

## Major Indices

	Close	1D%	WTD%	YTD%
<b>Regional Indices</b>				
TASI	11,167	-1.9	-1.9	6.5
MT30	1,536	0.0	0.0	10.7
DSM	11,340	0.3	0.3	5.4
KSE	9,226	1.1	1.1	-2.9
ADSM	10,282	0.0	0.0	2.9
DFM	6,435	0.0	0.0	6.4
MSM30	6,247	-1.3	-1.3	6.5
BSE	2,047	0.2	0.2	-0.9
MSCI GCC	785	-0.9	-1.3	6.8
<b>Global Indices</b>				
DJ Industrial	48,892	0.0	0.0	1.7
S&P 500	6,939	0.0	0.0	1.4
Nasdaq	23,462	0.0	0.0	0.9
FTSE 100	10,224	0.0	0.0	2.9
DAX	24,539	0.0	0.0	0.2
CAC 40	8,127	0.0	0.0	-0.3
Nikkei 225	53,323	0.0	0.0	5.9
Hang seng	27,387	0.0	0.0	6.9
Kospi	5,224	0.0	0.0	24.0
Shanghai Composite	4,118	0.0	0.0	3.8
ASX 200	5,512	0.0	0.0	3.0
Sensex	80,723	-1.9	-1.9	-5.3
MSCI World	4,528	0.0	0.0	2.2
MSCI EM	1,528	0.0	0.0	8.8

## Major Commodities and Currencies

	Close	1D %	WTD %	YTD %
<b>Commodities</b>				
Brent Crude (\$/bbl)	69.32	0.0	0.0	14.6
WTI Crude (\$/bbl)	65.21	0.0	0.0	14.0
Natural Gas (\$mmbtu)	4.35	0.0	0.0	39.1
Gold Spot (\$/Oz)	4,894.23	0.0	0.0	13.3
Silver Spot (\$/Oz)	85.20	0.0	0.0	18.9
Steel (\$/ton)	972.00	0.0	0.0	4.0
Iron Ore (CNY/MT)	793.00	0.0	0.0	5.3
Copper (\$/MT)	13,067.62	0.0	0.0	4.9
Zinc (\$/MT)	3,393.59	0.0	0.0	10.1
<b>Currencies</b>				
Dollar Index	96.99	0.0	0.0	-1.4
Euro	0.84	0.0	0.0	0.9
Japanese Yen	154.78	0.0	0.0	1.2
Sterling Pound	0.73	0.0	0.0	1.5
Chinese Yuan	6.96	0.0	0.0	0.2

Data Sources: Bloomberg

## Global commentary

- Earnings Nerves Grip Wall Street**  
U.S. stock futures fell on Sunday night as Wall Street monitors the upcoming release of key earnings from Amazon, Alphabet, and Disney (Source: CNBC).
- UK Sentiment Defies Budget Gloom**  
UK business sentiment hit an eight-month high in January 2026 as fears of major tax hikes in the November budget subsided (Source: CNBC).
- Metals Spark Market Panic**  
Asian shares fell on Monday as volatile precious metals trading unsettled markets ahead of a week of key earnings, central bank meetings, and economic data (Source: Reuters).
- Trump's Talk Sinks Global Oil**  
Oil prices fell 3% on Monday morning as President Trump signalled de-escalation by stating Iran was "seriously talking" with Washington (Source: Reuters).
- Dollar Dominates the Gold Standard**  
Gold prices fell on Monday due to a strong dollar and lower uncertainty over Fed chair pick Kevin Warsh's rate policy (Source: Reuters).

## Economic Calendar

Date	Economic Indicator	Actual	Consensus	Previous
02-Feb	US ISM Manufacturing PMI (Jan)	-	48.30	47.90
04-Feb	EUR Core Harmonized Index of Consumer	-	2.30%	2.30%
04-Feb	US ADP Employment Change (Jan)	-	40K	40K
05-Feb	US Initial Jobless Claims	-	210K	209K
06-Feb	US Average Hourly Earnings (YoY) (Jan)	-	3.60%	3.80%

Data Sources: Al Rajhi Capital and FXStreet.

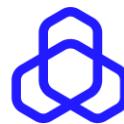
## Interest Rates

	1M	3M	12M	3M Chg (YoY)
SOFR	3.68	3.84	-	-0.68
Term SOFR	3.67	3.66	3.49	-0.63
SAIBOR	4.76	4.70	4.88	-0.60
EIBOR	3.65	3.61	3.62	-0.70

Data Sources: Bloomberg

Note: SOFR Rate for 12M is not available; Term SOFR is available with a one-day delay.

