

# الجزيرة كابيتال

ALJAZIRA CAPITAL الجزيرة للأسواق المالية



April  
2024



## Monthly Report Saudi Stock Market | March 2024

AJC Research Team

+966 11 2256248

ajc\_research@aljaziracapital.com.sa

TASI ended March 2024 at 12,402 points, representing a decrease of 1.8% from last month's close. With an average daily value traded of SAR 9.3bn, the total value traded in March aggregated to SAR 185.8bn; representing a decrease of 0.1% M/M from February's SAR 186.0bn in total value traded. The Materials and Banks sectors accounted for 26.0% of the total value traded during the month. Of TASI's 21 sectors, 6 sectors recorded M/M gains in March; Utilities increased the most by 14.6% M/M followed by Insurance at 8.4% M/M. On the other end, Consumer Services and Pharma & Bio Tech both recorded a decline of 11.3% and 9.8% respectively. Saudi Cable was the best performing stock for the month, recording a 46.5% M/M increase, followed by SSP 39.0% M/M gains. On the losing side of the monthly performance leaderboards, Ayyan and Alkhaleej Trading bottomed the list with a drawdown of 29.3%, and 25.0% M/M, respectively. SAICO traded as the market's lowest P/E (TTM) at a multiple of 8.2x by March's end, followed by ACIG, at a P/E (TTM) of 8.5x, compared to TASI's P/E of 28.5x (excluding Aramco). The free-float ownership from qualified foreign investors (QFIs) in the Kingdom made up a concentration of 9.66% of the total free-float ownership in the market for the month of March 2024, down from February's 11.95% ownership.

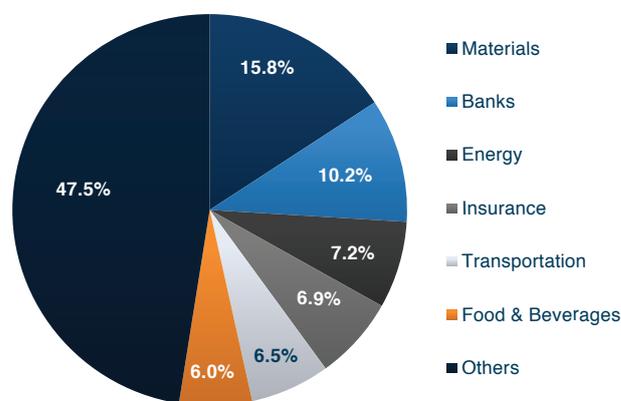
## TASI Movement in March



Source: TADAWUL, Aljazira Capital

TASI started the month closing at 12,555 points and ended at 12,402 with an average daily value traded of SAR 9.3bn.

## Share of Total Traded Value by Sector (%)



Source: TADAWUL, Aljazira Capital

Materials and Banks sectors represent a 26.0% of the total traded values for all sectors, accounting for 15.8% and 10.2%, respectively of the total value traded in March.

## Sectors Performance

Sector	M/M	Sector	YTD
TASI	-1.82%	TASI	3.63%
Utilities	14.62%	Media	33.23%
Insurance	8.41%	Diversified Financials	26.19%
Diversified Financials	8.30%	Insurance	26.13%
Real Estate	5.49%	Utilities	21.18%
Media	0.90%	Capital goods	21.02%
Consumer Durables	0.46%	Real Estate	19.82%
Transportation	-0.18%	Software & Services	17.34%
Food & Beverages	-0.46%	Transportation	16.76%
Materials	-0.50%	Food & Beverages	16.45%
Capital goods	-1.38%	Healthcare	12.38%
Food & Stables	-1.51%	Consumer Durables	10.33%
REITs	-2.47%	Food & Stables	6.21%
Energy	-2.75%	Consumer Services	5.15%
Healthcare	-3.47%	Telecom	1.35%
Software & Services	-4.88%	Banks	0.72%
Banks	-4.91%	Pharma & Bio Tech	0.67%
Commercial Service	-5.87%	Retailing	-1.52%
Retailing	-6.66%	Materials	-3.00%
Telecom	-6.75%	REITs	-3.27%
Pharma & Bio Tech	-9.85%	Commercial Service	-3.89%
Consumer Services	-11.28%	Energy	-6.31%

Source: TADAWUL, Aljazira Capital

By March's end, TASI was down by 154 points. The index increased by 3.6% YTD but decreased by 1.8% M/M in March.

