



Amendments to Securities Tick Size Bands on the Saudi Exchange

The Saudi Exchange has made amendments to the structure of its minimal incremental price movement bands, or "Tick Size" bands, for Main Market and Nomu-Parallel Market securities (excluding debt instruments).

What is a "Tick Size"?

Tick size is the smallest permitted price movement of a listed security. It represents the minimum increment by which the price of the instrument can change. For example, if the tick size for a particular stock is SAR 0.01, the price can move up or down by at least one halala at a time. The Saudi Exchange sets tick sizes for Main and Parallel (Nomu) Market securities in order to support market efficiency and price discovery, which would improve liquidity.

Example 1: Wider Tick Size



Example 2: Narrower Tick Size



What changes have been made?

Current Equity Tick Size Structure (SAR)

Tick Size	Lowest Price	Highest Price
0.01	-	9.99
0.02	10.00	24.98
0.05	25.00	49.95
0.10	50.00	99.90
0.20	100.00	-

New Equity Tick Size Structure (SAR)

Tick Size	Lowest Price	Highest Price
0.01	-	24.99
0.02	25.00	49.98
0.05	50.00	99.95
0.10	100.00	249.90
0.20	250.00	499.80
0.50	500.00	-

What are the benefits of making these changes?

1. Enable more precise pricing
2. Enhance overall market and trading efficiency
3. Minimize spread constraints, thereby reducing trading costs for investors

What securities does this apply to?

All securities listed on the Main Market and Nomu – Parallel Market, except for debt instruments.