Updated as of 02/Feb/2026 6.09 AM



## Saudi commentary

### • Saudi Market Decline

On Sunday, the TASI closed at 11,167.48, down 1.89%, with all 21 sectors ending in the red; Materials (-4.81%), Capital Goods (-2.70%), and Real Estate Mgmt & Dev't (-2.64%) were the major laggards. Market breadth was weak with 33 gainers vs. 227 losers and a daily turnover of SAR 4.4bn.

### • SARCO Bets Big on Riyadh Land

SARCO won a SAR 33mn auction to purchase 103,140 square meters of commercial land on Riyadh's Al-Kharj Road for investment purposes (Source: Tadawul).

### • Al Hammadi Scores AC Milan Deal

Al Hammadi Holding signed a SAR54.5mn, eight-year agreement with AC Milan to become the club's exclusive official medical and rehabilitation partner in Saudi Arabia (Source: Tadawul).

### • Balsm Alofoq Secures Jubail Contract

Balsm Alofoq Medical signed a SAR 71.8 million, five-year contract with the Royal Commission in Jubail for the operation and maintenance of healthcare services in Ras Al-Khair (Source: Tadawul).

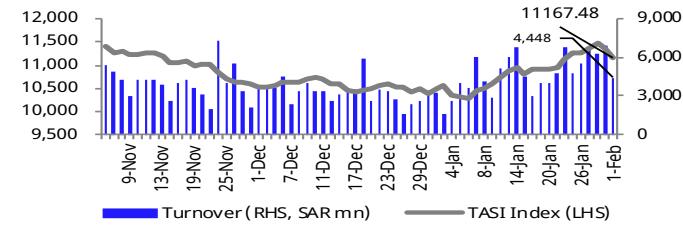
### • Provisions Dent Saudi Darb Profits

Saudi Darb reported a net profit of SAR6.8mn for 2025, a 19% year-on-year drop, driven by higher credit loss provisions, lower investment property gains, and a 26% increase in Zakat charges. (Source: Tadawul).

## Sector Indices

Index	1D %	WTD %	YTD %	Forward P/E
Energy	-2.4	-2.4	5.7	17.2
Materials	-4.8	-4.8	8.2	47.9
Capital Goods	-2.7	-2.7	4.2	22.5
Commercial	-1.7	-1.7	-2.6	19.0
Transportation	-1.8	-1.8	-2.5	17.6
Consumer Durables	-0.7	-0.7	2.5	NA
Consumer Services	-0.8	-0.8	-2.3	30.3
Media	-1.8	-1.8	-3.4	NM*
Retailing	-0.1	-0.1	1.7	22.1
Food & Staples	-1.2	-1.2	3.8	16.9
Food & Beverages	-2.3	-2.3	0.7	15.3
Health Care	-1.7	-1.7	1.8	28.3
Pharma	-0.5	-0.5	1.3	21.9
Diversified Financials	-1.2	-1.2	5.8	25.7
Software & Services	-0.4	-0.4	3.0	23.5
Real Estate	-2.6	-2.6	7.7	29.7
Insurance	-0.9	-0.9	13.5	22.5
REIT	-0.6	-0.6	1.9	NA
Banks	-1.1	-1.1	9.8	12.6
Telecom	-0.7	-0.7	3.8	15.3
Utilities	-0.8	-0.8	0.1	37.4

## TASI - Price & Turnover – 3-Month Trend



## TASI - Gainers and Losers

Company	Last Price	Chg %	Vol (mn)	Value Trd (SAR mn)
<b>Top Gainers</b>				
Medgulf	14.50	7.3	3.8	53.9
Al Aseel	3.81	3.0	5.6	21.3
Avalon Pharma	114.60	2.6	0.3	39.2
Alahli REIT 1	6.52	2.0	0.1	0.5
Aldrees	121.60	1.8	0.7	89.4
<b>Top Losers</b>				
AMAK	105.20	-9.9	0.4	37.1
Maaden	69.95	-9.5	5.0	358.0
SIDC	11.68	-6.2	0.9	10.8
NADEC	18.57	-6.1	1.6	29.1
ARDCO	20.40	-5.7	0.4	7.5

