



Major Economic News

- Saudi Arabia** offered financial incentives to more than 490 factories through several initiatives and programs within the Future Factories Program. The program aims to transform 4,000 factories into advanced and automated industries, by entering in partnership with the Ministry of Industry, to top-notch manufacturing techniques. (Source: Argaam)
- The Minister of Commerce** indicated that the Kingdom believes in the significance of boosting trade exchange between KSA and Thailand. It also seeks to enhance exports and imports between companies, overcome obstacles, and facilitate all procedures in fields such as energy, manufacturing, technology. (Source: Argaam)

Major Corporate News

- Alhokair Group's** strategy is to remain in the entertainment, hospitality, and catering market and to invest more significantly in these sectors to provide returns to investors. The CEO pointed that the group has been reassessing the existing income sources & focusing on investing in sectors which increase profits. (Source: Argaam)

Earnings update (Net Profit) (SAR mn)

Company	Q1-24	Q1-23	Y/Y %	Q4-23	Q/Q %
SADAFICO	126.2	89.7	40.66	104.5	20.75
ACWA POWER	296.2	269.7	9.80	579.6	-48.90
ZAIN KSA*	67.0	1,137.0	-94.11	-54.0	NM
TANMIAH	21.0	21.0	0.00	26.4	-20.45
SAL	208.4	104.3	99.76	180.6	15.43
WALAA	39.9	24.3	64.00	45.3	-11.90
ELM	345.0	322.0	7.14	327.0	5.50
ALLIANZ SF	9.9	9.6	4.01	13.4	-25.41
ASTRA INDUSTRIAL	149.7	122.9	21.86	134.3	11.51
CARE	81.3	56.3	44.46	63.5	28.05

*NM means Not Meaningful.

Market Analysis

The **Saudi Stock Exchange** decreased 1.4% to 12,284.4. The value traded stood at SAR 7.3bn (down 10.7% over the previous day), while the advance-decline ratio stood at 41/184. The parallel market index increased 0.7% to 27,086.4 points. The value traded stood at SAR 52.4mn (up 35.5% over the previous day). Most sectors in the main market ended in the red. Pharma & Bio Tech and Telecom (up 0.4 and 0.1%, respectively) advanced the most, while Utilities and Insurance (down 6.1% and 3.2%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
ALBABTAIN	45.75	7.8
RETAL	9.30	5.3
TANMIAH	143.00	5.2
DWF	136.00	4.3
MIS	173.00	2.9

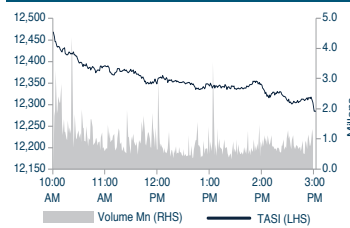
Top Losers

Company	Price	Change%
GULF UNION ALAHLIA	22.68	-10.0
ACIG	18.98	-8.1
ALETIHAD	25.95	-8.0
ACWA POWER	406.20	-7.4
ALBAHA	0.13	-7.1

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,284	12,468	12,284	(1.4)	2.6
NomuC	27,086	27,184	26,901	0.7	10.4

TASI movement during session



TASI Ratios

P/E* (x)	27.7
Price-to-Book (x)	2.5
Dividend Yield (%)	2.6
Return on Equity (%)	19.2

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,637	-0.4	-9.3	16.1
Materials	6,196	-1.7	-2.5	High
Capital Goods	12,587	0.0	26.8	44.2
Commercial Service	5,312	-0.5	-4.5	High
Transportation	7,586	-1.2	19.7	38.3
Consumer Durables	5,591	-1.5	11.3	Neg
Consumer Services	5,407	-0.8	9.4	40.5
Media	30,974	-3.0	26.3	High
Consumer Discretionary Ret	8,102	-1.7	-5.0	23.9
Consumer Staples Ret	10,002	-0.2	3.3	24.8
Food & Beverages	6,206	-2.2	10.7	31.3
Healthcare	13,784	-1.2	14.6	49.9
Pharma & Bio Tech	5,307	0.4	9.3	49
Banks	11,660	-0.7	-4.4	13.5
Financial Services	8,026	-1.4	20.7	37.8
Insurance	11,626	-3.2	37.2	31.5
Telecom	7,653	0.1	-0.9	14.5
Utilities	14,150	-6.1	42.4	31.5
REITs	3,414	-0.8	-6.9	26.5
Real Estate	3,730	-1.4	22.4	41.6
Software & Services	75,526	-1.2	10.1	45.9

