

Market Monitor

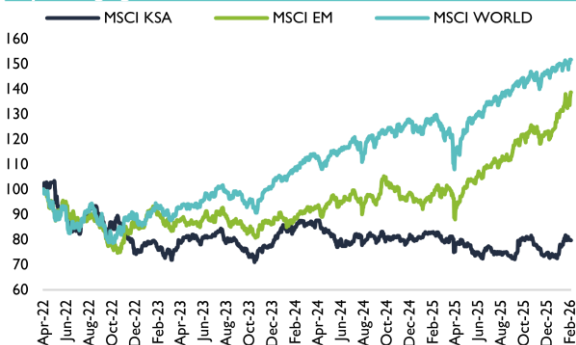
TASI Performance

TASI	11-Feb	10-Feb	Chg (abs)	Chg (%)	YTD (%)
Index level	11,168	11,214	-46.4	-0.41	6.5
Act. (Vol mn)	356	304	53	17.4	136.8
Act. (SARmn)	4,886	4,540	347	7.6	52.5

International Markets

	Index	I-Day	I-Month	P/E (x)	P/B (x)
MSCI World	4,569	0.0%	1.0%	23.3	4.1
S&P500	6,941	0.0%	-0.5%	25.8	5.5
FTSE 100	10,472	1.1%	3.3%	15.4	2.4
EURO STOXX 600	622	0.1%	1.7%	17.6	2.2
DAX	24,856	-0.5%	-2.2%	17.9	2.1
NIKKEI 225	57,651	0.0%	11.0%	24.8	2.8
SHCOMP	4,132	0.1%	-0.8%	18.7	1.6

Key Emerging Markets



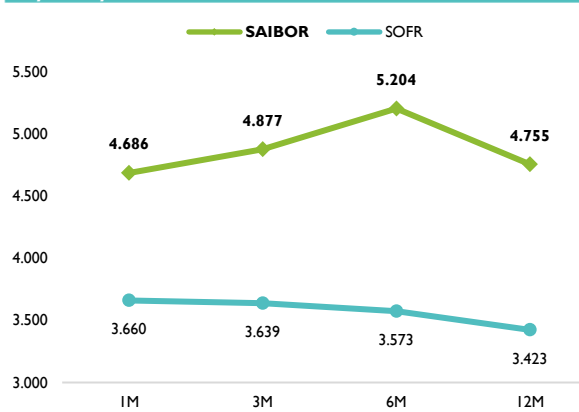
Key Currency

	Per USD	Rate	Change	MTD (%)	YTD (%)
Saudi Riyal	SAR	3.75	0.0	0.0	0.0
Euro	EUR	0.84	0.2	-0.2	-1.1
Pound sterling	GBP	0.73	0.1	0.4	-1.1
Yen	JPY	153.26	-0.7	-1.0	-2.2
Yuan	CNY	6.91	0.0	-0.6	-1.1
Swiss Franc	CHF	0.77	0.5	-0.2	-2.7

Key Commodities

	Unit	Rate	Change	MTD (%)	YTD (%)
Arab Light	USD/bbl	69.7	1.2	3.4	12.9
Brent	USD/bbl	69.4	0.9	-1.8	14.1
Gold	USD/oz	5084.4	1.2	3.9	17.7
Silver	USD/oz	84.3	4.3	-1.1	17.6
Ethylene	USD/ton	680.0	0.0	-0.7	-6.8
Urea	USD/ton	452.5	0.0	0.0	14.6

Key Money Market Rates



Source: Bloomberg, Tadawul

Tadawul Review: Tadawul All Share Index (TASI) fell on Wednesday, dropping 46 points (-0.4%) to close at 11,168. The index opened 12 points below its previous close, then gradually declined until the end of the session, remaining in the red zone throughout the day. Overall, 17 out of 21 sectors closed in the red zone, while 192 shares fell and 66 rose. Banks (-0.5%), Utilities (-1.4%), and Real Estate (-1.3%) sectors contributed the most to the index fall. Stockwise, Saudi Awwal Bank (-3.2%), ACWA Power (-2.1%), and Saudi National Bank (-0.9%) were the major contributors. The trading activity witnessed an increase in volume and value of 17% and 8%, respectively, to reach 356mn shares and SAR4.9bn in value traded.

Top Advisors & Investors Summit Highlights \$106.7B SME Funding Gap: Forbes Middle East

Saudi Arabia faces a substantial \$106.7 billion funding gap for small and medium-sized enterprises (SMEs) in alternative financing, a shortfall spotlighted at the Top Advisors & Investors Summit that is driving interest in private credit as a complementary funding source in the Kingdom's capital markets. The gap, equivalent to roughly SAR 400 billion, underscores persistent challenges for SMEs in accessing non-bank capital even as traditional venture capital and banking channels expand, and positions private credit and other alternative finance solutions as potential catalysts for closing that divide.

Zain KSA Posts Record SAR 11bn Revenue in 2025, Net Profit Reaches SAR 604m: Eye of Riyadh

Zain KSA, a leading digital services provider in Saudi Arabia, reported its strongest annual performance in 2025, achieving a record SAR 11 billion in revenue, up about 6% from roughly SAR 10.4 billion a year earlier, while net profit for the year rose to SAR 604 million from SAR 596 million in 2024. EBITDA reached approximately SAR 3.5 billion, marking solid growth as the company expanded its core telecom services and digital offerings. The board of directors has recommended a cash dividend of SAR 0.5 per share, underscoring commitment to shareholders.