Out of TASI's 21 sectors, 11 sectors outperformed the broader market during March, with 6 sectors demonstrating a positive performance.

March's M/M leaderboard was topped by Utilities, which increased 14.6% M/M, followed by Insurance, which had an increase of 8.4% M/M, followed by an increase on Diversified Financials and Real Estate by 8.3%, 5.5% respectively M/M.

As per March's YTD performance, Media (33.2%) and Diversified Financials (26.2%) topped the sectors' leaderboards. Out of 21 sectors, 16 sectors registered a positive performance. At the other end of March's leaderboards was the Energy and Commercial Service sectors which declined by 6.3% and 3.9% YTD respectively.

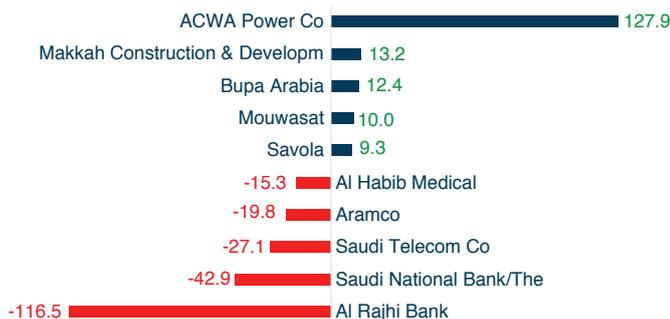
## Top 10 Companies by Dividend Yield (FY2023)



Source: Argaam, Aljazira Capital, as of 31<sup>st</sup> of March 2024

HCC and STC offered the highest dividend yields to their shareholder in FY2023, at 10.8% and 6.6%, respectively. Cenomi Centers and Luberef followed at dividend yields of 6.5% each. Then followed by SIPCHEM and Jarir at 6.4% and 5.8% respectively. The average dividend yield of the market stood at 2.56%.

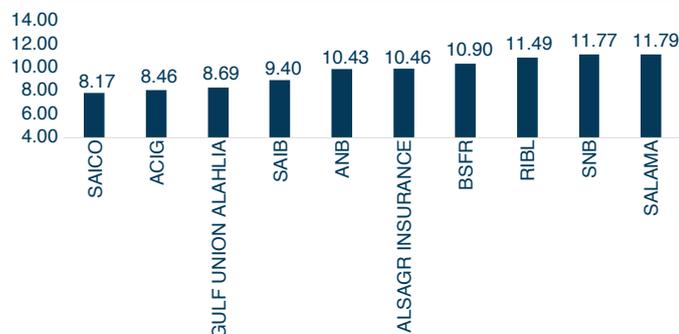
## Best/Worst Contributors to TASI (by Points – March 2024)



Source: Bloomberg, Aljazira Capital

ACWA Power and Makkah Construction were the most to upwardly support the index, together contributing a c.141.1 points towards the index by March's end. However, heayweights such as Al Rajhi and SNB weighed the index downwards by 116.5 and 42.9 points, respectively.

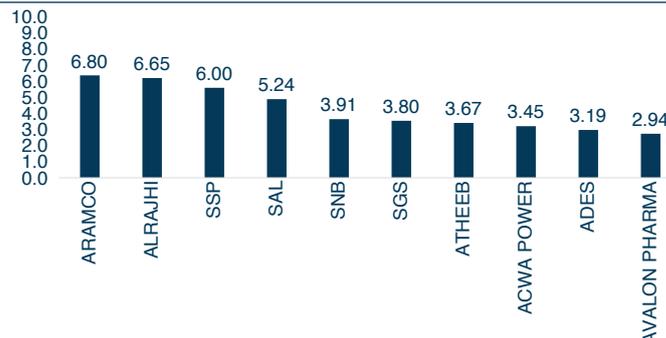
## Companies with the Lowest P/E (TTM)



Source: Argaam, Aljazira Capital, as of 31<sup>st</sup> of March 2024

SAICO and ACIG traded as the market's lowest P/E (TTM) by March's end at multiples of 8.17x and 8.46x, respectively. Followed by Gulf Union and SAIB which offered P/E multiples of 8.7 and 9.4x, respectively.