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for May (bn)
12,370	12,354	12,425	6.82

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	35.2	1,381.20	2,560.20
Previous week	33.1	1,297.00	2,407.10

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	29.85	-0.3
Al Rajhi	79.50	-1.0
SNB	35.90	-0.1
ACWA POWER	406.20	-7.4
ALINMA	32.15	-0.2





International Market News

- According to **Baker Hughes**, North America's rig count decreased 719 in the week ended May 10 from 725 earlier. The rig count fell to 603 in the US from 605 earlier, while increased to 18 in the Gulf of Mexico from 17. The rig count in Canada decreased to 116 from 120 earlier. (Source: Baker Hughes)
- The **US weekly jobless claims** increased 22,000 to 231,000, while the continuous claims increased to 1.8mn. The number of Americans filing new claims for unemployment benefits rose last week to the highest level in more than eight months, offering more evidence that the labor market was steadily cooling. (Source: RTT News)
- China's CPI** edged up by 0.3% Y/Y in April, ahead of the consensus estimates of 0.1%. Meanwhile the producer prices dipped 2.5% Y/Y. Overall the CPI increased 0.1% M/M, beating the forecast of a 0.1% decline. The consumer prices have increased for a third straight month signaling an improvement in domestic demand. (Source: Reuters)
- Oil prices** fell 1.1% as comments from US Central bank officials indicated higher-for-longer interest rates which could hinder demand.
- Gold prices** gained 0.6% as increased signs of cooling labor market weighed

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	105.30	0.1	-0.9	3.9
Euro	1.08	-0.1	1.0	-2.4
Japanese Yen	155.78	0.2	-1.3	10.5
Sterling Pound	1.25	0.0	0.3	-1.6
Chinese Yuan	7.23	0.2	-0.3	1.5
Indian Rupee	83.50	-0.0	0.1	0.3
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.65	0.0	-0.0	0.0
Kuwaiti Dinar	0.31	-0.0	-0.1	0.1
Omani Rial	0.38	0.0	-0.0	-0.0
Bahraini Dinar	0.38	-0.0	0.0	0.0
Egyptian Pound	47.40	0.2	-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	-0.2	0.4	2.8	8.1
Abu Dhabi (ADX)	9,090	-0.3	0.3	-5.1	17.0
Kuwait (KSE)	7,717	0.3	0.3	3.2	18.2
Qatar (QE)	9,633	0.1	-1.0	-11.1	10.8
Oman (MSM)	4,770	0.3	-0.3	5.7	12.4
Bahrain (BSE)	2,030	0.2	0.1	3.0	7.7
Egypt (EGX30)	26,003	0.1	6.4	4.5	9.9

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	39,513	0.3	4.5	4.8	23.2
Nasdaq	18,161	0.3	4.1	7.9	33.5
S&P 500	5,223	0.2	3.7	9.5	25.0
FTSE 100	8,434	0.6	3.6	9.1	14.9
Germany DAX 30	18,773	0.5	4.7	12.1	15.7
France CAC 40	8,219	0.4	2.9	9.0	14.3
Japan Nikkei 225	38,229	0.4	-0.5	14.2	27.2
Russia MOEX	3,450	0.5	-0.6	11.3	4.7
Hong Kong Hang Seng	18,964	2.3	6.8	11.2	10.6
South Korea KOSPI	2,728	0.6	1.3	2.7	16.7
China Shanghai Composite	3,155	0.0	1.6	6.0	14.2
Australia ASX 200	7,749	0.4	1.1	2.1	19.5
India Sensex	72,664	0.4	-2.4	0.6	22.9
MSCI EM	1,072	0.8	2.5	4.7	15.3
MSCI World	3,420	0.3	3.5	7.9	21.6