Saudi Cabinet Approves High-Speed Electric Railway Link with Qatar: Zawya

Saudi Arabia's Cabinet, chaired by King Salman, has approved an agreement to construct a 785-kilometre high-speed electric railway linking Riyadh with Doha, marking a tangible step forward in Gulf regional transport cooperation and connectivity. The electric line is planned to support train speeds more than 300 km/h, significantly reducing travel time between the two capitals to around two hours and connecting key stations including Dammam and Al-Ahsa, while also linking King Salman International Airport with Hamad International Airport in Qatar.

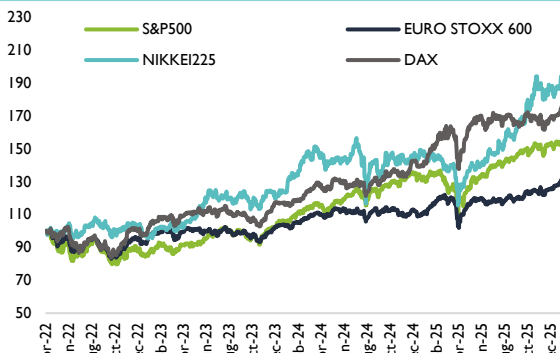
NWC finalizes SR 132m water pipeline project in Riyadh: Eye of Riyadh

The National Water Company (NWC) has finished a strategic water pipeline project in the Tuwaiq West district of Riyadh as part of Phase II of the city's broader water plan, investing SR 132 million to install main water lines of various diameters to bolster the daily distribution network. The initiative included laying approximately 53 kilometers of pipeline and implementing 20 connections to existing lines to enhance network performance, expand coverage, and improve operational efficiency and quality of life for residents.

International Equities Heat Map

	ID	MTD	3M	6M	1Y
S&P500	0.0%	0.0%	3.0%	7.6%	14.4%
Dow Jones	-0.1%	2.5%	5.6%	11.5%	12.4%
NASDAQ	-0.2%	-1.7%	0.9%	6.7%	17.4%
FTSE 100	1.1%	2.4%	6.8%	14.6%	19.3%
DAX	-0.5%	1.3%	3.4%	2.0%	12.8%
CAC 40	-0.2%	2.3%	1.0%	4.9%	3.5%
EURO STOXX 600	0.1%	1.7%	7.0%	12.3%	13.6%
SHCOMP	0.1%	0.3%	2.5%	11.8%	24.5%
KOSPI	1.0%	2.5%	28.4%	66.0%	110.9%
NIKKEI 225	0.0%	8.1%	12.4%	32.9%	48.6%
Hang Seng	0.3%	-0.4%	0.7%	7.9%	28.0%

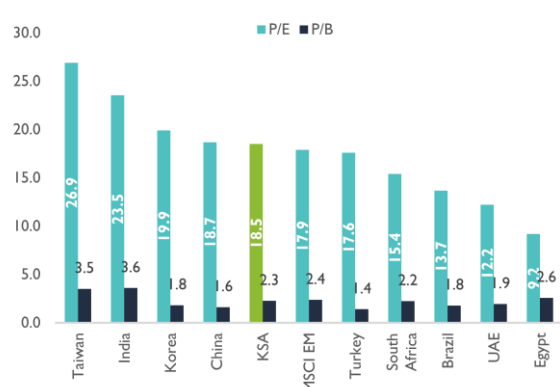
Key Developed Markets



Key Valuation Metrics - Developed Markets



Key Valuation Metrics - Emerging Markets



Source: Bloomberg

Market Wrap International: U.S. equities ended mixed as investors weighed Federal Reserve policy signals and movements in Treasury yields, prompting selective positioning across sectors. Technology shares faced modest pressure amid consolidation in large-cap names, while defensive and value-oriented stocks helped limit broader downside. The NASDAQ declined -0.2%, the Dow Jones fell -0.1%, and the S&P 500 slipped -0.005%.

European equities ended mixed as strength in energy and commodity-linked stocks offset weaker performance in continental industrials and consumer names. Sentiment remained measured, with investors balancing global cues from Wall Street against regional economic developments. The FTSE 100 rose 1.1%, the EURO STOXX 600 gained 0.1%, while the DAX declined -0.5% and the CAC 40 fell -0.2%.

Asian markets are trading on a firmer footing, supported by gains in technology and export-oriented shares as regional sentiment stabilized. Improved risk appetite lifted South Korean equities, while Hong Kong and mainland Chinese benchmarks also advanced, even as Japanese markets remained closed. The KOSPI rose 1.0%, the Hang Seng gained 0.3%, and the SHCOMP increased 0.1%, while the Nikkei 225 was closed.

China CPI Rises 0.2% as PPI Deflation Softens: Reuters

China's inflation picture stayed subdued in January, with official data showing consumer prices up 0.2% from a year earlier while producer prices fell 1.4% year-on-year. Reuters said the figures highlight ongoing softness in domestic demand even as policymakers have pledged to better align supply and demand and support consumption. Core CPI, which strips out food and fuel, rose 0.8% year-on-year. Reuters cited analysts saying deflationary pressures may persist, keeping attention on further policy steps.

Oil Gains as Brent Hits \$69.78 and API Flags Stock Build: Reuters

Oil prices advanced as market focus stayed on Middle East risk and signs of tighter physical balances. Reuters reported Brent at \$69.78 a barrel and WTI at \$64.91, with prices supported by U.S.-Iran tensions while traders assessed whether diplomacy would hold. Reuters also cited market sources saying U.S. crude inventories rose by 13.4 million barrels last week based on American Petroleum Institute figures, ahead of official U.S. inventory data due later Wednesday. Reuters added that draws in key storage hubs also pointed to firmness in demand.