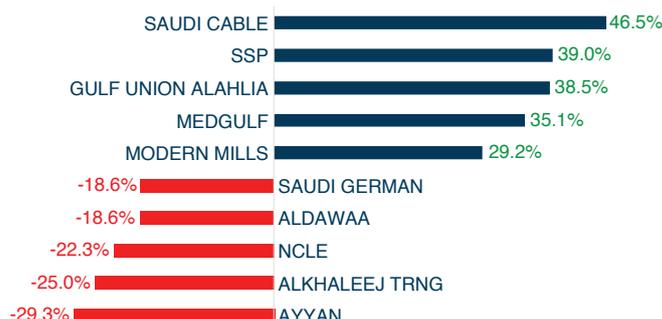
## Top 10 Companies in Total Value Traded (in SAR bn)



Source: TADAWUL, Aljazira Capital

Saudi Aramco witnessed the highest total value traded by the end of March at SAR 6.8bn. Followed by Al Rajhi and SSP, at SAR 6.7bn and 6.0bn, respectively. SAL and SNB both made the top five leaderboards as they recorded SAR 5.2bn and SAR 3.9bn, respectively for the month.

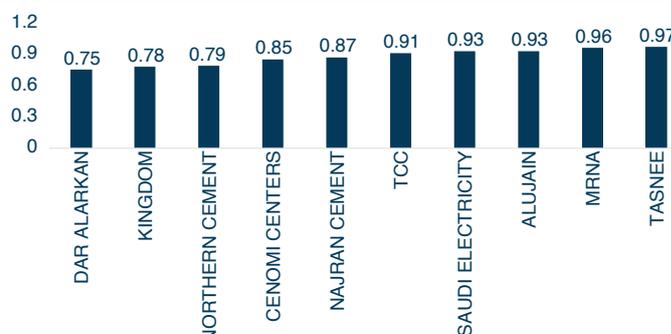
## Gainers/Losers of the Month (March 2024)



Source: TADAWUL, Argaam, Aljazira Capital

Saudi Cable topped March's M/M performances within KSA's equities universe at a 46.5% gain since the trading suspension has been lifted on the stock, followed by SSP increase of 39.0% M/M. However, Ayyan and Alkhaleej Trading decreased the most both at 29.3%, and 25.0%M/M, respectively.

## Companies with the Lowest P/B



Source: Argaam, Aljazira Capital, as of 31<sup>st</sup> of March 2024

Dar Alarkan and Kingdom traded at the lowest P/B ratios in March at 0.75x and 0.78x, respectively. Followed by Northern Cement and Cenomi Centers which traded at 0.79x and 0.85x, respectively.

## Regional and International Performance

- By the end of March most regional markets posted a negative performance, Oman and Abu Dhabi increased by 1.8% M/M and 0.1% M/M respectively. On the other hand, Egypt, Qatar, Dubai, and Kuwait indices decreased by 7.2% M/M, 6.0% M/M, 1.8% M/M and 1.7% M/M respectively.
- S&P, Dow Jones and Nasdaq recorded an increase of 3.1% M/M, 2.1% M/M, and 1.2% M/M, respectively. Virtually all monitored international indices demonstrated a positive performance, with the exception of the China Shanghai Composite which decreased 0.1% M/M. As for the European markets, German index DAX 30 increased the most by 4.6% M/M, followed by an increase of 3.5% for the France index CAC 40. The Asian markets ended March at an increase as well, with the South Korea KOSPI index leading the international indices leaderboards with a 3.9% M/M rise, followed by Japan Nikkei 225 at 2.6% M/M and Hong Kong Hang Seng at 0.2% M/M. However, China Shanghai Composite index declined 0.1% M/M.
- The MSCI World index tracking 23 developed markets increased by 3.0% M/M, while MSCI's EM increased by 1.9% M/M in March.

### Regional Markets

Market	Close	M/M	YTD	P/E
Dubai (DFM)	4,246	-1.8%	4.6%	8.3
Abu Dhabi (ADX)	9,228	0.1%	-3.7%	19.9
Kuwait (KSE)	5,986	-1.7%	7.5%	14.5
Qatar (QE)	9,847	-6.0%	-9.1%	11.4
Oman (MSM)	4,636	1.8%	1.2%	12.8
Egypt (EGX30)	26,883	-7.2%	8.0%	10.5

