



TASI CONTINUES ITS DOWNWARD JOURNEY

The Saudi Stock Market: TASI continued its losing streak for the second week in succession and closed at 8,427.22 points on Wednesday, 8th November, losing 900.95 points, a fall of 9.66% over last week's closing (1st Nov) at 9,328.17 points. TASI is currently lower by 49.6% as compared to the year's start (YTD). Out of the five trading days, TASI gained on two trading days and lost on three days. The prices of 14 stocks were up and 69 stocks down over that of previous week. The market capitalization stood at SR1.283 trillion (US \$341.87 billion), a decrease of 9.68% over that of previous week.

CCFI All Share Index: closed at 653.27 points, lost 70.3 points over the close of last week (723.57), a fall of 9.71%. The CCFI Top 20 Index fell by 8.09% for the week.

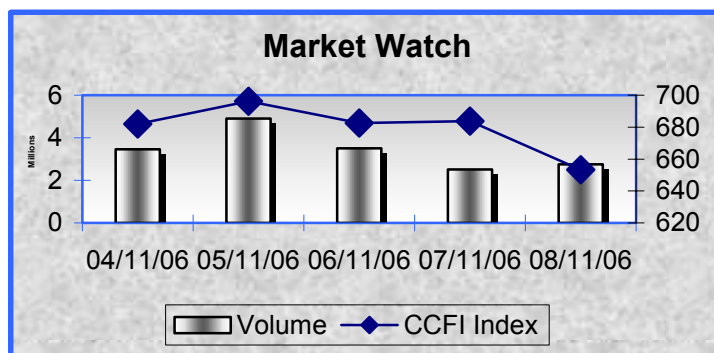
Sectoral Performance: All sectoral indices went down. Agriculture sector was the most to go down (-38.20%), followed by Service (-20.59%), Banking (-11.82%), Electricity (-8.96%), Industrial (-8.84%), Insurance (-6.32%), Cement (-2.50%) and Telecommunications (-0.79%). On YTD basis, all sectoral indices are still on the negative side (Table – Market Indicators).

The Market Activity: turnover decreased to SR35.96 billion from SR51.51 billion in the previous week, a decrease of 30.20%. Volume traded for the week was 657.93 million shares compared to 631.85 million shares for the previous week, an increase of 4.13%. Agriculture and Telecom sectors witnessed reduced volumes by -40.81% and -5.32% respectively while other sectors registered positive growth in volume led by Banking (70.06%), Insurance (57.14%), Cement (44.91%), Electricity (37.86%), Services (19.16%) and Industrial (3.82%). In terms of turnover, Agriculture sector was the most to have reduced turnover (-69.40%) followed by Industrial (-27.8%), Services (-17.76%) and Telecommunications (-10.15%).

Among the five most active stocks by volume, Emaar was the most active by trading 41.81 million shares at a value of SR0.96 billion accounting for 6.35% of the market volume and 2.66% of the market turnover. MMUCO was the second most active stock (40.59 million shares, SR1.04 billion). The three other most active stocks were AADC (20.07 million shares, SR1.31 billion), NIC (18.43 million shares, SR0.94 billion) and SABIC (17.00 million shares, SR1.82 billion). These five stocks together accounted for 20.96% of the market volume, 16.88% of the market turnover and 22.87% of the market capitalization.

Gainers and Losers: The shares of SACCO witnessed maximum price gain of 11.36%, followed by RIBL (9.38%), YNCCO (7.14%), SOCCO (5.76%) and ARCCO (4.27%). Among the losers, SFICO was the most to lose (-34.21%), followed by SLTCO (-34.14%), SAICO (-34.13%), ASACO (-34.08%) and THIMAR (-34.06%).

Some of the blue chips that gained during the week are: Riyadh Bank (7.69%), Saudi Cement (11.36%), Bank Saudi France (0.77%). Some of the blue chips that lost during the week are: SAVOLA (-14.29%), SEC (-3.75) Bank Al Jazira (-27.13%), SABB (-11.59%) and SABIC (-3.22%).



MARKET INDICATORS						
	8 th Nov 2006	1 st Nov 2006	Change	YTD 2006	Volume Million	Value Traded
CCFI Index*						SR Mil.
All Share	653.27	723.57	-9.72%	-49.34%	657.93	35,957.78
Banking	825.6	936.27	-11.82%	-39.76%	21.020	3409.68
Industrial	879.52	964.80	-8.84%	-59.28%	223.31	13,446.80
Cement	403.18	413.50	-2.50%	-45.85%	14.94	1,108.59
Service	414.29	521.68	-20.59%	-47.40%	264.15	11,975.15
Electricity	267.68	294.01	-8.96%	-47.59%	47.23	744.58
Agricultural	558.03	902.98	-38.20%	-50.11%	73.76	4052.12
Telecommunications	238.47	240.36	-0.79%	-41.34%	11.75	1,003.33
Insurance	163.67	174.72	-6.32%	-15.60%	1.76	217.51

* Base Year 1995 = 100

Source: CCFI Stock Market Database

MARKET STATISTICS			
	8 th Nov. 2006	1 st Nov. 2006	% Change
Market Cap (SR Billion)	1282.78	1420.38	-9.68%
Volume (in Million)	657.93	631.85	4.13%
Value (in SR Million)	35,957.78	51,514.08	-30.20%

Source: CCFI Stock Market Database

TOP GAINERS AND LOSERS			
Gainers	%	Losers	%
	Change		Change
SACCO	11.36	SFICO	-34.21
RIBL	9.38%	SLTCO	-34.14
YNCCO	7.14%	SAICO	-34.13
SOCCO	5.76%	ASACO	-34.08
ARCCO	4.27%	THIMAR	-34.06

Source: CCFI Stock Market Database (Based on adjusted prices)

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For the week reviewed, the market Price-Earning (P/E) ratio stood at 16.81 times and Price to Book value (P/B) was at 4.15 times.