RBA Repeats Inflation Warning After Cash Rate Lift to 3.85%: Reuters

A senior Reserve Bank of Australia official reiterated that inflation remains too high, underlining the central bank's willingness to tighten further if needed. Reuters reported Deputy Governor Andrew Hauser saying policymakers would do what is necessary to return inflation to target. The RBA raised the cash rate by a quarter point last week to 3.85% and left the door open to additional increases if inflation does not ease as forecast. Reuters said markets imply around a 70% chance rates rise to 4.10% at the May meeting. Core inflation was 3.4% in Q4, and the peak was revised to 3.7%.

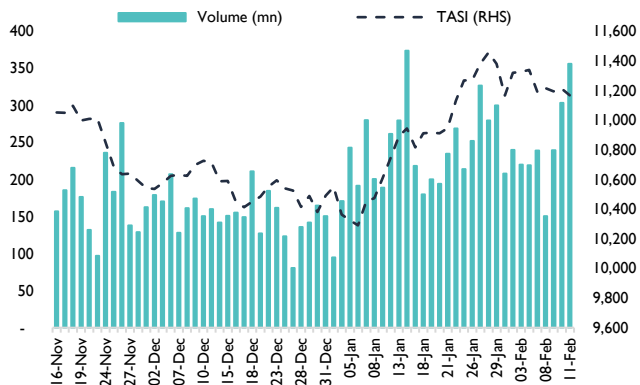
Morning News | Tadawul

TASI Performance	11-Feb	10-Feb	Change	DoD	MTD	YTD
			Absolute	%	%	%
Index level	11,168	11,214	-46.4	-0.4	-1.9	6.5
Act. (Vol mn)	356	304	52.7	17.4	18.8	136.8
Act. (SARmn)	4,886	4,540	346.6	7.6	-29.3	52.5
Market Cap (SARbn)	9,492	9,514	-22.3	-0.2	-0.8	7.6

Nomu Performance	11-Feb	10-Feb	Change	DoD	MTD	YTD
Index level	23,487	23,640	-153.4	-0.6	-1.8	0.8
Act. (Vol mn)	1.6	1.2	0.4	37.9	-35.3	-53.5
Act. (SARmn)	9	13	-4.4	-33.5	-61.5	-64.5
Market Cap (SARmn)	40,518	40,689	-170.3	-0.4	-1.9	-3.8

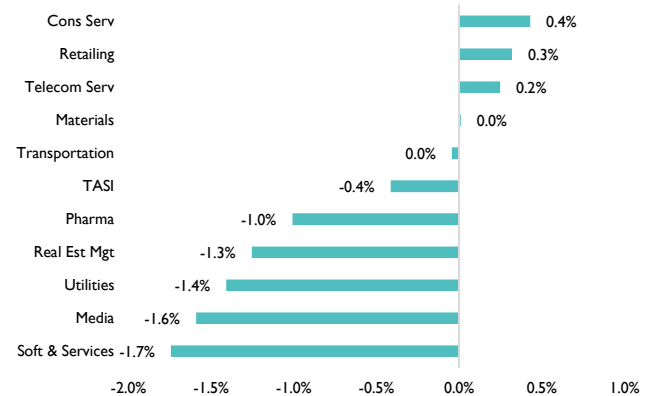
Source: Tadawul

TASI trend vs Volume (3-months)



Source: Tadawul

Daily Sector Performance (%)



Source: Tadawul

Top Gainers	Last Price	Vol	Change	FF Mkt Cap	Mkt Cap
	SAR/sh	mn	%	SARbn	SARbn
Shams	14.4	3.9	9.95	0.8	100.0
ZAIN KSA	11.5	11.4	5.32	6.5	63.0
ALMASAR ALSHAMIL	22.9	2.1	4.86	0.7	30.0
MBC Group	33.4	1.3	4.44	1.1	10.0
Abd. Saad Bookstores	44.8	1.0	3.99	0.8	90.1

Top Losers	Last Price	Vol	Change	FF Mkt Cap	Mkt Cap
	SAR/sh	mn	%	SARbn	SARbn
ALMOOSA	150.4	0.1	-4.81	2.3	34.2
Dallah Healthcare	113.5	0.2	-3.81	5.5	48.0
Saudi Research & Marketing	100.9	0.2	-3.44	8.1	100.0
Chubb Arabia Coop. Ins.	20.8	0.3	-3.44	0.3	40.0
Dar Al Arkan Real Estate	17.7	0.5	-3.29	19.1	100.0

Source: Tadawul

Most Traded by Volume	Last Price	Vol	Change	FF Mkt Cap	Mkt Cap
	SAR/sh	mn	%	SARbn	SARbn
Americana	2.0	160.8	0.51	2.3	13.7
ZAIN KSA	11.5	11.4	5.32	6.5	63.0
The Saudi National Bank	43.0	7.8	-0.92	161.6	62.7
Saudi Arabian Oil	25.8	7.3	-0.15	157.0	2.5
Batic Inv. & Logistic	2.1	6.5	0.96	1.0	80.4