### International Markets

Global Indices	Close	M/M	YTD	P/E
Dow Jones	39,807	2.1%	5.6%	22.8
Nasdaq	18,255	1.2%	8.5%	33.7
S&P 500	5,254	3.1%	10.2%	25.2
FTSE 100	7,953	4.2%	2.8%	12.2
Germany DAX 30	18,492	4.6%	10.4%	15.4
France CAC 40	8,206	3.5%	8.8%	14.5
Japan Nikkei 225	40,168	2.6%	20.6%	28.8
Russia MOEX	3,313	1.7%	7.5%	3.1
Hong Kong Hang Seng	16,541	0.2%	-3.0%	9.4
South Korea KOSPI	2,746	3.9%	3.4%	19.9
China Shanghai Composite	3,011	-0.1%	2.2%	13.9
Australia ASX 200	7,897	2.6%	4.0%	20.1
India Sensex	73,651	1.6%	1.9%	23.4
MSCI EM	1,040	1.9%	1.8%	15.1
MSCI World	3,437	3.0%	8.5%	21.6

Source: Bloomberg, Aljazeera Capital, as of 31<sup>st</sup> of March 2024

## Commodities Performance

Commodity Name	Price	M/M	3M	Y/Y	YTD	3 Yrs	5 Yrs	LOW_52WEEK	HIGH_52WEEK
Light Crude (\$/bbl)	88.3	7.1%	9.8%	11.4%	10.2%	39.4%	29.2%	73.6	102.8
Brent Crude (\$/bbl)	87.5	4.6%	13.6%	9.7%	13.6%	37.7%	27.9%	71.3	97.7
Texas crude (\$/bbl)	83.2	6.3%	16.1%	9.9%	16.1%	40.6%	38.3%	63.6	95.0
Natural Gas (\$/mn Btu)	1.8	-5.2%	-29.9%	-20.4%	-29.9%	-32.4%	-33.8%	1.5	3.6
GOLD (\$/oz)	2,230	9.1%	8.1%	13.2%	8.1%	30.6%	72.5%	1,811	2,265.7
Silver (\$/oz)	25.0	10.1%	4.9%	3.6%	4.9%	2.2%	65.1%	20.7	26.1
Steel (\$/ton)	860	8.2%	-24.2%	-26.1%	-24.2%	-36.2%	23.4%	685.0	1,200
Lead (\$/ton)	2,031.9	-1.9%	-0.6%	-3.7%	-0.6%	3.8%	1.2%	1,971.3	2,326.3
Zinc (\$/ton)	2,404	0.4%	-9.1%	-18.2%	-9.1%	-14.4%	-19.2%	2,209.0	3,007
Iron Ore (CNY/MT)	787	-18.5%	-24.6%	-17.9%	-24.6%	-33.0%	26.2%	743.0	1,155
Wheat (\$/bu)	560.3	-2.8%	-12.4%	-25.2%	-12.4%	-13.3%	-13.3%	523.5	807.0
Corn (\$/bu)	442.0	2.9%	-8.7%	-23.6%	-8.7%	-11.9%	-11.9%	408.8	637.8
Sugar (\$/lb)	22.5	-0.3%	9.4%	1.2%	9.4%	52.5%	79.7%	20.0	28.1
SMP (EUR/MT)	2,323	-7.1%	-9.9%	-4.6%	-9.9%	-5.8%	21.7%	2,230	2,660
Coffee (\$/lb)	188.9	-3.6%	0.3%	10.8%	0.3%	52.9%	99.8%	143.7	207.5

Source: Bloomberg, Aljazeera Capital, as 31<sup>st</sup> of March 2024

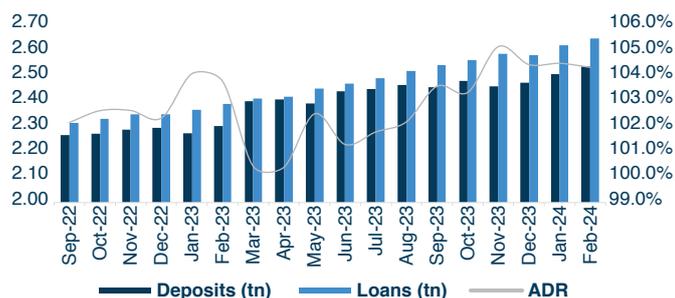
Light Crude, Texas Crude and Brent Crude increased by 7.1% M/M, 6.3% M/M and 4.6% M/M, respectively. In addition, Natural Gas decreased by 5.2% M/M. Gold posted a 9.1% M/M increase; Moreover, most of the metals demonstrated a positive performance with Silver, Steel and Zinc increasing by 10.1% M/M, 8.2% M/M and 0.4% M/M, respectively. Meanwhile, Iron Ore and Lead decreased by 18.5% M/M and 1.9% M/M, respectively. As for foods, four out of the five commodities recorded a negative performance, with SMP, Coffee, Wheat and Sugar being the top food commodities with decreases of 7.1% M/M, 3.6% M/M, 2.8% M/M and 0.3% M/M, respectively. Corn was the only food commodity which increased by 2.9% M/M

