.4x	5.1x
Food & Agriculture									
Almarai	52,700	52.7	60.0	Neutral	13.85	22.9x	20.5x	11.8x	11.0x
Savola	27,510	24.3	30.0	Neutral	23.66	26.5x	22.9x	9.2x	8.9x
Sadafco	11,187	344.2	375.0	Neutral	8.95	22.7x	21.2x	18.0x	16.8x
NADEC	7,185	23.8	35.0	Overweight	46.94	15.4x	14.2x	8.8x	8.6x
Almunajem Foods Co.	5,862	97.7	102.0	Overweight	4.40	19.0x	18.2x	16.1x	15.5x
First Milling	3,319	59.8	102.0	Overweight	70.57	13.4x	13.1x	12.4x	12.1x
Modern Mills	3,326	40.7	69.0	Overweight	69.74	15.1x	13.7x	12.3x	11.5x
Tanmiah food	2,732	136.6	135.0	Overweight	(1.17)	23.4x	21.1x	11.1x	9.7x
Retail									
Jarir	15,264	12.7	16.0	Neutral	25.79	14.2x	14.0x	12.0x	11.6x
Cenomi Retail	1,570	13.7	8.5	Neutral	(37.87)	NM	NM	6.9x	6.9x
AlOthaim	9,900	11.0	15.0	Neutral	36.36	20.8x	22.1x	13.1x	11.9x
Extra	7,680	96.0	93.0	Neutral	(3.13)	17.2x	15.7x	11.5x	10.6x
BinDawood	7,818	6.8	8.0	Underweight	16.96	21.8x	16.5x	10.9x	9.7x
Leejam Sports	9,303	177.6	210.0	Overweight	18.24	22.4x	19.3x	13.9x	12.5x
Healthcare									
Dallah	14,945	153.0	192.0	Overweight	25.49	29.2x	33.7x	27.6x	28.4x
Mouwasat	18,480	92.4	122.0	Overweight	32.03	24.1x	20.8x	22.4x	19.6x
NMCC	7,364	164.2	214.0	Neutral	30.33	23.9x	21.9x	24.7x	20.8x
Al Hammadi	6,328	39.6	48.0	Neutral	21.37	24.6x	21.9x	22.6x	21.2x
Saudi German	6,489	70.5	82.0	Neutral	16.31	25.6x	20.3x	17.5x	16.0x
Fakeeh Care Group	13,665	58.9	66.0	Overweight	12.05	52.8x	36.3x	36.1x	27.6x
Sulaiman Al Habib	93,800	268.0	316.0	Neutral	17.91	42.4x	35.7x	43.2x	35.2x

