



Major Economic News

- King Salman** completed medical checkups at the Royal Clinic in Al-Salam Palace, Jeddah, where the medical team diagnosed a lung inflammation. The team recommended a therapy program that includes antibiotics (Source: Argaam)

Major Corporate News

- Saudi Lime Industries Co.** has completed the purchase process of all shares capital in Astra Mining Limited Company, following the fulfilment of conditions outlined in the agreement, including obtaining approvals from relevant authorities. It is expected that the financial impact will appear during the second half of the fiscal year 2024. (Source: Tadawul)
- Perfect Presentation Co. (2P)** announces the award of the project: The computer operation and maintenance project in Prince Muhammad bin Abdulaziz Hospital in Riyadh with a total value of 51,744,664.00 riyals. (Source: Tadawul)
- Saudi Cable Co.** cancelled an agreement with Rawafed Al-Mustaqbal Investment Co. to finance its working capital as the investor was unable to fulfil the agreement within the timeframe. (Source: Argaam)

Earnings update (Net Profit) (SAR mn)

Company	Q1-24	Q1-23	Y/Y %	Q4-23	Q/Q %
Chemanol*	-24.5	-48.8	NM	-94.2	NM
AlBabtain	82.6	14.2	481.7	43.2	91.03
Cenomi Retail	-151.7	-55.9	NM	-1,023.7	NM
Riyadh Cement	70.1	-	0.00	73.4	-4.73
Saudi Cable	-4.9	40.9	NM	3.0	NM
MEPCO	-18.4	-35.7	NM	-6.6	NM

*NM means Not Meaningful.

Market Analysis

The **Saudi Stock Exchange** remained flat Sunday to 12,198.4. The value traded stood at SAR 4.4bn (down 38.1% over the previous day), while the advance-decline ratio stood at 60/160. The parallel market index increased 2.2% to 27,062.01 points. The value traded stood at SAR 25.1mn (down 31.3% over the previous day). Most sectors in the main market ended in the red. Utilities and Telecom (up 2.7% and 0.9%, respectively) advanced the most, Commercial & Professional and Consumer Staples (down 2.9% and 2.3%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
LAZURDE	16.06	10.0
MESC	33.60	10.0
ALDREES	112.60	6.8
DWF	136.00	6.1
CHEMICAL	9.55	5.8

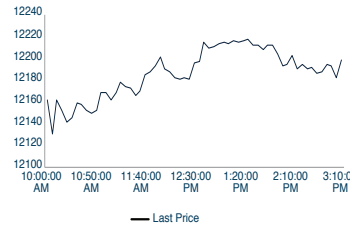
Top Losers

Company	Price	Change%
OASIS	45.45	-10.0
MCDC	93.10	-8.0
JAZADCO	15.26	-7.3
ALYAMAMAH STEEL	36.20	-7.2
BINDAWOOD	7.55	-6.0

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,198.38	12,222.63	12,105.92	0.0	2
NomuC	27,062	27,223	26,388	2.18	10

TASI movement during session



TASI Ratios

P/E* (x)	27.6
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	5,638	0.5	-9.3	16.1
Materials	6,120	-0.7	-3.7	High
Capital Goods	12,745	0.4	28.4	44.2
Commercial Service	5,077	-2.9	-8.7	High
Transportation	7,180	-0.1	13.3	36.9
Consumer Durables	5,667	0.1	12.8	Neg
Consumer Services	5,262	-0.4	6.5	40.2
Media	29,699	-0.8	21.1	High
Consumer Discretionary Ret	7,895	-0.2	-7.4	23.3
Consumer Staples Ret	9,508	-2.3	-1.8	23.7
Food & Beverages	5,997	-0.1	6.9	30.3
Healthcare	13,077	0.1	8.7	47.3
Pharma & Bio Tech	5,058	-1.9	4.1	47.5
Banks	11,621	-0.4	-4.8	13.5
Financial Services	7,809	-1.7	17.4	37.3
Insurance	10,375	-0.3	22.5	28.2
Telecom	7,662	0.9	-0.8	14.3
Utilities	15,912	2.7	60.1	34.2
REITs	3,315	-0.3	-9.6	25.9
Real Estate	3,425	-2.1	12.4	39
Software & Services	70,289	-0.3	2.5	42.6

