



Major Economic News

- GACA** plans to unveil a general aviation roadmap with goal of increasing general aviation sector's GDP contribution tenfold to USD 2bn by 2030. The roadmap covers the business jet segment, including charter, private, and corporate jets, and will support Saudi Arabia's development as a global high-value business and tourist destination. (Source: Argaam)

Major Corporate Nexws

- First Mills** announced the completion of its shares buy-back to be allocated to its Employees' Long-Term Incentive Program. The company will be repurchasing 0.3mn shares, representing 0.54% of the total shares, at an average price of SAR 84.5, implying a total value of SAR 25.4mn. This comes as part of the Company's efforts to attract and retain key talents and to motivate them to further strengthen their performance to achieve its strategic objectives. (Source: Tadawul)

Earnings update (Net Profit) (SAR mn)

Company	Q1-24	Q1-23	Y/Y %	Q4-23	Q/Q %
YANBU CEMENT	58.3	51.0	14.31	18.1	222.33
ALMUNAJEM	114.0	81.9	39.23	81.6	39.66
SAUDI CEMENT	113.8	123.8	-8.07	103.8	9.65
ACIG	24.9	3.5	606.05	17.0	46.64
CITY CEMENT	41.6	27.6	50.75	25.7	61.84
RIYADH CABLES	168.9	124.9	35.31	133.9	26.15
A.OTHAIM MARKET	116.4	120.0	-2.98	168.9	-31.09
SALAMA	10.1	12.6	-20.53	8.3	20.63
WATANIYA	27.3	14.6	86.38	31.5	-13.40
ARABIAN DRILLING	146.0	141.0	3.55	183.0	-20.22
ADES	200.8	89.4	124.64	169.0	18.84

Market Analysis

The **Saudi Stock Exchange** decreased 0.5% to 12,217.1. The value traded stood at SAR 5.3bn (down 27.0% over the previous day), while the advance-decline ratio stood at 78/147. The parallel market index increased 0.4% to 27,195.9 points. The value traded stood at SAR 28.8mn (down 45.0% over the previous day). Most sectors in the main market ended in the red. Telecom and Healthcare (up 1.1 and 0.3%, respectively) advanced the most, while Utilities and Insurance (down 3.5% and 3.4%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
SADAFCO	386.20	10.0
CHEMICAL	9.72	10.0
ALJOUF	57.50	9.9
EAST PIPES	171.20	5.6
ALABDULLATIF	18.12	5.4

Top Losers

Company	Price	Change%
THIMAR	14.14	-9.9
TANMIAH	128.80	-9.9
WALAA	29.55	-9.9
MEDGULF	31.00	-8.6
MALATH INSURANCE	20.08	-6.1

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,217	12,284	12,193	(0.5)	2.1
NomuC	27,196	27,253	26,819	0.4	10.9

TASI movement during session



TASI Ratios

P/E* (x)	27.5
Price-to-Book (x)	2.4
Dividend Yield (%)	2.6
Return on Equity (%)	19.1

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,651	0.3	-9.1	16.2
Materials	6,201	0.1	-2.4	High
Capital Goods	12,582	0.0	26.7	44
Commercial Service	5,144	-3.2	-7.5	49.6
Transportation	7,472	-1.5	17.9	37.8
Consumer Durables	5,615	0.4	11.8	Neg
Consumer Services	5,364	-0.8	8.6	40
Media	30,756	-0.7	25.4	High
Consumer Discretionary Ret	8,071	-0.4	-5.3	23.8
Consumer Staples Ret	9,924	-0.8	2.5	24.6
Food & Beverages	6,195	-0.2	10.5	31.3
Healthcare	13,828	0.3	15.0	50
Pharma & Bio Tech	5,303	-0.1	9.2	48.5
Banks	11,616	-0.4	-4.8	13.4
Financial Services	7,955	-0.9	19.6	37.4
Insurance	11,235	-3.4	32.6	30.5
Telecom	7,738	1.1	0.2	14.6
Utilities	13,657	-3.5	37.4	30.5
REITs	3,379	-1.0	-7.9	26.3
Real Estate	3,714	-0.4	21.8	41.6
Software & Services	73,565	-2.6	7.3	44.8

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for May (bn)
12,338	12,353	12,403	6.63

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	5.3	231.10	404.90
Previous week	35.2	1,381.20	2,560.20

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	29.95	0.3
Al Rajhi	79.00	-0.6
SNB	35.70	-0.6
ACWA POWER	387.00	-4.7
ALINMA	31.95	-0.6