	Mcap (SARmn)	Last Price	TP	Rating	Upside (%)	P/E (x)		EV/EBITDA (x)	
						2024E	2025E	2024E	2025E
Insurance									
Bupa Arabia	27,480	183.2	260.0	Neutral	41.92	24.2x	19.8x	NA	NA
Tawuniya	19,620	130.8	155.0	Neutral	18.50	23.0x	21.5x	NA	NA
GIG SA	1,536	29.3	37.0	Neutral	26.50	15.2x	13.7x	NA	NA
Malath	788	15.8	16.3	Neutral	3.43	19.6x	14.3x	NA	NA
Walaa	1,887	22.2	25.3	Neutral	14.07	18.4x	73.7x	NA	NA
Saudi Re.	3,858	43.3	36.0	Overweight	(16.86)	31.1x	28.9x	NA	NA
Energy									
Saudi Aramco	6,763,900	28.0	33.0	Overweight	18.07	15.6x	15.1x	7.6x	7.2x
Arabian Drilling Co	9,826	110.4	140.0	Overweight	26.81	19.3x	16.0x	7.9x	7.6x
Aldrees Petroleum	12,920	129.2	75.0	Neutral	(41.95)	38.7x	32.1x	16.9x	15.0x
ADES Holding Co.	20,526	18.2	20.0	Neutral	10.01	26.3x	20.5x	10.3x	9.5x
Luberef	18,394	109.0	135.0	Neutral	23.85	15.4x	14.2x	11.7x	11.2x
IT									
Al Moammar Information Solutions	5,568	185.6	120.0	Neutral	(35.34)	45.1x	49.8x	7.6x	7.2x
Tam Development Co.	32,136	267.8	360.0	Overweight	34.43	22.1x	22.0x	7.9x	7.6x
ELM	722	197.2	270.0	Overweight	36.92	13.0x	10.4x	10.3x	9.5x
2P	88,000	1100.0	1100.0	Overweight	0.00	54.5x	44.1x	11.7x	11.2x
Rasan	4,188	14.0	15.5	Neutral	11.03	23.4x	20.0x	21.0x	17.6x
	5,859	77.3	45.0	Overweight	(41.79)	91.8x	66.1x	61.5x	45.0x
Pharma									
SPIMACO	3,732	31.1	37.0	Overweight	18.97	34.6x	28.3x	21.7x	17.4x
Jamjoom	10,836	154.8	172.0	Neutral	11.11	30.4x	25.7x	27.8x	24.3x
Avalon Pharma	2,456	122.8	131.0	Neutral	6.68	28.5x	24.0x	25.8x	21.8x
Astra	13,456	168.2	203.0	Overweight	20.69	22.0x	20.9x	20.4x	18.2x
Logistics									
SISCO	2,440	29.9	30.0	Neutral	0.33	36.8x	26.7x	7.7x	6.9x
Jahez	7,806	37.2	37.0	Overweight	(0.54)	36.9x	24.9x	26.8x	19.2x
SAL	20,544	256.8	310.0	Overweight	20.72	30.7x	25.3x	23.7x	20.1x
Transportation and Tourism									
Theeb Rent A Car Co	3,285	76.4	80.0	Overweight	4.71	19.4x	17.6x	7.9x	7.5x
Budget Saudi	5,784	74.0	96.0	Overweight	29.73	19.0x	14.5x	9.5x	7.5x
Lumi Rental Co.	4,015	73.0	87.0	Neutral	19.18	22.8x	15.9x	8.3x	7.2x
Seera Group Holding	6,762	22.5	29.0	Overweight	28.66	40.1x	29.0x	9.3x	8.3x
Others									
Tadawul Group	27,048	225.4	220.0	Neutral	(2.40)	41.5x	35.7x	35.5x	30.6x
Al Arabia	7,620	152.4	280.0	Overweight	83.73	18.0x	12.5x	5.6x	4.2x
AWPT	4,970	142.0	121.4	Overweight	(14.49)	19.3x	20.1x	11.8x	10.6x
Acwa Power	285,699	390.0	274.5	Neutral	(29.63)	NM	99.4x	74.1x	60.1x
AMAK	6,345	70.5	62.7	Neutral	(11.06)	43.0x	27.5x	19.7x	15.1x
Equipment House	1,563	52.1	46.0	Underweight	(11.71)	32.3x	25.9x	16.0x	14.0x
Miahona	4,683	29.1	13.7	Overweight	(52.92)	26.7x	54.8x	15.4x	35.1x
AOL	883	9.8	12.4	Overweight	26.40	37.9x	15.6x	20.6x	11.3x
SMASCO	3,156	7.9	7.5	Neutral	(4.94)	20.0x	18.2x	14.0x	13.1x