Most Traded by Value	Last Price	Val	Change	FF Mkt Cap	Mkt Cap
	SAR/sh	mn	%	SARbn	SARbn
The Saudi National Bank	43.0	336.7	-0.92	161.6	62.7
Al Rajhi Bank	106.0	335.3	0.00	414.7	97.8
Americana	2.0	317.5	0.51	2.3	13.7
SAL Saudi Logistics Services Co.	182.5	238.7	3.46	6.5	44.6
Saudi Arabian Oil	25.8	188.2	-0.15	157.0	2.5

Source: Tadawul

MSCI 30 Valuation Snapshot											
Name	Price	Index Weight (%) *	Market Cap. (USDbn)		Performance			Valuation			
			Free Float	Total	3M	6M	12M	P/E	P/B	ROE (%)	D/Y (%)
TASI	11,168	NA	NA	NA	0%	3%	-10%	18.5	2.3	13.2	3.5
Banks & Financials											
Al Rajhi Bank	106.0	15.4	110.5	113.1	5%	12%	7%	18.1	3.7	21.8	2.1
The Saudi National Bank	43.0	6.8	43.1	68.7	12%	19%	27%	10.7	1.4	13.4	4.7
Riyad Bank	28.1	2.4	13.2	22.5	8%	5%	-3%	8.5	1.3	16.1	6.2
Saudi British Bank	34.3	2.1	9.1	18.8	9%	7%	-5%	8.3	-	-	5.8
Banque Saudi Fransi	18.6	1.9	9.1	12.4	9%	10%	11%	9.5	1.1	11.9	5.6
Alinma Bank	28.8	2.7	17.2	19.2	15%	13%	-6%	12.1	2.0	17.2	4.2
Arab National Bank	20.7	1.0	5.5	11.0	-8%	-5%	-3%	8.3	1.0	12.4	6.3
Bank AlBilad	26.8	1.6	6.9	10.7	-4%	6%	-18%	13.2	-	-	1.7
Bank Al-Jazira	12.0	0.6	3.6	4.1	0%	-4%	-20%	10.7	1.0	10.5	4.2
Saudi Investment Bank	14.0	0.5	3.3	4.7	8%	2%	-8%	8.3	1.0	12.7	5.7
Saudi Tadawul Group Holding Co.	156.9	0.3	2.0	5.0	-18%	-7%	-27%	45.4	5.6	12.4	2.1
Energy											
Saudi Arabian Oil Co	25.8	15.3	41.9	1,666.3	0%	7%	-7%	17.1	4.2	24.4	5.1
Rabigh Refining & Petrochemical Co	7.1	0.2	1.0	4.2	-20%	0%	-10%	-	1.4	-42.9	-
Materials											
Saudi Arabian Mining Co	73.6	4.4	27.6	76.3	24%	37%	49%	50.4	4.8	10.2	-
Saudi Basic Industries Corp	56.5	2.2	13.5	45.2	-1%	-1%	-17%	-	1.1	-4.3	5.7
Yanbu National Petrochemical Co	27.5	0.3	2.0	4.1	-13%	-14%	-26%	201.6	1.4	0.7	7.3
Saudi Kayan Petrochemical Co	4.8	0.2	1.3	1.9	-15%	-1%	-28%	-	0.7	-20.8	-
Saudi Industrial Investment Group	13.4	0.3	2.0	2.4	-15%	-26%	-32%	-	1.1	-1.1	3.7
Advanced Petrochemical Co	25.0	0.2	1.4	1.7	-31%	-24%	-19%	-	2.1	-2.0	-
National Industrialization Co	8.9	0.3	1.4	1.6	-20%	-12%	-11%	19.9	0.6	3.1	-
Saudi Arabian Fertilizer Co	127.3	1.3	8.1	16.2	6%	7%	11%	14.1	3.1	22.4	5.1
Sahara International Petrochemical	14.7	0.4	2.6	2.9	-18%	-17%	-36%	-	0.7	-2.8	6.8
Luberef	103.0	0.2	1.4	4.6	14%	20%	-7%	20.3	-	-	4.0
Food & Beverages											
Almarai Co JSC	42.2	1.7	8.5	11.2	-10%	-10%	-28%	17.0	2.1	12.5	2.4
Savola Group/The	23.3	0.3	1.6	1.9	-14%	-5%	-41%	1.7	1.3	99.7	-
Food & Staples Retailing											
Nahdi Medical Co.	99.7	0.3	1.0	3.5	-8%	-13%	-16%	16.0	5.1	33.0	5.6
Retailing											
Jarir Marketing Co	14.4	0.7	3.3	4.6	4%	15%	11%	17.1	9.6	56.9	6.0
Telecommunication Services											
EtiHAD Etisalat Co	68.4	2.0	10.1	14.0	4%	6%	20%	15.1	2.7	18.8	3.7
Saudi Telecom Co	44.6	3.6	22.6	59.4	2%	4%	2%	18.8	2.6	30.7	9.4
Software & Services											
STC Solutions	221.6	0.2	1.4	7.1	-5%	-9%	-30%	17.0	6.6	40.4	4.5
ELM Co.	683.0	0.8	4.8	14.6	-17%	-22%	-39%	25.5	15.2	50.8	1.2
Real Estate											
Dar Al Arkan Real Estate Development Co	17.7	0.8	5.1	5.1	3%	-4%	0%	18.4	0.9	5.0	-
Emaar Economic City	9.4	0.1	0.8	2.2	-22%	-20%	-45%	-	1.0	-5.6	-
Media and Entertainment											
Saudi Research and Media Group	100.9	0.3	2.2	2.2	-39%	-43%	-61%	-	2.5	-3.8	-
Insurance											
Bupa Arabia for Cooperative Insurance Co	161.3	0.6	3.3	6.5	3%	3%	-13%	22.4	4.3	20.0	2.5
Co for Cooperative Insurance/The	137.3	0.6	4.1	5.5	4%	11%	-9%	19.2	4.0	22.7	1.1
Utilities											
Saudi Electricity Co	14.2	0.6	3.0	15.7	-2%	-2%	-18%	-	0.6	-2.7	4.9
ACWA POWER Co.	178.8	3.0	10.8	36.5	-18%	-22%	-54%	74.5	4.9	7.6	-
Power & Water Utility Co for Jubail & Yanbu	31.8	0.3	0.6	2.1	-21%	-21%	-37%	65.5	1.4	1.8	-
Healthcare Equipment & Services											
Dallah Healthcare	113.5	0.2	1.5	3.1	-23%	-14%	-26%	21.0	2.7	14.0	1.8
Mouwasat Medical Services	70.0	0.5	2.4	3.7	-4%	-6%	-21%	18.5	3.7	21.1	2.9
Dr. Sulaiman Al Habib Medical Services	257.8	2.2	7.0	24.1	-1%	1%	-14%	38.2	11.7	32.2	1.8