## Economic Data

Macro Economic Data		Q/Q	Y/Y		
GDP (2023)	SAR 3470.74 bn	-	-0.8%		
Reserve Assets (Q4-23)	SAR 1638.4 bn	-0.6%	-5.0%		
Public Debt (Q4-23)	SAR 1050.3 bn	5.6%	6.1%		
Public Debt/GDP (2023)	26.2%	-	-		
Consumer Spending		Jan-24	M/M	Y/Y	
ATM Withdrawals	SAR 45.5bn		-1.0%	9.1%	
Point of Sales	SAR 53.7bn		-0.1%	19.9%	
Total Spending (ATM & POS)	SAR 113.4bn		-0.8%	15.9%	
No. of ATMs	15.9K		-0.1%	-2.2%	
No. of ATM Transactions	122.1K		-4.8%	4.5%	
No. of POS Terminal	1774.5K		0.7%	17.2%	
Inflation Rate ( Feb-24 )	1.80%				
Repo Rate (Mar-24)	6.00%				
		1-Month	3-Months	6-Months	12-Months
Saudi Arabia (SAIBOR)		5.78	6.20	6.10	5.88
US (SOFR)		5.33	5.30	5.22	5.00
Region		Rate	M/M (bps)	YTD (bps)	Y/Y (bps)
Saudi Arabia (SAIBOR-3M)		6.203	-2.67	1.98	51.50
UAE (EIBOR-3M)		5.214	-7.40	90.41	41.75
Bahrain (BHIBOR-3M)		6.363	-2.02	22.10	3.97

Source: Gastat, SAMA, Aljazira Capital, Bloomberg

## Deposit & Loans (February 2024)



Source: SAMA, Aljazira Capital

Deposit base increased by 1.18% M/M in February to SAR 2.54tn. Additionally, loans increased by 1.03% M/M to SAR 2.65tn. Consequently the ADR decreased to 104.3%.

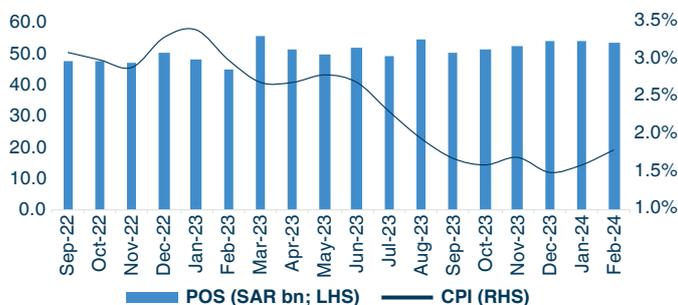
## Mortgage Contracts & Value (February 2024)



Source: SAMA, Aljazira Capital

Mortgage contracts decreased by 9.5% M/M (a 0.7% decrease Y/Y) during February 2024 standing at 9.50K. Mortgage value decreased as well by 7.9% M/M to SAR 6.9bn (while decreasing 2.8% Y/Y).

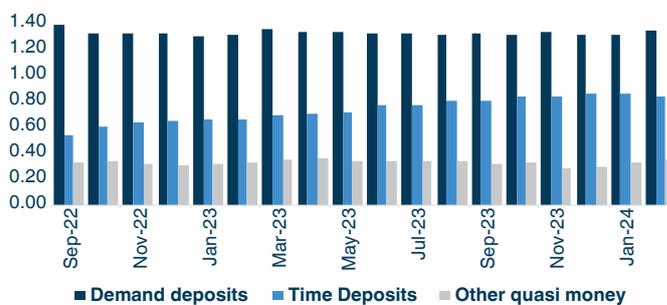
## CPI (Inflation Rate) and POS (February 2024)



Source: SAMA Aljazira Capital

(CPI)-Inflation for February-2024 increased by 1.8% Y/Y, higher than 1.6% growth rate in January-2024. This was led by a 8.5% Y/Y increase in housing, water, electricity, gas, and other fuels. Point of Sales (POS) increased by 19.9% Y/Y to SAR 53.7bn, while the number of transactions increased 27.3% Y/Y to 806.2mn.