## TASI - Stocks Closer to 52 Week High/Low

Company	Last Price	52Wk High/Low	Diff %	Value Trd (SAR mn)
<b>52 Week High</b>				
SNB	44.20	45.24	2.4	190.7
Etihad Etisalat	69.70	71.60	2.7	16.6
Jarir	14.13	14.56	3.0	20.7
MIS	178.60	184.20	3.1	11.9
Albabtain	69.45	71.65	3.2	16.7
<b>52 Week Low</b>				
Jouf Cement	6.07	6.07	0.0	0.8
Naseej	26.04	25.96	0.3	9.4
MARAFIQ	31.36	31.24	0.4	18.0
Red Sea	25.98	25.84	0.5	11.2
Theeb	34.40	34.20	0.6	7.5

## TASI - Heavy Weight Stocks

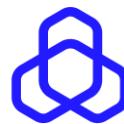
Company	Last Price	Chg %	Index Imp	Value Trd (SAR mn)
Saudi Aramco	25.18	-2.4	-41.1	242.3
Al Rajhi	106.50	-0.7	-11.3	334.8
ACWA Power	186.00	-0.7	-2.5	79.1
SNB	44.20	-1.5	-11.6	190.7
STC	44.26	-0.3	-1.2	109.9

## TASI – Most Active by Value Traded

Company	Last Price	Chg %	Vol (mn)	Value Trd (SAR mn)
Maaden	69.95	-9.5	5.0	358.0
Al Rajhi	106.50	-0.7	3.2	334.8
Alinma	27.40	-3.8	11.6	320.8
Saudi Aramco	25.18	-2.4	9.5	242.3
SNB	44.20	-1.5	4.4	190.7

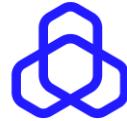
Data Sources: Bloomberg | Note: PE above 100 is considered as NM

Data Sources: Bloomberg



**SUMMARY OF OUR COVERAGE**

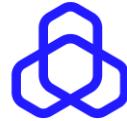
	<b>Mcap (SARmn)</b>	<b>Last Price</b>	<b>P/E (x)</b>		<b>EV/EBITDA (x)</b>	
			<b>2025E</b>	<b>2026E</b>	<b>2025E</b>	<b>2026E</b>
<b>Petchem</b>						
SABIC	1,66,650	55.6	71.2x	35.2x	9.7x	9.2x
Sipchem	11,015	15.0	NM	57.8x	12.5x	10.9x
SABIC Agri-Nutrients	58,172	122.2	13.0x	15.4x	11.0x	13.2x
Yansab	14,918	26.5	71.7x	85.5x	9.7x	9.5x
Advanced	6,552	25.2	22.7x	19.8x	17.4x	12.3x
<b>Building construction</b>						
ACC	2,167	21.7	19.2x	16.9x	9.0x	8.4x
YC	5,468	27.0	13.0x	11.0x	13.2x	11.8x
Saudi Cement	5,502	36.0	13.3x	12.4x	9.4x	9.0x
QACCO	4,716	42.7	16.0x	13.1x	15.4x	12.9x
YCC	2,430	15.4	16.6x	13.5x	7.9x	7.3x
SPCC	3,128	22.3	11.1x	9.4x	9.3x	8.5x
Najran Cement	1,127	6.6	10.9x	9.9x	7.3x	7.0x
Riyadh Cement	2,954	24.6	14.1x	13.2x	9.5x	9.2x
Bawan	2,844	47.4	20.0x	16.7x	15.6x	14.4x
Riyadh Cables	19,170	127.8	25.6x	23.4x	20.1x	18.7x
Marble Design	448	6.0	1.1x	1.0x	12.4x	11.6x
Saudi Ceramics	2,698	27.0	18.4x	13.0x	14.0x	11.5x
<b>Telecom</b>						
STC	2,21,300	44.3	15.1x	14.4x	8.3x	7.9x
Etihad Etisalat	53,669	69.7	15.7x	14.5x	7.9x	7.4x
Zain KSA	9,616	10.7	11.8x	10.8x	5.4x	5.3x
<b>Consumer</b>						
Almarai	43,040	43.0	17.7x	16.9x	9.8x	9.3x
Savola Group	7,092	23.6	12.3x	10.7x	5.1x	4.8x
SADAFCO	7,800	240.0	16.1x	16.4x	10.3x	12.2x
NADEC	5,601	18.6	12.9x	12.7x	6.3x	6.0x
Almunajem	3,249	54.2	12.7x	10.9x	12.6x	11.1x
First Mills	2,735	49.3	11.2x	14.7x	11.2x	12.9x
Modern Mills	2,281	27.9	10.4x	13.2x	9.8x	11.4x
Tanmiah	1,180	59.0	11.3x	9.9x	6.6x	6.0x
Entaj	880	29.3	10.3x	7.9x	8.8x	7.4x
Jarir	16,956	14.1	17.2x	18.2x	13.8x	14.4x
A.Othaim Market	5,868	6.5	18.1x	18.1x	9.6x	9.2x
eXtra	7,024	87.8	13.9x	12.5x	8.4x	7.5x
BinDawood	5,509	4.8	18.2x	16.3x	8.6x	8.2x
Leejam Sports	5,207	99.4	15.8x	13.9x	8.9x	7.8x
Jahez	2,860	13.6	16.6x	14.5x	8.9x	7.7x
<b>Healthcare</b>						
Dallah Health	12,362	121.7	19.8x	18.6x	15.8x	14.6x
Mouwasat	13,680	68.4	17.6x	17.7x	12.4x	11.5x
Care	7,109	158.5	19.7x	18.7x	14.5x	13.5x
Al Hammadi	4,362	27.3	13.8x	14.3x	10.6x	10.5x
Saudi German Health	3,267	35.5	13.0x	12.6x	8.4x	8.3x
Fakeeh Care	8,190	35.3	23.7x	22.5x	14.2x	12.0x
Sulaiman Al Habib	89,950	257.0	30.3x	23.6x	24.0x	19.9x
<b>Pharma</b>						
SPIMACO	3,238	27.0	19.3x	16.9x	10.5x	9.4x
Jamjoom Pharma	9,828	140.4	21.6x	19.2x	18.8x	17.0x
Avalon Pharma	2,292	114.6	22.9x	19.8x	17.9x	15.7x
Astra Industrial	11,880	148.5	17.5x	16.5x	12.8x	12.2x