International Market News

- **The US consumer sentiment index** plunged 67.4 in May, from 77.2 in April. The reading was significantly below the consensus estimates of 76.0. With the much steeper than expected drop, the consumer sentiment index tumbled to its lowest levels since November 2023. Consumers had been reserving their judgment for the past few months, but now have started to perceive negative developments on number of dimensions such as inflation, unemployment rates and interest rates. (Source: Reuters)
- **The UK GDP** grew 0.6% Q/Q and was ahead of the consensus estimates at 0.4% growth. The economy ended a technical recession in the first quarter with the economic output growing better than expected and also marked the strongest since late 2021 led by a rebound in the services output and household spending. (Source: RTT News)
- **China's** imports of major commodities for April show the impact of price trends, with strength where prices were trending down and weakness where prices were moving higher. For April, there was strength in imports of iron ore, coal and natural gas, while arrivals of crude oil and copper were soft. (Source: CNBC)
- **Japan's** household spending fell 1.2% Y/Y in March, against the consensus estimates of 2.4% drop. The consumer spending fell for the 13th straight month creating challenges for policymakers seeking to drive stronger real wage growth, a prerequisite for additional central bank rate hikes. (Source: Reuters)

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	105.3	0.0	-0.9	3.9
Euro	1.1	0.0	1.0	-2.4
Japanese Yen	155.8	0.0	-1.3	10.5
Sterling Pound	1.3	0.0	0.3	-1.6
Chinese Yuan	7.2	0.0	-0.3	1.5
Indian Rupee	83.5	0.0	0.1	0.3
UAE Dirham	3.7	0.0	0.0	0.0
Qatari Rial	3.6	0.0	-0.0	0.0
Kuwaiti Dinar	0.3	0.0	-0.1	0.1
Omani Rial	0.4	0.0	-0.0	-0.0
Bahraini Dinar	0.4	0.0	0.0	0.0
Egyptian Pound	47.4	0.0	-1.0	53.4

Corporate Calendar

Date	Company	Event
9-May	ACC	Cash Dividend Distribution
9-May	SPM	Cash Dividend Distribution
13-May	SAB	Cash Dividend Distribution
13-May	MAADEN	EGM
13-May	SADAFCO	Eligibility of Cash Dividend
13-May	ACWA POWER	Cash Dividend Distribution

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,173	0.0	0.4	2.8	8.1
Abu Dhabi (ADX)	9,090	0.0	0.3	-5.1	17.0
Kuwait (KSE)	7,846	1.7	2.0	4.9	18.5
Qatar (QE)	9,644	0.1	-0.9	-11.0	10.9
Oman (MSM)	4,779	0.2	-0.1	5.9	12.4
Bahrain (BSE)	2,023	-0.3	-0.3	2.6	7.1
Egypt (EGX30)	25,156	-3.3	2.9	1.1	9.6

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	39,513	0.0	4.5	4.8	23.2
Nasdaq	18,161	0.0	4.1	7.9	33.5
S&P 500	5,223	0.0	3.7	9.5	25.0
FTSE 100	8,434	0.0	3.6	9.1	14.9
Germany DAX 30	18,773	0.0	4.7	12.1	15.7
France CAC 40	8,219	0.0	2.9	9.0	14.3
Japan Nikkei 225	38,229	0.0	-0.5	14.2	27.2
Russia MOEX	3,450	0.0	-0.6	11.3	4.7
Hong Kong Hang Seng	18,964	0.0	6.8	11.2	10.6
South Korea KOSPI	2,728	0.0	1.3	2.7	16.6
China Shanghai Composite	3,155	0.0	1.6	6.0	14.2
Australia ASX 200	7,749	0.0	1.1	2.1	19.5
India Sensex	72,664	0.0	-2.4	0.6	22.3
MSCI EM	1,072	0.0	2.5	4.7	15.4
MSCI World	3,420	0.0	3.5	7.9	21.6

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	86.9	0.0	-2.8	8.1
Brent Crude (\$/bbl)	82.8	0.0	-5.8	7.5
Texas crude (\$/bbl)	78.3	0.0	-4.5	9.2
Natural Gas (\$/mmbtu)	2.3	0.0	13.1	-10.6
Gold (\$/oz)	2,360.5	0.0	3.2	14.4
Silver (\$/oz)	28.2	0.0	7.2	18.4
Steel (\$/ton)	780.0	0.0	-4.1	-31.3
Iron Ore (CNY/MT)	890.5	0.0	0.3	-14.6
Wheat (\$/bu)	663.5	0.0	10.0	2.7
Corn (\$/bu)	469.8	0.0	5.1	-4.9
Sugar (\$/lb)	19.3	0.0	-0.6	-5.4
SMP* (EUR/MT)	2,363.0	0.0	0.9	-8.3