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for May (bn)
12,176	12,257	12,312	6.56

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	4.4	200.19	360.09
Previous week	33.1	1,296.50	2,578.50

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	29.90	0.5
Al Rajhi	80.00	-0.3
SNB	35.05	-1.5
ACWA POWER	475.00	3.4
ALINMA	31.75	0.2





International Market News

- Starting May 28, **U.S. stocks and corporate bonds** must settle one business day, opens new tab after trading instead of two. Markets in Canada, opens new tab and Mexico, opens new tab are also adopting the reforms, which have been designed to reduce counterparty risk and improve market liquidity. (Source: Reuters)
- China's imports** of fuel oil rose 10% in April from a year earlier to 2.93 million metric tons, data from the General Administration of Customs showed on Monday, which is the highest level since at least 2020. (Source: Reuters)
- The **Russian government** has made a final decision to suspend the temporary ban on gasoline exports as the market is sufficiently supplied, the RBC daily reported on Monday citing a source familiar with the decision. (Source: Reuters)
- The **dollar** was broadly steady on Monday as investors awaited further clues to help chart the U.S. interest rate path in the wake of cautious comments from Federal Reserve officials, even as inflation shows signs of cooling. (Source: Reuters)
- Brent** gained 10 cents, or 0.1%, to \$84.08 a barrel by 0454 GMT, after rising to \$84.30 earlier, its highest since May 10. (Source: Reuters)

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	104.45	0.0	-1.7	3.1
Euro	1.09	0.0	1.9	-1.5
Japanese Yen	155.65	0.0	-1.4	10.4
Sterling Pound	1.27	0.0	1.7	-0.2
Chinese Yuan	7.23	0.0	-0.3	1.5
Indian Rupee	83.33	0.0	-0.1	0.2
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	-0.2	-0.0
Omani Rial	0.38	0.0	-0.0	-0.0
Bahraini Dinar	0.38	0.0	-0.0	0.0
Egyptian Pound	46.91	0.0	-2.0	51.8

Corporate Calendar

Date	Company	Event
19-May	SHAKER	EGM
19-May	RAOOM	Eligibility of Cash Dividend
19-May	ALNIMA	Eligibility of Cash Dividend
19-May	FOOD GATE	Eligibility of Cash Dividend
20-May	ALDREES	Cash Dividend Distribution
20-May	SRMG	EGM

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,068	0.0	-2.1	0.2	8.0
Abu Dhabi (ADX)	9,042	0.0	-0.3	-5.6	18.1
Kuwait (KSE)	7,845	0.2	2.0	4.9	14.5
Qatar (QE)	9,708	0.1	-0.2	-10.4	10.9
Oman (MSM)	4,782	-0.2	-0.1	5.9	12.7
Bahrain (BSE)	2,016	0.3	-0.7	2.2	7.7
Egypt (EGX30)	27,316	4.5	11.7	9.7	10.4

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	40,004	0.0	5.8	6.1	23.5
Nasdaq	18,546	0.0	6.3	10.2	34.2
S&P 500	5,303	0.0	5.3	11.2	25.4
FTSE 100	8,420	0.0	3.4	8.9	14.9
Germany DAX 30	18,704	0.0	4.3	11.7	16.5
France CAC 40	8,168	0.0	2.3	8.3	14.2
Japan Nikkei 225	38,787	0.0	1.0	15.9	26.7
Russia MOEX	3,502	0.0	0.9	13.0	5.0
Hong Kong Hang Seng	19,554	0.0	10.1	14.7	11.0
South Korea KOSPI	2,725	0.0	1.2	2.6	17.5
China Shanghai Composite	3,154	0.0	1.6	6.0	14.0
Australia ASX 200	7,814	0.0	2.0	2.9	19.7
India Sensex	73,917	0.0	-0.8	2.3	22.7
MSCI EM	1,100	0.0	5.1	7.4	15.7
MSCI World	3,473	0.0	5.1	9.6	21.7