Source: Bloomberg, MSCI
* Represents stock's weightage in TASI

Morning News | International

Developed & Emerging Market Valuation Snapshot & Performance

Country	Market	Index	Performance (%)				Relative Valuation			
			YTD	3M	6M	12M	P/E	P/B	ROE (%)	D/Y (%)
KSA	TASI	11,168	-7.2%	-0.1%	3.1%	-10.1%	18.5	2.3	13.2	3.5
US	NASDAQ	23,066	19.4%	0.9%	6.7%	17.4%	35.9	7.6	17.6	0.6
Japan	NIKKEI 225	57,651	44.5%	12.4%	32.9%	48.6%	24.8	2.8	11.3	1.4
US	S&P500	6,941	18.0%	3.0%	7.6%	14.4%	25.8	5.5	18.8	1.1
	MSCI DM	4,569	23.2%	4.9%	9.4%	18.5%	23.3	4.1	15.3	1.6
France	CAC 40	8,313	12.6%	1.0%	4.9%	3.5%	17.6	2.2	10.8	3.2
Eurozone	EURO STOXX 600	622	22.4%	7.0%	12.3%	13.6%	17.6	2.2	11.2	2.8
Germany	DAX INDEX	24,856	24.8%	3.4%	2.0%	12.8%	17.9	2.1	9.5	2.4
UK	FTSE 100	10,472	28.1%	6.8%	14.6%	19.3%	15.4	2.4	11.2	3.0
US	Dow Jones	50,121	17.8%	5.6%	11.5%	12.4%	23.4	6.0	23.6	1.5
Hong Kong	Hang Seng	27,266	35.9%	0.7%	7.9%	28.0%	12.8	1.5	10.4	2.8
Developed Market Avg.							21.4	3.6	14.0	2.0
India	SENSEX	84,234	7.8%	-0.3%	4.5%	10.4%	23.5	3.6	15.3	1.2
Egypt	EGX30	49,700	67.1%	23.7%	39.7%	68.1%	9.2	2.6	27.7	1.4
Taiwan	TWSE	33,606	45.9%	20.4%	38.1%	43.7%	26.9	3.5	13.0	2.0
Turkey	XU100	13,788	40.3%	29.7%	26.8%	39.5%	17.6	1.4	8.8	1.7
South Korea	KOSPI	5,354	123.2%	28.4%	66.0%	110.9%	19.9	1.8	9.7	1.1
	MSCI EM	1,564	45.5%	11.0%	23.0%	41.6%	17.9	2.4	12.9	2.1
China	SHCOMP	4,132	23.3%	2.5%	11.8%	24.5%	18.7	1.6	8.3	2.3
South Africa	JALSH	121,753	44.8%	6.8%	19.4%	39.0%	15.4	2.2	14.3	3.1
UAE	DFM	6,686	29.6%	11.6%	9.1%	25.3%	12.2	1.9	17.9	4.3
Brazil	IBOVESPA	189,699	57.7%	20.7%	39.1%	49.9%	13.7	1.8	11.6	6.3
Emerging Market Avg.							17.5	2.3	14.0	2.6
TASI Relative to Emerging Market Avg.							6%	-1%	-73bps	91bps
TASI Relative to Developed Market Avg.							-13.7%	-38%	-75bps	142bps

Source: Bloomberg

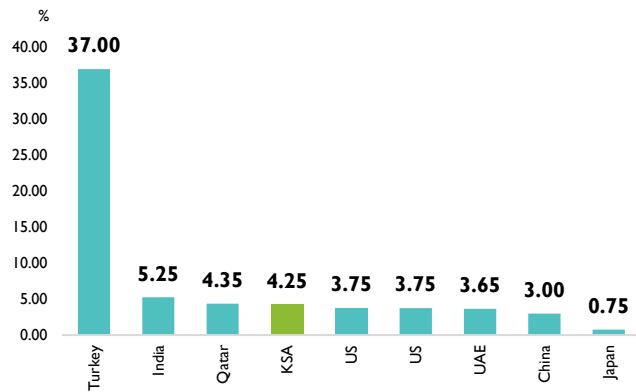
Key Upcoming Events

Date	Country	Key Events	Period	Survey Est	Prior
13-Feb-26	United States	US CPI Urban Consumers MoM SA	JAN	0.30	0.30
13-Feb-26	United States	US CPI Urban Consumers YoY NSA	JAN	2.50	2.70
18-Mar-26	United States	Federal Funds Target Rate - Up	MAR 18	3.75	3.75