In the international oil markets

Over supply market conditions may force OPEC to cut output further next month by another 300,000 barrels per day as the group may no longer tolerate prices below \$60 a barrel.

Despite the production cuts, however, prices remain stubbornly below \$60 a barrel, in part due to doubts over compliance from many members, including Nigeria. US light sweet crude closed at \$59.14 a barrel on Friday (3rd Nov).

Oil prices rose on Friday (3rd Nov) recouping some of their recent declines, on worries about the situation in Nigeria and as the market awaited economic cues and evidence of OPECs recently announced output cut.

Light sweet crude for December delivery rose 47 cents to \$58.35 a barrel in electronic trading on the New York Mercantile Exchange by afternoon in Europe. December Brent crude on the ICE Futures Exchange rose 46 cents to \$58.33.

According to the International Energy Agency (IEA), demand is forecast to expand by 1.7 percent at 85.9 million barrels per day.

Corporate Announcements:

SABIC: Sabic and Exxon Mobil announced that they have started the work in a feasibility study for expanding their joint ventures in petrochemicals in the two industrial cities of Jubail and Yanbu. This project is expected to start in the year 2011 and will target the increasing demand for (EPDM, TPO, Butyl, SBR / PBR) in the domestic and international markets.

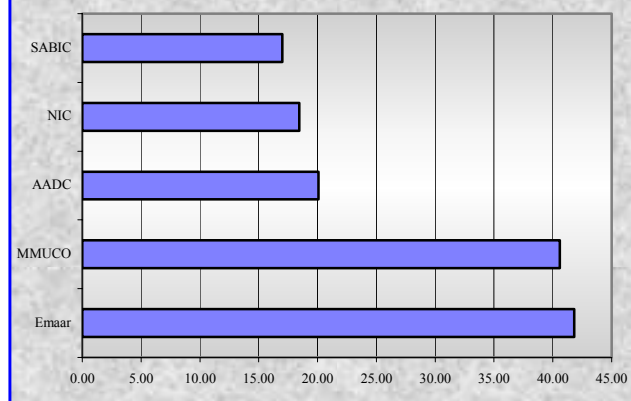
Zamil Steel Company: won a contract for manufacturing the biggest steel building in Asia (the new center for Singapore Aviation Exhibition) with a total value of SR 22.5 million (\$ 6 million).

SACCO: held its 46th ordinary general assembly on Monday 6/11/2006 to elect the members of the board of directors for the new session that begins on 1/1/2007 and ends on 31/12/2009.

SAPTCO: Due to incomplete quorum for the 11th extra ordinary general assembly for SAPTCO scheduled on 6/11/2006, the meeting has been postponed to a date to be determined later.

Al-Drees: announces that it opened 68 new petrol stations from the beginning of the current year up to date. The total number of the Company's stations becomes 195 stations and will exceed 200 stations before the end of this year.

Most Active Share (Volume in Million)



Source: CCFI Stock Market Database

NCCI: urges its shareholders who did not receive their dividends for 2005 through the direct depositing into their accounts, to promptly contact the nearest NCB branch to receive their shares after submitting the supporting documents. The dividends were distributed @ SR 30 per share.

NADEC: informs all its shareholders who have shares certificates, as per CMA resolution that all records of certificates holders be transferred to Securities Deposit Center of Tadawul, that the certificates holders register has been submitted to the Securities Deposit Center to perform all the shareholders services for the certificates holders. These shareholders are kindly requested to check with the Center as from Wednesday 18/11/2006. The role of Shareholder Affairs Department in NADEC will be restricted to dividends payment and other related issues.

Madinat Elsirah Real Estate Development Co: Taiba, Savola Group and some other Real Estate Developers have finalized the established of (Madinat Elsirah Real Estate Development Company) with a total capital of SR 10 million. The proposed company will be one of the pioneers to be assigned the task of developing "Madinat Al-Maarifah Al-eqtisadiyah" in Medina in a partnership with a group of distinguished developers and King Abdullah Bin Abdul Aziz foundation for His Parents for Developmental Housing. Taibas share in the capital of this new company is 20%.

SAMBA: invites its shareholders who are interested to stand for the Board elections to send their notifications and CVs to the Company's management before 20/11/2006.

MMUCO: MMUCO called its shareholders to a meeting on 5/11/2006. The main issue in the agenda is to approve article (1) (Company's name) to become Anaam Holding Group Company (a Saudi Joint Stock Company) and article (3) pertaining to adding new activities to the Company's objectives.