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	86.12	0.0	-3.7	7.1
Brent Crude (\$/bbl)	83.98	0.0	-4.4	9.0
Texas crude (\$/bbl)	80.06	0.0	-2.3	11.7
Natural Gas (\$/mmbtu)	2.63	0.0	31.9	4.2
Gold (\$/oz)	2,415.22	0.0	5.6	17.1
Silver (\$/oz)	31.49	0.0	19.8	32.3
Steel (\$/ton)	787.00	0.0	-3.2	-30.7
Iron Ore (CNY/MT)	890.50	0.0	0.3	-14.6
Wheat (\$/bu)	651.25	0.0	8.0	0.9
Corn (\$/bu)	452.50	0.0	1.3	-8.4
Sugar (\$/lb)	18.13	0.0	-6.6	-11.2
SMP* (EUR/MT)	2,404.00	0.0	2.7	-6.7

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.89	1.9	2.5	-2.6
KSA (SAIBOR 3M)	6.21	-5.6	-2.7	-1.8
KSA (SAIBOR 6M)	6.07	0.7	-1.0	-0.8
KSA (SAIBOR 12M)	5.93	-0.5	5.4	-6.0
USA (SOFR 3M)	5.33	0.0	-0.2	-0.6
UAE (EIBOR 3M)	5.20	0.0	-11.7	-12.9

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of May 19, 2024





Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	12,198
Short-term view	Neutral
52 weeks high/low	12,883 – 10,262

Market data

Exchange Market Cap. (SAR bn)	10,672.3
Value (SAR mn)	4,426.2
Volume (mn)	200.2
Number of Transactions	360,093
Market Breadth	60 : 160

Key statistics

1D return %	0.00%
MTD return %	-1.59%
QTD return	-1.64%
YTD return	1.93%
ADT vol. 3M* (mn)	347.4
ADT val. 3M (SARmn)	8,303.8

*ADT stands for Average Daily Traded

TASI market commentary

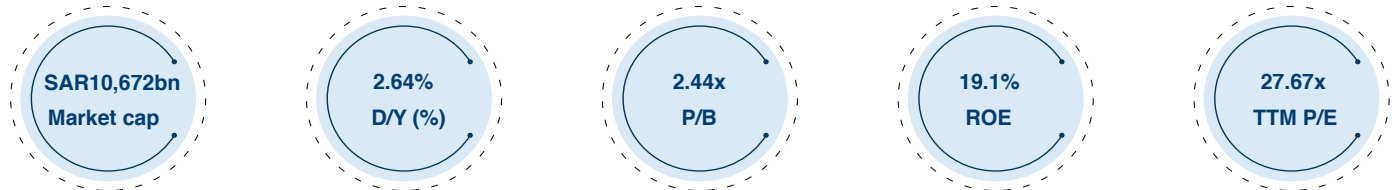
- TASI witnessed no change on Sunday; primarily impacted by contrast of the performance of the Telecommunication services sector (up 0.85%) and the Materials sector (down 0.71%). At close, the Saudi market ended the day with a change of 0.00% at 12,198. In terms of activity, total volumes and value traded were ~200mn and ~SAR 4.4bn, respectively. The advance-decline ratio came in at 60/160.

Technical outlook

- TASI closed the last session near 12,198, recording no change. The index witnessed a coiled session which ended at the same close as the previous session. TASI formed a Doji candlestick, which needs to be confirmed by a following positive candlestick to indicate a potential further temporary positive rebound to retest the resistance zone near the 20-day SMA and upper boundary of a potential Wedge price pattern around 12,310 - 12,330 within the dominating downward trajectory. Moreover, the RSI indicator has exhibited a positive divergence. TASI has an immediate resistance level of around 12,260. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,330– 12,470. On the other hand, an immediate support level is observed around 12,100. If breached, the subsequent support levels would be around 12,000 – 11,880. Traders are advised to closely monitor the significant resistance of the upper boundary of the potential Bullish Wedge price pattern around 12,330, as the decisive close above this resistance level could trigger further buying attitudes.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,880	12,000	12,100	12,185	12,260	12,330	12,470



Source: Bloomberg, Argam

TASI daily chart

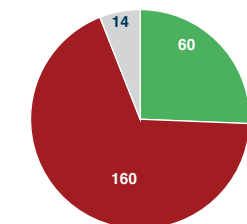


Source: Tradingview, Aljazira Capital

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 19th 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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