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.88	-3.4	1.5	-3.6
KSA (SAIBOR 3M)	6.24	0.2	-0.4	0.4
KSA (SAIBOR 6M)	6.10	-6.6	2.1	2.3
KSA (SAIBOR 12M)	5.96	-0.5	8.4	-3.1
USA (SOFR 3M)	5.32	0.0	-0.6	-0.9
UAE (EIBOR 3M)	5.35	0.0	3.3	2.1

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of May 12, 2024





Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	12,217
Short-term view	Cautious
52 weeks high/low	12,883 – 10,262

Market data	
Exchange Market Cap. (SAR bn)	10,667.0
Value (SAR mn)	5,335.1
Volume (mn)	231.1
Number of Transactions	404,889
Market Breadth	78: 147

Key statistics	
1D return %	-0.55%
MTD return %	-1.43%
QTD return	-1.49%
YTD return	2.09%
ADT vol. 3M* (mn)	356.8
ADT val. 3M (SARmn)	8,617.6

*ADT stands for Average Daily Traded

TASI market commentary

- TASI experienced a decline on Sunday; primarily driven by the performance of the Banks sector (down 0.38%) and the Utilities sector (down 3.48%). At close, the Saudi market ended the day with a change of -0.55% at 12,217. In terms of activity, total volumes and value traded were ~231mn and ~SAR 5.3bn, respectively. The advance-decline ratio came in at 78/147.

Technical outlook

- TASI closed the last session near 12,217, registering a loss of 67 points. The selling pressure continued to push the index downward and currently tests the support level of the previous trough around 12,185. TASI formed a red candlestick, reflecting the prevailing selling attitude in the market. Moreover, a decisive close below the mentioned support level could pave the way for a possible further decline toward significant support zone near the lower boundary of the declining channel, ranging between 12,000 – 11,880. Additionally, the RSI indicator resumed moving below the level of 50. TASI has an immediate support level around 12,185. If breached, the subsequent support levels would be around 12,100 – 12,000. On the other hand, an immediate resistance level is observed around 12,300. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,370– 12,460. TASI is still moving below its important moving averages, reflecting the resumption of the prevailing selling sentiment. Accordingly, traders are advised to exercise caution and closely monitor the support level near the previous trough around 12,185, as the decisive close below it could potentially trigger further selling pressure.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
12,000	12,100	12,185	12,260	12,300	12,370	12,460



Source: Bloomberg, Argaam

TASI daily chart

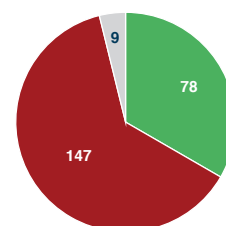


Source: Tradingview, Aljazira Capital

Our view



Market depth



Unchanged Up Down

SAUDI MARKET - TOP PICKS FOR THE WEEK

Code	Company	Close*	Buy range	Sell range	Reward %	Stop loss
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No stocks recommendations due to market volatility

* As of 12th May 2024



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Candlestick: A candlestick (candle) is a type of price chart used to display the high, low, opening, and closing prices of a security for the period under consideration.

Support: This is the price level at which demand is strong enough to avoid any further price decline.

Resistance: This is the price level at which supply is strong enough to stop any further price increase.

Pattern/formation: This is a plot of a security's price activity over a certain period that can be used to identify potential trends, reversal of trends, price targets, entry and exit points, etc. There are various formations – such as head & shoulders, triangles, flags, etc.

Simple moving average: A simple moving average is formed by computing the average price of a security over a specific number of periods. Moving averages are based on closing prices.

Relative strength index (RSI): RSI is a momentum indicator that compares a security's price gains to its losses for a predetermined number of periods (generally, 14 periods are used). The RSI attempts to point out how security, in relative terms, is in the overbought/oversold zone.

Moving average convergence/divergence (MACD): MACD is a trading indicator that shows changes in the strength, direction, momentum, and duration of a trend in a stock's price through a collection of three- time series calculated from historical closing prices.

Fibonacci retracements: These are horizontal lines that indicate the expected areas of support/resistance for a security based on a predetermined price movement. These are usually indicated by Fibonacci ratios of 23.6%, 38.2%, 50.0%, 61.8%, and 100% from that movement.

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