## Deposits Composition (SAR tn) (February 2024)



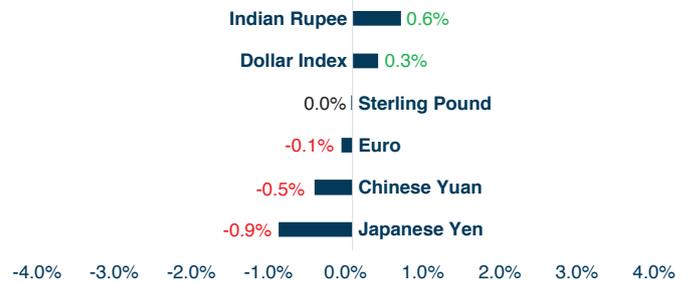
Source: SAMA, Aljazira Capital

Other Quasi Money increased by (7.82% M/M) despite government entities deposits decreasing 8.0% M/M. Demand deposits increased by 2.26% M/M, while Time deposits decreased by 2.98% M/M, leading to the overall increase in deposit base. By the end of February-24, time deposits/deposit base reached 33% compared to 34.5% in January-24

## Exchange Rate

The Dollar Index ended March with an increase of 0.3% M/M as US economic data came out to be indicative of the delay on interest rate cuts this year. Additionally, the Indian Rupee increased by 0.6% recorded as the highest increase against US Dollar. On the other hand, almost all our monitored currencies depreciated against the Dollar. The Japanese Yen depreciated the most by 0.9%. Chinese Yuan, Euro and decreased by 0.05% M/M, 0.1%. While the Sterling Pound stayed stable on monthly basis.

## Monthly change against the US Dollar (%)



Source: Bloomberg, Aljazeera capital

## Foreign Investors Activity in KSA (March 2024)

Trading activities by Saudi individual investors, GCC investors and foreign investors drove a net inflow of SAR 0.42bn, SAR 0.23bn and SAR 0.14bn, respectively during March 2024. While on the other hand of those trades were Saudi institutions drove a net outflow of SAR 0.79bn.

## Net Value Traded (SAR bn)



Source: TADAWUL, Aljazeera capital

## Top Increases/Decreases in Foreign Ownership (%)

Symbol	Company	Change
4070	TAPRCO	2.65%
1214	SHAKER	2.33%
1213	NASEEJ	2.32%
4162	ALMUNAJEM	1.67%
8030	MEDGULF	1.59%
4020	ALAKARIA	1.47%
6012	RAYDAN	1.09%
8150	ACIG	1.09%
3007	OASIS	1.06%
8170	ALETIHAD	1.05%

Source: Tadawul, Aljazeera Capital

Symbol	Company	Change
6013	DWF	-5.90%
8050	SALAMA	-3.30%
2060	TASNEE	-2.72%
8180	ALSAGR INSURANCE	-2.59%
2200	APC	-2.42%
8311	ENAYA	-2.28%
4071	ALARABIA	-2.28%
2160	AMIAANTIT	-1.63%
4031	SGS	-1.61%
4040	SAPTCO	-1.58%

**TAPRCO** saw the largest percentage change in its foreign ownership inflow for the month of March at 2.65% M/M, while **DWF** experienced the largest negative QFIs ownership percentage change for the month, shedding 5.90% of its foreign ownership by the end of March.

## Top Increases/ Decrease in Foreign Ownership by Turnover Value\* (SAR million)

Symbol	Company	Turnover Value (SAR mn)
1120	ALRAJHI	588.20
1140	ALBILAD	431.34
1211	MAADEN	374.84
1010	RIBL	241.99
2382	ADES	233.32
1150	ALINMA	231.39
4263	SAL	179.78
2082	ACWA POWER	163.84
1080	ANB	159.09
1060	SAB	142.12

Symbol	Company	Turnover Value (SAR mn)
2222	SAUDI ARAMCO	(756.25)
7010	STC	(412.00)
7203	ELM	(364.72)
4071	ALARABIA	(298.34)
2060	TASNEE	(227.25)
2380	PETRO RABIGH	(199.95)
1180	SNB	(199.08)
4300	DAR ALARKAN	(159.55)
1810	SEERA	(143.67)
7030	ZAIN KSA	(126.08)

Source: Tadawul, Aljazeera Capital \*AJC Estimates (excluding IPOs) | \*As of 31<sup>st</sup> of March 2024

**ALRAJHI** and **ALBILAD** ended the month as the most stocks traded by QFIs turnover value at an inflow (by an estimated SAR 588mn and SAR 431mn respectively). **Saudi Aramco** and **STC** came at the other end of that leaderboard at an outflow of SAR 756mn and SAR 412mn, respectively from QFIs.