	Mcap (SARmn)	Last Price	P/E (x)		EV/EBITDA (x)	
			2025E	2026E	2025E	2026E
<b>Insurance</b>						
Bupa Arabia	24,750	165.0	22.4x	20.8x	NA	NA
Tawuniya	20,475	136.5	22.4x	20.0x	NA	NA
GIG	1,265	24.1	13.6x	12.9x	NA	NA
Malath Insurance	495	9.9	6.5x	5.7x	NA	NA
Walaa	1,448	11.4	8.8x	8.8x	NA	NA
Saudi Re	4,571	26.9	19.5x	16.9x	NA	NA
<b>Energy</b>						
Saudi Aramco	60,93,560	25.2	16.0x	15.2x	7.4x	6.9x
Arabian Drilling	9,123	102.5	17.8x	14.6x	7.4x	7.1x
Aldrees	12,160	121.6	29.8x	26.3x	12.8x	11.5x
ADES	21,136	18.7	23.4x	18.7x	10.1x	9.3x
Luberef	17,550	104.0	13.3x	14.7x	10.5x	11.6x
<b>IT</b>						
MIS	5,358	178.6	47.2x	40.9x	7.4x	6.9x
Solutions	28,164	234.7	17.2x	16.2x	7.4x	7.1x
Tam Development	302	82.5	4.4x	3.6x	10.1x	9.3x
ELM	61,920	774.0	27.0x	22.5x	10.5x	11.6x
2P	2,508	7.6	10.6x	8.7x	11.7x	9.8x
Rasan	10,479	135.2	47.6x	38.3x	42.0x	33.6x
<b>Tourism and Logistics</b>						
Theeb	2,269	34.4	7.9x	7.2x	6.0x	5.8x
Budget Saudi	4,604	58.9	13.1x	11.7x	6.3x	5.9x
Lumi	2,554	46.4	12.7x	11.9x	5.7x	5.5x
Seera	7,950	26.5	63.1x	28.5x	11.0x	9.1x
Catrion	6,503	79.3	23.4x	16.3x	14.3x	11.2x
SGS	6,791	36.1	17.1x	13.5x	10.3x	8.6x
SISCO Holding	2,293	28.1	26.3x	21.5x	5.1x	4.7x
SAL	14,232	177.9	22.2x	20.0x	18.1x	16.3x
<b>Real Estate</b>						
Al Akaria	5,325	14.2	11.2x	11.3x	8.3x	8.3x
Cenomi	9,106	19.2	24.3x	13.3x	15.4x	12.6x
Retal	6,215	12.4	16.6x	13.7x	15.1x	12.5x
Arriyadh	4,772	20.4	26.5x	23.7x	21.9x	17.3x
<b>Staffing</b>						
SMASCO	2,304	5.8	13.2x	11.7x	9.1x	8.2x
Tamkeen	1,410	53.2	15.6x	14.4x	12.4x	11.5x
Maharah	2,765	5.8	19.4x	14.6x	16.0x	12.3x
Al Mawarid	1,865	124.3	16.6x	14.3x	11.2x	9.3x
<b>Others</b>						
Tadawul Group	19,104	159.2	25.0x	22.7x	21.3x	19.0x
AWPT	4,235	121.0	16.1x	13.2x	12.2x	10.4x
ACWA Power	1,42,567	186.0	46.6x	35.3x	31.6x	26.3x
AMAK	9,468	105.2	35.1x	22.9x	16.1x	12.0x
Equipment House	959	32.0	13.1x	11.0x	10.5x	9.2x
Miahona	2,836	17.6	30.9x	50.3x	21.7x	32.6x
Academy of Learning	999	7.4	11.7x	8.6x	12.7x	9.9x
UIHC	1,865	153.3	16.2x	14.2x	NA	NA