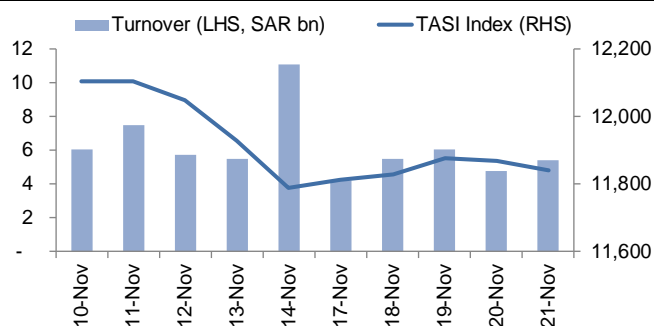
Source: Bloomberg, AlRajhi Capital

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

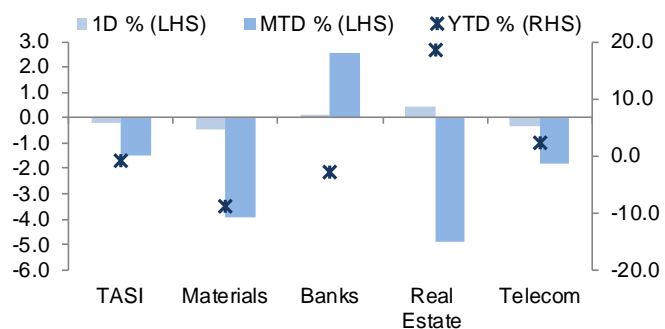
TASI Intra Day Movement



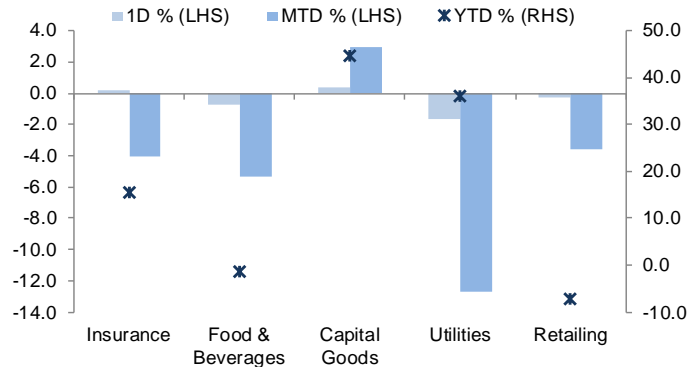
TASI – Activity Trend (Last 10 Days)



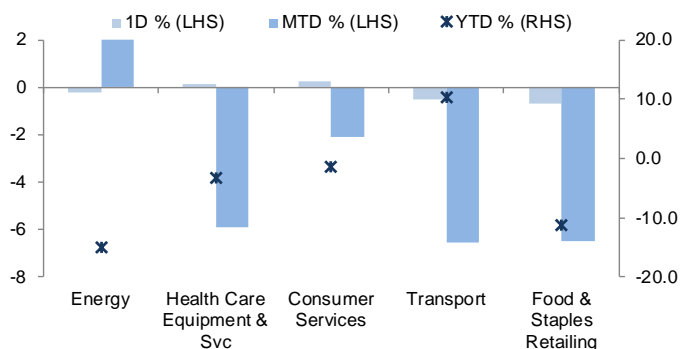
TASI – Large Cap (>10% Index weight) Sectors' Performance



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)
Albaha	0.33	10.0	465.1	150.6
Saudi Re	43.30	7.1	4.5	189.8
Chemical	10.24	5.5	9.4	92.4
Medgulf	23.24	5.0	2.7	63.5
FIPCO	48.00	4.8	0.5	22.1

Company	Last Price	Chg %	Vol (mn)	Value Trd (SAR mn)
Saudi Cable	97.90	-4.0	0.4	42.2
CHUBB	49.50	-3.1	0.9	47.1
Naseej	92.30	-2.6	0.6	56.2
TCC	12.34	-2.5	0.6	7.1
Yansab	37.85	-2.3	0.5	20.8