Source: Bloomberg, Tharaa

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Benchmark interest rates



Source: Bloomberg

KSA vs US Yield Curve

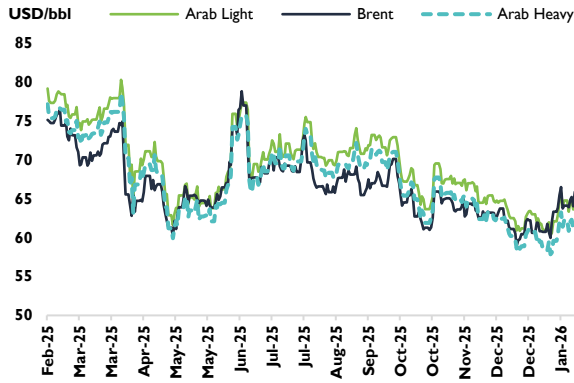


Source: Bloomberg

Currency (as of 11 th Feb)	Rate (Per USD)	DoD (%)	MTD (%)	YTD (%)
Saudi Riyal (SAR)	3.7504	0.0	0.0	0.0
Euro (EUR)	0.8423	0.2	-0.2	-1.1
Pound Sterling (GBP)	0.7338	0.1	0.4	-1.1
Japanese Yen (JPY)	153.2567	-0.7	-1.0	-2.2
Chinese Yuan (CNY)	6.9118	0.0	-0.6	-1.1
Canadian Dollar (CAD)	1.3576	0.2	-0.3	-1.1
Swiss Franc (CHF)	0.7716	0.5	-0.2	-2.7
Indian Rupee (INR)	90.7050	0.1	-1.4	0.9
Russian Ruble (RUB)	77.1000	-0.2	1.4	-2.1
Turkish Lira (TRY)	43.6400	0.0	0.3	1.6
Brazilian Ringgit (BRL)	5.1843	-0.2	-1.5	-5.3
Taiwanese Dollar (TWD)	31.4490	-0.4	-0.1	0.1

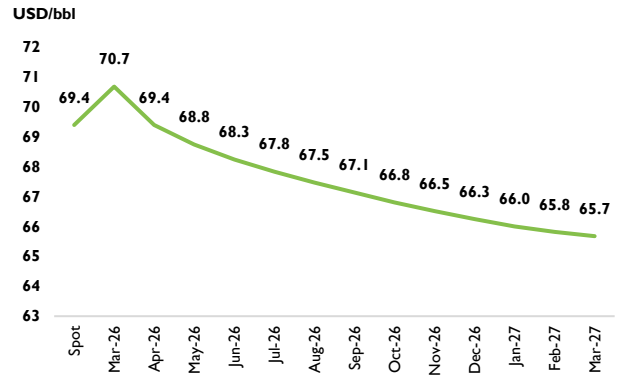
Source: Bloomberg

Arab Light vs Brent vs Arab Heavy



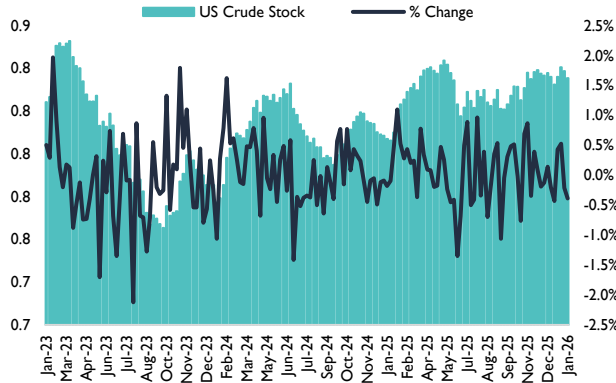
Source: Bloomberg

Brent Spot Price and Futures (USD/bbl)



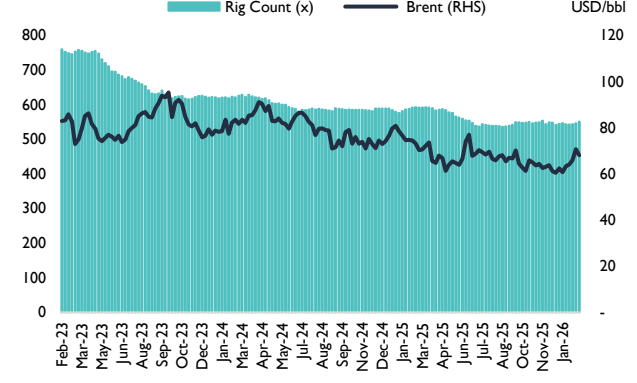
Source: Bloomberg

US Crude Stocks pile-up (bn bbl) (weekly)