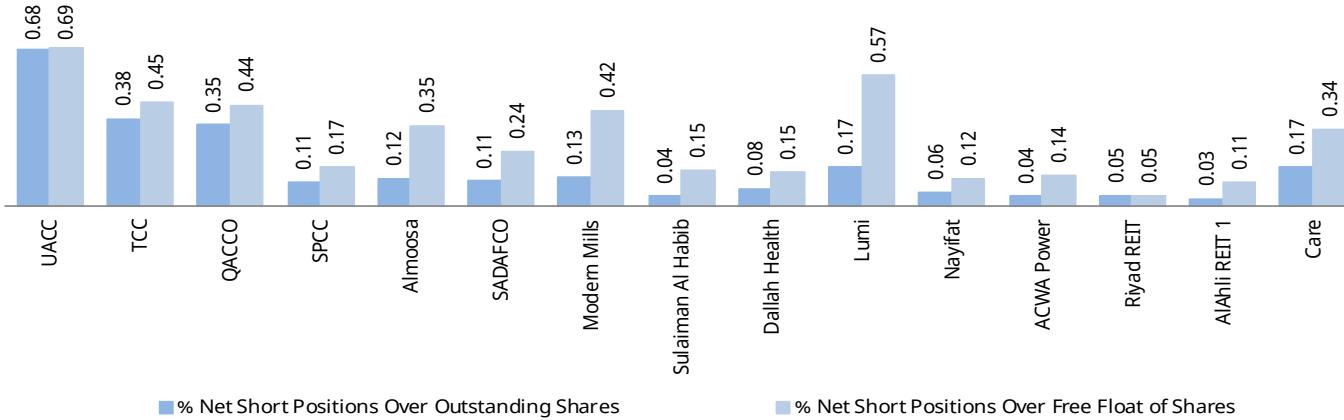
Source: Bloomberg, AlRajhi Capital

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


**SBL Positions - Top Stocks**

Company	TSLV (SAR mn)	TSLV %	Weekly		% of Mkt Cap	% of FF	DTC (20 Days)
			Change (%)	Change (SAR mn)			
Saudi Aramco	772.3	19.4%	-0.6%	(4.8)	0.0%	0.1%	2.8
ACWA Power	222.0	5.6%	1.9%	4.1	0.2%	0.3%	2.2
Solutions	187.2	4.7%	-20.9%	(49.4)	0.7%	3.3%	7.0
Alinma	174.7	4.4%	3.3%	5.5	0.3%	0.3%	0.8
Dallah Health	142.3	3.6%	-2.6%	(3.7)	1.2%	2.4%	15.6
QACCO	118.0	3.0%	55.8%	42.3	2.5%	3.1%	17.9
SAL	116.3	2.9%	36.3%	31.0	0.8%	1.6%	4.1
Tadawul Group	99.7	2.5%	0.0%	(0.0)	0.5%	1.3%	0.7
A.Othaim Market	90.8	2.3%	6.4%	5.5	1.5%	2.4%	7.6
Sabic Agri-Nutrients	83.3	2.1%	11.1%	8.3	0.1%	0.3%	1.0
Aldawaa	69.7	1.7%	-3.4%	(2.5)	1.6%	2.5%	7.7
Bupa Arabia	68.0	1.7%	22.0%	12.3	0.3%	0.5%	1.3
Alarabia	66.5	1.7%	-7.7%	(5.6)	1.0%	2.0%	3.0
Cenomi Retail	63.6	1.6%	-6.4%	(4.3)	3.3%	6.5%	3.3
Zain KSA	59.6	1.5%	-7.6%	(4.9)	0.6%	1.1%	3.8
Tasnee	57.9	1.5%	-1.1%	(0.6)	1.0%	1.0%	6.7
SRMG	57.5	1.4%	-5.6%	(3.4)	0.6%	0.6%	5.8
Albilad	55.9	1.4%	2.0%	1.1	0.1%	0.1%	0.8
Almarai	51.7	1.3%	6.7%	3.7	0.1%	0.1%	1.7
Saudi Cement	46.8	1.2%	-11.2%	(5.9)	0.9%	0.9%	13.4