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

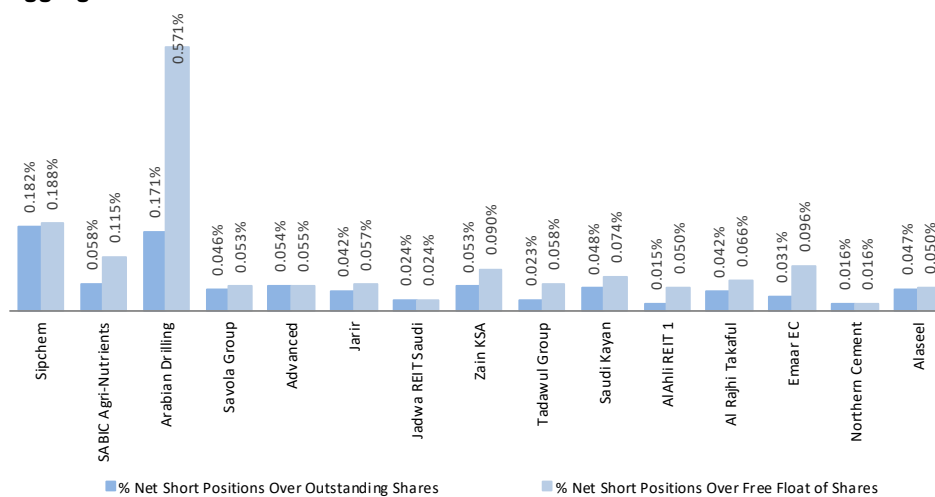
	29/Aug/24	5/Sep/24	12/Sep/24	19/Sep/24	26/Sep/24	3/Oct/24	10/Oct/24	17/Oct/24	24/Oct/24	31/Oct/24	7/Nov/24	14/Nov/24
Saudi Individuals - Retail	1.58%	1.60%	1.63%	1.65%	1.65%	1.60%	1.64%	1.65%	1.65%	1.60%	1.59%	1.58%
Saudi Individuals - Others	7.59%	7.66%	7.63%	7.67%	7.70%	7.66%	7.79%	7.80%	7.76%	7.89%	7.74%	7.56%
Saudi Institutions - Corporates	18.05%	18.05%	18.03%	18.01%	18.16%	18.08%	17.91%	17.87%	17.80%	17.85%	17.76%	17.60%
Saudi Institutions - Mutual Funds	3.10%	3.12%	3.11%	3.11%	3.11%	3.08%	3.10%	3.09%	3.10%	3.11%	3.06%	3.02%
Saudi Institutions - GREs	64.48%	64.31%	64.35%	64.26%	64.01%	64.28%	64.23%	64.26%	64.37%	64.21%	64.61%	65.06%
Saudi Institutions - Institution DPMs	0.45%	0.46%	0.46%	0.48%	0.48%	0.48%	0.52%	0.49%	0.49%	0.50%	0.48%	0.47%
GCC	0.75%	0.75%	0.75%	0.75%	0.77%	0.76%	0.76%	0.77%	0.77%	0.77%	0.75%	0.74%
Foreign - QFIS	3.24%	3.27%	3.27%	3.29%	3.34%	3.30%	3.30%	3.29%	3.29%	3.31%	3.26%	3.23%
Foreign - Others	0.77%	0.78%	0.77%	0.77%	0.78%	0.75%	0.76%	0.77%	0.77%	0.76%	0.74%	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)			
ACWA Power	344.4	16.0%	3.6%	12.1	0.12%	0.23%	4.0
Saudi Aramco	269.7	12.5%	93.5%	130.3	0.00%	0.02%	0.6
Almarai	116.3	5.4%	34.5%	40.6	0.22%	0.34%	4.4
Zain KSA	91.7	4.3%	-0.2%	(0.2)	0.99%	1.67%	4.1
Sipchem	82.7	3.8%	-3.5%	(3.0)	0.46%	0.48%	3.2
Arabian Drilling	79.5	3.7%	34.1%	20.2	0.81%	2.70%	1.7
Jarir	57.7	2.7%	11.8%	6.1	0.38%	0.40%	2.5
Al Rajhi Takaful	54.7	2.5%	23.7%	10.5	0.31%	0.49%	2.4
Solutions	53.8	2.5%	7.1%	3.6	0.17%	0.83%	0.9
Advanced	44.6	2.1%	0.9%	0.4	0.50%	0.52%	3.9
Tadawul Group	42.9	2.0%	6.1%	2.5	0.16%	0.40%	2.5
A.Othaim Market	41.6	1.9%	34.2%	10.6	0.42%	0.64%	4.0
ADES	38.7	1.8%	-7.1%	(2.9)	0.19%	0.52%	1.3
Mouwasat	37.5	1.7%	4.4%	1.6	0.20%	0.31%	1.5
SABIC Agri-Nutrients	37.1	1.7%	-1.1%	(0.4)	0.07%	0.14%	1.0
MARAFIQ	35.7	1.7%	1.3%	0.5	0.26%	0.31%	2.1
Nahdi	35.0	1.6%	-3.4%	(1.2)	0.23%	0.37%	1.8
Saudi Kayan	30.2	1.4%	-3.7%	(1.1)	0.28%	0.44%	1.4
MIS	30.2	1.4%	0.6%	0.2	0.54%	1.07%	3.0
Seera	30.1	1.4%	-14.5%	(5.1)	0.45%	0.45%	0.7