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	86.94	0.5	-2.8	8.1
Brent Crude (\$/bbl)	82.79	-1.3	-5.8	7.5
Texas crude (\$/bbl)	78.26	-1.3	-4.5	9.2
Natural Gas (\$/mmbtu)	2.25	-2.1	13.1	-10.6
Gold (\$/oz)	2,360.50	0.6	3.2	14.4
Silver (\$/oz)	28.18	-0.5	7.2	18.4
Steel (\$/ton)	780.00	-0.6	-4.1	-31.3
Iron Ore (CNY/MT)	890.50	-0.2	0.3	-14.6
Wheat (\$/bu)	663.50	4.1	10.0	2.7
Corn (\$/bu)	469.75	2.9	5.1	-4.9
Sugar (\$/lb)	19.30	-1.4	-0.6	-5.4
SMP* (EUR/MT)	2,363.00	-0.3	0.9	-8.3

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.912	2.62	5.0	-0.2
KSA (SAIBOR 3M)	6.234	-0.39	-0.6	0.2
KSA (SAIBOR 6M)	6.164	-3.23	8.7	8.8
KSA (SAIBOR 12M)	5.969	2.66	8.9	-2.5
USA (SOFR 3M)	5.322	-0.15	-0.6	-0.9
UAE (EIBOR 3M)	5.348	0.44	3.3	2.1

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of May 9, 2024





Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	12,284
Short-term view	Cautious
52 weeks high/low	12,883 – 10,262

Market data

Exchange Market Cap. (SAR bn)	10,669.1
Value (SAR mn)	7,310.7
Volume (mn)	295.9
Number of Transactions	553,323
Market Breadth	41: 184

Key statistics

1D return %	-1.41%
MTD return %	-0.89%
QTD return	-0.94%
YTD return	2.65%
ADT vol. 3M* (mn)	358.7
ADT val. 3M (SARmn)	8,684.3

*ADT stands for Average Daily Traded

TASI market commentary

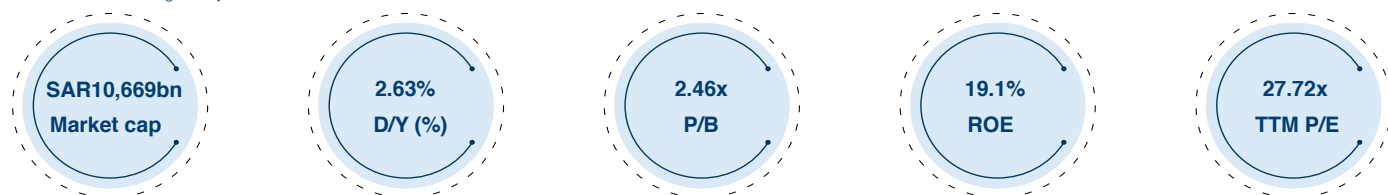
- TASI experienced a decline on Thursday; primarily driven by the performance of the Materials sector (down 1.66%) and the Banks sector (down 0.68%). At close, the Saudi market ended the day with a change of -1.41% at 12,284. In terms of activity, total volumes and value traded were ~296mn and ~SAR 7.3bn, respectively. The advance-decline ratio came in at 41/184.

Technical outlook

- TASI closed the last session near 12,284, marking a substantial loss of 176 points. The index experienced intensive selling pressure leading to a drop below both the 10-day and 20-day SMAs. TASI formed a Bearish Engulfing candlestick, indicating a possible further decline toward the lower boundary of the declining channel located within the range of 12,000 – 11,880. Moreover, the RSI indicator continued hovering below the level of 50. TASI has an immediate support level around 12,260. If breached, the subsequent support levels would be around 12,185 – 12,100. On the other hand, an immediate resistance level is observed around 12,370. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,460 – 12,550. As TASI is currently moving below important moving averages, indicating a potential continuation of the selling sentiment, traders are advised to exercise caution and closely monitor the significant support zone near the lower boundary of the declining channel, ranging between 12,000 – 11,880.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
12,100	12,185	12,260	12,300	12,370	12,460	12,550



Source: Bloomberg, Argaam

TASI daily chart

TASI - Tadawul All Shares Index - 1D - TADAWUL
 O12464.260 H12467.880 L12284.410 C12284.410 -175.700 (-1.41%) Vol295.865M

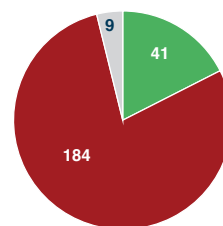


Source: Tradingview, Aljazira Capital

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 9th 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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