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.

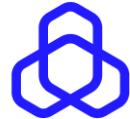
**Aggregate Sum of Net Short Positions (%)**


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

**Weekly ownership data (%)**

	27-Nov-25	4-Dec-25	11-Dec-25	18-Dec-25	25-Dec-25	1-Jan-26	8-Jan-26	15-Jan-26	22-Jan-26	29-Jan-26
Saudi Individuals - Retail	1.66	1.62	1.66	1.68	1.69	1.63	1.64	1.62	1.63	1.60
Saudi Individuals - Others	7.71	7.76	7.95	7.84	7.85	7.87	7.89	7.78	7.84	7.83
Saudi Institutions - Corporates	16.96	17.00	17.09	17.03	16.99	16.97	16.86	16.78	16.81	16.76
Saudi Institutions - Mutual Funds	3.03	3.06	3.13	3.10	3.12	3.10	3.11	3.04	3.06	3.05
Saudi Institutions - GReS	64.46	64.35	63.78	64.04	64.01	64.09	64.13	64.46	64.25	64.31
Saudi Institutions - Institution DPMs	0.77	0.76	0.77	0.77	0.77	0.76	0.77	0.75	0.76	0.76
GCC	0.79	0.82	0.83	0.82	0.84	0.84	0.83	0.81	0.82	0.83
Foreign - QFIS	3.74	3.75	3.86	3.82	3.85	3.84	3.88	3.87	3.91	3.94
Foreign - Others	0.88	0.88	0.93	0.91	0.90	0.89	0.90	0.89	0.92	0.93
<b>Total</b>	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00

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



## 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](mailto: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](mailto:research@alrajhi-capital.com)

**Al Rajhi Capital is licensed by the Saudi Arabian Capital Market Authority, License No. 07068/37**

## Notice to US Investors:

### Rule 15a6 Disclosure

This research report ("Report") was prepared, approved, published, and distributed by **Al Rajhi Capital**, a company located outside of the United States (the "**Foreign Counterparty**"). Avior Capital Markets US LLC ("**Avior US**"), a US registered broker-dealer, distributes this Report in the US on behalf of the Foreign Counterparty. Only major U.S. institutional investors (as defined in Rule 15a-6 under the US Securities Exchange Act of 1934 (the "**Exchange Act**") may receive this Report under the exemption in Rule 15a-6. A US institutional investor must effect any transaction in the securities described in this Report through Avior US.

Neither the Report nor any analyst who prepared or approved the Report is subject to US legal requirements or the Financial Industry Regulatory Authority, Inc. ("**FINRA**") or other US regulatory requirements concerning research reports or research analysts. The Foreign Counterparty is not a registered broker-dealer under the Exchange Act nor is it a member of the Financial Industry Regulatory Authority, Inc., or any other US self-regulatory organisation.

### Analyst Certification

In connection with the companies or securities that; each analyst identified in this Report certifies that:

The views expressed on the subject companies and securities in this Report reflect their personal views

No part of his or her compensation was, is or will be directly or indirectly dependent on the specific recommendations or views expressed in this Report.

Note that:

The Foreign Counterparty is the employer of the research analyst(s) responsible for the content of this Report, and

Research analysts preparing this Report are resident outside the United States and are not associated persons of any US regulated broker-dealer. Therefore, the analyst(s) are not subject to supervision by a US broker-dealer and are not required to satisfy the regulatory licensing requirements of FINRA or required to otherwise comply with US rules or regulations regarding, among other things, communications with a subject company, public appearances and trading securities held by a research analyst account.