## Corporate Events – Saudi Stock Market

Date	Company	Event
4-Apr	EPCCO	Cash Dividend Distribution
	ALHAMMADI	Cash Dividend Distribution
	ACADEMY OF LEARNING	Cash Dividend Distribution
	FIRST MILLS	Eligibility for Cash Dividend
7-Apr	UNITED MINING	Cash Dividend Distribution
10-Apr	BALADY	Cash Dividend Distribution
14-Apr	ALAMAR	Eligibility for Cash Dividend
15-Apr	ALJOUF	Eligibility for Cash Dividend
	QACCO	Extraordinary general meeting
16-Apr	CENOMI CENTERS	Cash Dividend Distribution
	EXTRA	Extraordinary general meeting
	SAUDI ELECTRICITY	Extraordinary general meeting
	EDARAT	Ex-bonus date
	EDARAT	Extraordinary general meeting
17-Apr	CENOMI RETAIL	Extraordinary general meeting
	ALMAWARID	Cash Dividend Distribution
18-Apr	TASNEE	Extraordinary general meeting
	SISCO HOLDING	Cash Dividend Distribution
	LUBEREF	Cash Dividend Distribution
	RETAL	Extraordinary general meeting
	ALHOKHAIR GROUP	Extraordinary general meeting
21-Apr	YSCC	Cash Dividend Distribution
	RIYADH CABLES	Eligibility for Cash Dividend
	QOMEL	Start of IPO
22-Apr	MAHARAH	Cash Dividend Distribution
	MULKIA	Cash Dividend Distribution
23-Apr	ARDCO	Eligibility for Cash Dividend
	MOBI INDUSTRY	Cash Dividend Distribution
	FIRST MILLS	Cash Dividend Distribution
24-Apr	NORTHERN CEMENT	Cash Dividend Distribution
	CATRION	Cash Dividend Distribution
	EIC	Cash Dividend Distribution
25-Apr	ALAMAR	Cash Dividend Distribution
	QOMEL	End of IPO
28-Apr	MOHAMMAD HADI AL RASHEED	Start of offering
	BURGERIZZR	Cash Dividend Distribution
29-Apr	BAWAN	Cash Dividend Distribution
	UACC	Extraordinary general meeting
30-Apr	SAMA	Monthly Bulltein

Source: Argaam, Aljazira capital

## Global Economic Calendar

Date	Country	Event
4-Apr	USA	Balance of trade
	USA	Initial Jobless Claims
5-Apr	USA	Non-Farm Payrolls
	USA	Unemployment rate
9-Apr	Japan	Consumer Confidence
10-Apr	USA	Inflation rate
	USA	FOMC Minutes
11-Apr	China	Inflation rate
	Euro Area	Deposit Facility rate
	Euro Area	ECB interest rate decision
	USA	Initial Jobless Claims
12-Apr	China	Balance of trade
15-Apr	USA	Retail Sales
	Japan	Machinery orders
16-Apr	China	GDP growth rate
	China	Industrial production
	China	Retail sales
	Euro Area	Balance of trade
	USA	Industrial Production
17-Apr	Japan	Balance of trade
	Euro Area	Inflation rate
20-Apr	Japan	Inflation rate

Source: Trading economics, Aljazeera Capital



RESEARCH DIVISION

Head of Sell-Side Research - AGM  
Jassim Al-Jubran  
+966 11 2256248  
j.aljabran@aljaziracapital.com.sa

RESEARCH DIVISION

AlJazira Capital, the investment arm of Bank AlJazira, is a Shariaa Compliant Saudi Closed Joint Stock company and operating under the regulatory supervision of the Capital Market Authority. AlJazira Capital is licensed to conduct securities business in all securities business as authorized by CMA, including dealing, managing, arranging, advisory, and custody. AlJazira Capital is the continuation of a long success story in the Saudi Tadawul market, having occupied the market leadership position for several years. With an objective to maintain its market leadership position, AlJazira Capital is expanding its brokerage capabilities to offer further value-added services, brokerage across MENA and International markets, as well as offering a full suite of securities business.