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 m shr	Turnover US\$ mn	P/E (x) 12M	P/B (x) Current	Div Yld 12M (%)
			1D	1M	YTD							
GCC	Saudi Arabia*	11,841	-0.2	-1.5	-0.8	2,702	533	691	1,438	18.9	2.2	3.8
	Saudi Arabia (MT30)	1,485	-0.3	-1.3	-3.8	2,445	387	61	581	17.7	NA	3.9
	Qatar	10,395	-0.4	-1.2	-1.8	170	80	76	80	11.3	1.3	4.1
	Dubai	4,724	-0.1	2.9	16.4	212	70	89	90	9.1	1.4	5.1
	Abu Dhabi	9,232	-0.9	-1.0	-3.6	786	210	162	230	17.2	2.5	2.2
	Kuwait (All Share)	7,319	-0.5	2.3	7.4	116	87	314	217	19.4	1.8	4.0
	Oman	4,609	-0.2	-3.0	2.8	31	12	6	2	11.3	0.9	5.6
	Bahrain	2,034	-0.4	0.8	3.7	21	14	1	1	15.6	0.7	3.6
FTSE Emerging Index	Brazil	129,126	1.7	-0.5	-3.8	620	369	920	2,827	8.7	1.4	6.5
	Czech Republic	1,697	0.4	3.5	20.0	60	31	1	21	9.4	1.4	6.8
	Greece	1,402	0.3	1.4	8.4	95	55	20	98	NA	1.3	3.4
	Hungary	79,552	0.4	7.7	31.2	32	25	3	45	5.5	1.1	4.3
	Malaysia	1,590	0.1	-0.8	9.3	243	109	204	217	14.7	1.4	4.2
	Mexico	50,430	0.5	-0.5	-12.1	310	193	209	407	14.4	1.6	3.9
	South Africa	85,608	0.1	0.3	11.3	981	773	208	1,096	16.3	1.8	3.7
	Taiwan	22,904	1.5	0.4	27.7	2,244	1,553	3,530	9,866	21.5	2.5	2.4
	Thailand	1,446	0.4	-1.3	2.2	520	245	3,416	1,231	18.3	1.4	3.3
	Turkey	9,550	1.9	7.7	27.8	243	93	4,756	3,467	5.1	1.2	2.6
	Chile	6,564	-0.4	0.2	5.9	110	44	1,578	88	0.9	1.1	4.4
	China	3,866	-3.1	-0.7	12.7	6,024	2,200	21,629	54,852	15.6	1.6	2.7
	Colombia	1,392	0.3	2.5	16.5	54	23	9	12	8.0	0.8	9.6
	India	23,907	2.4	-1.2	10.0	2,248	1,122	368	4,649	22.3	3.6	1.3
	Indonesia	7,196	0.8	-5.0	-1.1	759	217	20,122	552	15.8	1.9	3.3
	Pakistan	97,932	0.6	9.8	57.0	38	14	515	123	5.8	1.1	7.1
	Peru	1,963	-0.9	-0.3	20.0	98	20	1	42	13.8	2.3	4.6
	Philippines	6,780	-1.2	-5.1	5.1	158	64	63	43	11.9	1.5	2.8
	FTSE Emerging Index	571	-0.3	-2.5	9.5	22,441	10,286	87,812	137,964	14.6	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