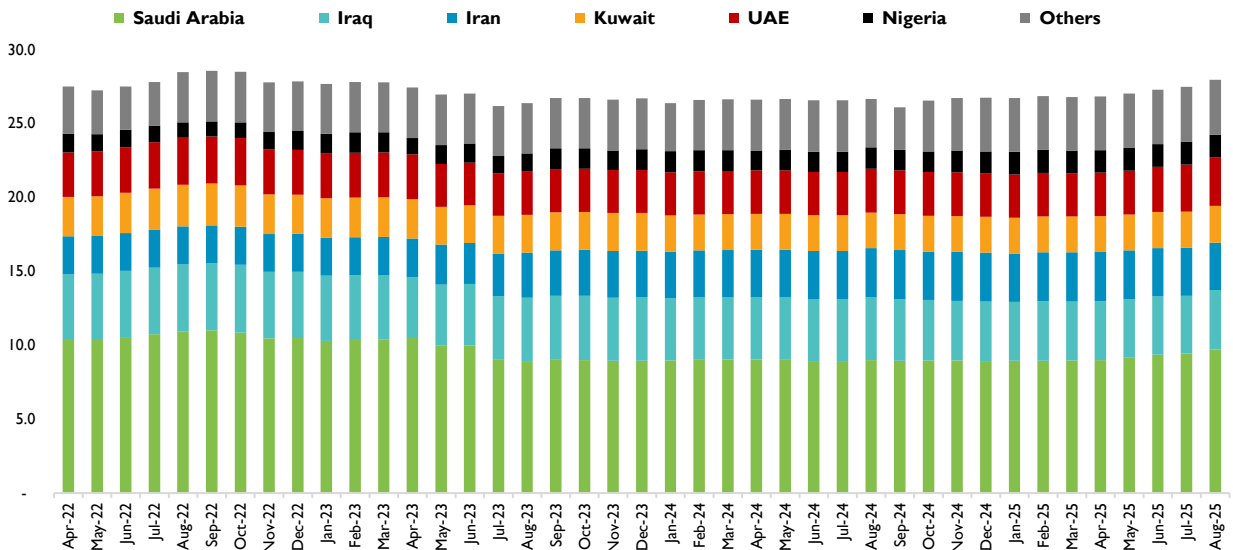
Source: EIA

US Rig Count recovering (weekly)



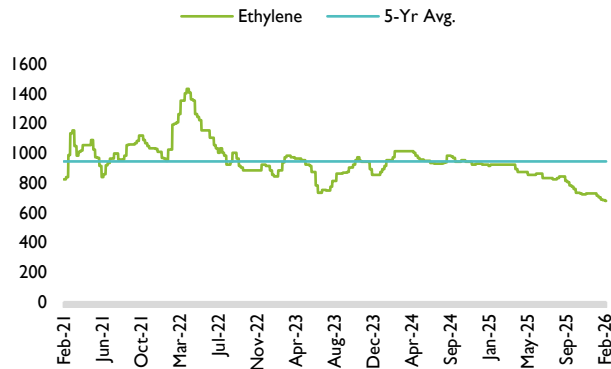
Source: Baker Hughes

OPEC Production (mn b/d)



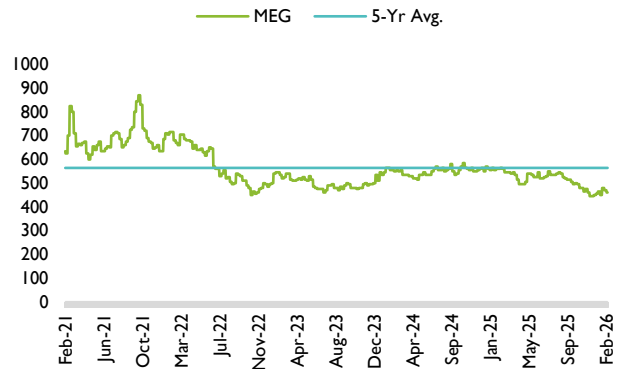
Source: OPEC

Ethylene prices have dropped past their 5Yr avg. (USD/ton)



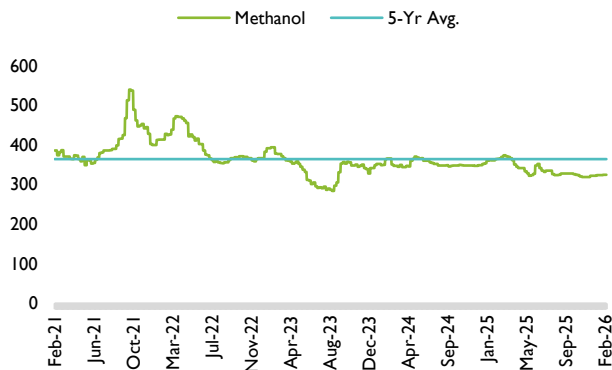
Source: Bloomberg

MEG prices continue to trade below their 5Yr avg. (USD/ton)



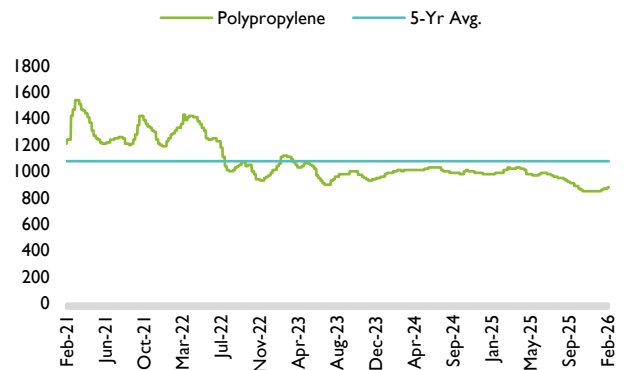
Source: Bloomberg

Methanol prices trade close to their 5Yr avg. (USD/ton)