RATING TERMINOLOGY

1. **Overweight:** This rating implies that the stock is currently trading at a discount to its 12 months price target. Stocks rated "Overweight" will typically provide an upside potential of over 10% from the current price levels over next twelve months.
2. **Underweight:** This rating implies that the stock is currently trading at a premium to its 12 months price target. Stocks rated "Underweight" would typically decline by over 10% from the current price levels over next twelve months.
3. **Neutral:** The rating implies that the stock is trading in the proximate range of its 12 months price target. Stocks rated "Neutral" is expected to stagnate within +/- 10% range from the current price levels over next twelve months.
4. **Suspension of rating or rating on hold (SR/RH):** This basically implies suspension of a rating pending further analysis of a material change in the fundamentals of the company.

## Disclaimer

The purpose of producing this report is to present a general view on the company/economic sector/economic subject under research, and not to recommend a buy/sell/hold for any security or any other assets. Based on that, this report does not take into consideration the specific financial position of every investor and/or his/her risk appetite in relation to investing in the security or any other assets, and hence, may not be suitable for all clients depending on their financial position and their ability and willingness to undertake risks. It is advised that every potential investor seek professional advice from several sources concerning investment decision and should study the impact of such decisions on his/her financial/legal/tax position and other concerns before getting into such investments or liquidate them partially or fully. The market of stocks, bonds, macroeconomic or microeconomic variables are of a volatile nature and could witness sudden changes without any prior warning, therefore, the investor in securities or other assets might face some unexpected risks and fluctuations. All the information, views and expectations and fair values or target prices contained in this report have been compiled or arrived at by Al-Jazira Capital from sources believed to be reliable, but Al-Jazira Capital has not independently verified the contents obtained from these sources and such information may be condensed or incomplete. Accordingly, no representation or warranty, express or implied, is made as to, and no reliance should be placed on the fairness, accuracy, completeness or correctness of the information and opinions contained in this report. Al-Jazira Capital shall not be liable for any loss as that may arise from the use of this report or its contents or otherwise arising in connection therewith. The past performance of any investment is not an indicator of future performance. Any financial projections, fair value estimates or price targets and statements regarding future prospects contained in this document may not be realized. The value of the security or any other assets or the return from them might increase or decrease. Any change in currency rates may have a positive or negative impact on the value/return on the stock or securities mentioned in the report. The investor might get an amount less than the amount invested in some cases. Some stocks or securities maybe, by nature, of low volume/trades or may become like that unexpectedly in special circumstances and this might increase the risk on the investor. Some fees might be levied on some investments in securities. This report has been written by professional employees in Al-Jazira Capital, and they undertake that neither them, nor their wives or children hold positions directly in any listed shares or securities contained in this report during the time of publication of this report, however, The authors and/or their wives/children of this document may own securities in funds open to the public that invest in the securities mentioned in this document as part of a diversified portfolio over which they have no discretion. This report has been produced independently and separately by the Research Division at Al-Jazira Capital and no party (in-house or outside) who might have interest whether direct or indirect have seen the contents of this report before its publishing, except for those whom corporate positions allow them to do so, and/or third-party persons/institutions who signed a non-disclosure agreement with Al-Jazira Capital. Funds managed by Al-Jazira Capital and its subsidiaries for third parties may own the securities that are the subject of this document. Al-Jazira Capital or its subsidiaries may own securities in one or more of the aforementioned companies, and/or indirectly through funds managed by third parties. The Investment Banking division of Al-Jazira Capital maybe in the process of soliciting or executing fee earning mandates for companies that is either the subject of this document or is mentioned in this document. One or more of Al-Jazira Capital board members or executive managers could be also a board member or member of the executive management at the company or companies mentioned in this report, or their associated companies. No part of this report may be reproduced whether inside or outside the Kingdom of Saudi Arabia without the written permission of Al-Jazira Capital. Persons who receive this report should make themselves aware, of and adhere to, any such restrictions. By accepting this report, the recipient agrees to be bound by the foregoing limitations.

Asset Management | Brokerage | Investment Banking | Custody | Advisory

Head Office: King Fahad Road, P.O. Box: 20438, Riyadh 11455, Saudi Arabia. Tel: 011 2256000 - Fax: 011 2256068