### Important US Regulatory Disclosures on Subject Companies

Analysts of the Foreign Counterparty produced this material solely for informational purposes and the use of the intended recipient. No person may reproduce, this Report under any circumstances. No person may copy or make this Report available to any other person other than the intended recipient.

Avior US distributes this Report in the United States of America. The Foreign Counterparty distributes this Report elsewhere in the world. This document is not an offer, or invitation by or on behalf of Avior US, the Foreign Counterparty, their affiliates, or any other person, to buy or sell any security.

Avior US and the Foreign Counterparty and their affiliates obtained the information contained herein from published information and other sources, which Avior US and the Foreign Counterparty and their affiliates reasonably consider to be reliable.

Avior US and the Foreign Counterparty accept no liability or responsibility whatsoever for the accuracy or completeness of any such information. All estimates, expressions of opinion and other subjective judgments contained herein are valid as of the date of this document. Avior US assumes responsibility for the Report content with regards to research distributed in the US.

Neither Avior US nor the Foreign Counterparty has managed or co-managed a public offering of securities for the subject company in the past 12 months, have not received compensation for investment banking services from the subject company in the past 12 months and do not expect to receive and does not intend to seek compensation for investment banking services from the subject company in the next three months. Avior US and the Foreign Counterparty have not owned any class of equity securities of the subject company. There are no other actual, material conflicts of interest of Avior US and the Foreign Counterparty at the time of the publication of this Report. As of the publication of this Report, Avior US nor the Foreign Counterparty makes a market in the subject securities.

Avior US and its affiliates, to the fullest extent permissible by law, accept no liability of any nature whatsoever for any claims, damages or losses arising from, or in connection with, the contents of this Report or the use, reliance, publication, distribution, dissemination, disclosure, alteration or reproduction of this Report, or any views or recommendations recorded therein.

Participants in foreign exchange transactions may incur risks arising from several factors, including the following: (i) exchange rates can be volatile and are subject to large fluctuations; (ii) the value of currencies may be affected by numerous market factors, including world and national economic, political and regulatory events, events in equity and debt markets and changes in interest rates; and (iii) currencies may be subject to devaluation or government imposed



exchange controls which could affect the value of the currency. Investors in securities such as ADRs, whose values are affected by the currency of an underlying security, effectively assume currency risk.

Subject to the applicable laws, all transactions should be executed through Avior US. Aside from within this Report, important conflict disclosures can also be found at <https://aviorcapital.us/us-regulatory-disclosures/>, and Investors are strongly encouraged to review this information before investing.

**Notice to UK Investors:**

This Report, prepared by the Foreign Counterparty, is distributed in the United Kingdom ("UK") by Avior Capital Markets International Limited ("Avior UK"), regulated by the Financial Conduct Authority (FRN: 191074), on behalf of the Foreign Counterparty. This Report, including any recommendations in respect thereof, may only be distributed to, and relied on by, qualifying investors, who are permitted to receive same in the UK.

Securities, money market instruments, strategies, financial or investment instruments mentioned herein may not be suitable for all investors. The information and opinions provided in this Report do not constitute a personal recommendation and take no account of the investor's individual circumstances. Investors should consider this Report as only a single factor in making any investment decisions and, if appropriate, should seek advice from an investment advisor. This Report is not an offer, or invitation by or on behalf of Avior UK, the Foreign Counterparty, their affiliates, or any other person, to buy or sell any security.

Avior UK does not assume any responsibility, or liability of any nature whatsoever, arising from or in connection with the content, use, reliance or dissemination of the Report or any recommendation in respect thereof and disclaims any such liability.

**Avior Capital Markets US, LLC** is a FINRA registered broker-dealer (CRD # 172595) formed for that purpose in the State of Delaware with its principal office at 45 Rockefeller Plaza, Suite 2335, New York, New York 10111.

**Avior Capital Markets International Limited** is regulated by the Financial Conduct Authority (FRN: 191074), with its principal office at 4th Floor, 17 St Swithin's Lane, London, EC4N 8AL.

Al Rajhi Capital is a Saudi Arabian Registered broad-scoped financial services company. Its registered address is Unit No 1, 8467 King Fahd Road, Al Muruj Dist., Riyadh 12263 – 2743, SA.