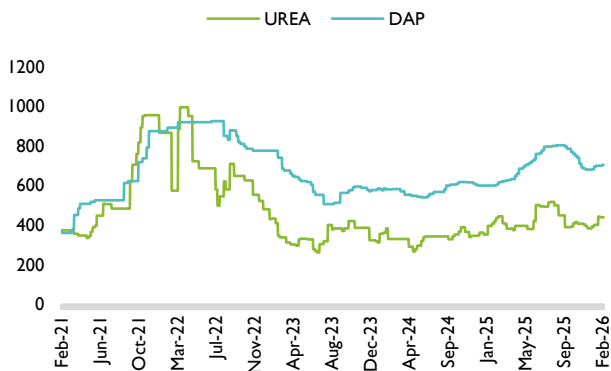
Source: Bloomberg

Propylene prices have dropped past their 5Yr avg. (USD/ton)



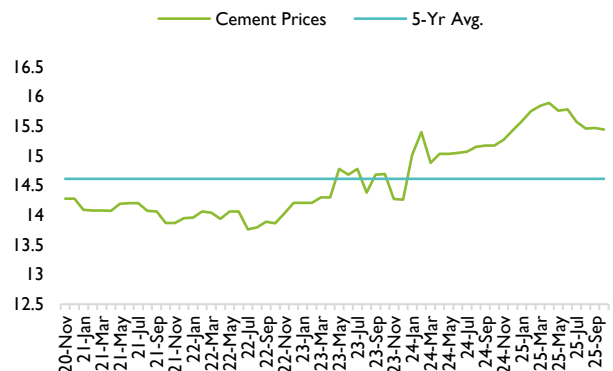
Source: Bloomberg

Int'l Fertilizer prices have rebounded sharply (USD/ton)



Source: Bloomberg

Cement prices trade above their 5-year avg. (SAR/50kg)



Source: GaStat

Market Capitalization: This refers to total market value of a listed company and calculated as total outstanding shares of a company multiplied by latest price.

Free Float Market Capitalization: This refers to market value of shares available for trading or exchange of ownership. The Free Float measure excludes shares held by sponsor/s or promoter/s of a company from its total outstanding shares. Free Float Market Capitalization is a product of Free Float shares and latest market price of the listed company.

Price to Earnings Ratio (P/E): Price to Earnings Ratio (P/E Ratio) is a widely used benchmark for valuation in investment and calculated by dividing latest company's price to its earnings. The ratio shows price investors are willing to pay for one unit of earnings. There are two types of P/E ratios: (1) Trailing P/E (based on latest annual earnings), (2) forward or prospective P/E ratio (based on forward or estimated annual earnings).

Earnings Yield: One divided by company's P/E ratio is called earnings yield and refers to earnings per unit of share price. Earnings Yield is calculated in percentage term and allows comparison of company's earnings with yields/return on bonds and dividend yield.

Price to Book Ratio (P/BV): This is also a widely used valuation measure, particularly for financial companies. The ratio is calculated by dividing latest stock price of a company to its book value. Like P/E ratio, P/BV ratio can also be calculated based on historical annual earnings (trailing P/BV) or prospective annual earnings (Prospective or forward P/BV).

Dividend Yield (D/Y): Computed as dividend per year divided by latest price, Dividend Yield (D/Y), is a widely used return measure. D/Y shows tangible payback to investors for investing in a company.

Net Income: This refers to amount of income a business earns after subtracting all operating, financial and regulatory (taxes) expenses from its revenues.

Dividend Pay-Out: This ratio is calculated by dividing total dividend paid to shareholders with the total income of the company in a particular year.

Return on Equity (ROE): ROE is an important return or financial performance measure of a company and is computed as net income of a company divided by its shareholder equity or book value. The measure shows how efficiently the company is generating return or income on invested shareholder value.

Free Cash Flow: This is net cash flow a company generates after accounting for company's operating, investing (capital Expenditure, other investment) and financing cash outflows.

Yield Curve: Yield curve plots relationship between yield or interest rate with future time duration or maturities for a borrower (economy, company).

Future Prices/Contract: Future prices refers to price of financial or physical asset in a specified future time. Future contract is a legal agreement of buying or selling something at a pre-determined price and time.

Contango: This refers to relationship of current (spot) price with future (forward price). If a spot price is lower than future price of a commodity or financial asset, the structure of future price is referred to as contango.

Backwardation: This refers to relationship of current (spot) price with future (forward price). If a spot price is higher than the future price of a commodity or financial asset, the structure of future price is referred to as backwardation.

Key Abbreviation and time periods:

- **YTD:** Year to Date
- **QTD:** Quarter to Date
- **MTD:** Month to Date
- **WTD:** Week to Date
- **YoY:** Year over Year (Comparison of performance with the same period of the previous year)
- **QoQ:** Quarter on Quarter (Comparison of performance with the previous quarter)
- **WoW:** Week on Week
- **DoD:** Day over Day
- **Bps:** Basis Points (commonly used term for the differential of two numbers in percentage)
- **Mb/d:** million barrels per day
- **Mn bbl:** million barrels

Disclaimer

The document has been prepared by Tharaa Financial Center (Tharaa) at Prince Sultan University. The information contained in this document was obtained from several sources such as Bloomberg, Reuters, SAMA, IMF, IEA, OPEC, Tadawul and other national and international agencies. Tharaa tried its best effort to acquire the data from most reliable sources. However, Tharaa does not guarantee the accuracy of the data. Therefore, Tharaa makes no representation whether expressed or implied concerning the accuracy and completeness of any information contained in this report.

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Tharaa
Financial
Center

Tharaa Financial Center
Phone: 011 494 8895
E-mail: info@TharaaFC.com
Website: www.tharaafc.com

Building 107
Prince Sultan University
Rafha Street, Riyadh
Kingdom of Saudi Arabia