



## Major Economic News

- Credit rating agency Moody's affirmed its rating for 11 Saudi banks, and downgraded its outlook on long-term deposit ratings to negative from stable for 10 of them. The decision to affirm the credit ratings reflects the resilience of the banks' financial performance underpinned by strong capital buffers, favorable funding profiles and ample liquidity. The negative outlook was attributed to the deteriorating operating environment faced by the country's banks. (Source: Argaam)
- Saudi bank loans granted to the public and private sectors jumped 12% Y/Y by the end of March 2020 to SAR 1.7tn from SAR 1.5tn in March 2019. Private sector lending also rose 12% Y/Y to SAR 1.6tn, while the value of loans given to the public sector grew by 5% Y/Y to SAR 59.4bn. (Source: Argaam)

## Major Corporate News

- The National Agricultural Development Co.'s shareholders approved the capital increase from SAR 847mn to SAR 1.0bn through issuance of 20% bonus shares. (Source: Argaam)
- Albilad Capital announced the re-balancing of the Sukuk basket for Albilad Saudi Sovereign Sukuk ETF to be in line with the Index constitutes. (Source: Argaam)
- National Industrialization Co.'s (Tasnee) shareholders approved the business transactions and contracts concluded with Banque Saudi Fransi in FY19. The transactions include credit facilities agreement worth SAR 150mn that expire in December 2023, as well as a sukuk refinancing agreement worth SAR 2bn that will expire in May 2026 with no favored conditions. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange decreased 0.8% to 6,655.1. The value traded stood at SAR 4.3bn (down 3.5% over previous day), while the advance-decline ratio stood at 73/116. The parallel market index increased 0.3% to 7,126.7 points. The value traded stood at SAR 11.6mn (up 36.0% over previous day). Most sectors in the main market ended in the red. Pharma & Bio Tech and Consumer Durables (up 10.0% and 1.6%, respectively) advanced the most; Media and Real Estate (down 2.7% and 2.0%, respectively) led the laggards.

## Earnings update (Net Profit) (SAR mn)

Company	Q1-20	Q1-19	Y/Y %	Q4-19	Q/Q %
Yanbu Cement Co.	92.2	72.9	26.6	83.3	10.7
Aseer Trading, Tourism and Mfg.	0.2	5.0	-96.0	-22.0	NM
Arab Sea Information System Co.	-1.7	0.1	NM	20.5	NM
Takween Advanced Industries Co.	-18.8	-12.5	NM	-42.4	NM
Saudi Research and Marketing Grp	64.7	79.9	-19.0	11.1	483.9

\*\*NA: Not Meaningful

## Top Gainers

Company	Price	Change%
SPIMACO	28.15	10.0
NADEC	24.06	6.9
NAMA CHEMICALS	18.14	6.7
NCLE	35.35	4.9
BATIC	21.32	4.5

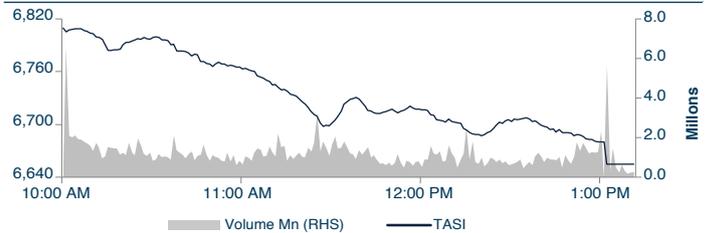
## Top Losers

Company	Price	Change%
ALHOKAIR	18.32	-5.4
MAADEN	33.50	-4.2
ALMRAKEZ	20.36	-4.0
JABAL O.	23.82	-3.8
BONYAN	8.28	-3.7

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %	PE (TTM)
TASI	6,655	6,810	6,655	(0.8)	(20.7)	19.1
NomuC	7,127	7,247	7,100	0.3	(0.7)	High

## TASI movement during session



Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	4,746	(0.3)	(12.8)	19.0
Materials	3,940	(0.7)	(23.8)	41.9
Capital Goods	3,320	0.2	(23.4)	Neg
Commercial Service	3,420	(1.3)	(28.3)	12.8
Transportation	3,244	0.6	(26.2)	14.6
Consumer Durables	3,007	1.6	(14.2)	Neg
Consumer Services	3,015	(0.3)	(23.8)	23.9
Media	6,971	(2.7)	(25.9)	20.4
Retailing	6,310	(1.9)	(18.0)	19.1
Food & Staples	7,820	0.1	18.2	39.0
Food & Beverages	4,404	(1.1)	1.2	35.7
Healthcare	3,447	(0.5)	(7.6)	23.8
Pharma & Bio Tech	3,714	10.0	3.3	Neg
Banks	5,937	(0.9)	(26.8)	11.0
Diversified Financials	2,790	0.0	(15.5)	High
Insurance	4,118	(1.0)	(8.8)	27.5
Telecom	5,872	(0.9)	(9.3)	18.2
Utilities	3,432	(1.6)	(22.0)	44.6
REITs	3,582	(0.2)	(14.7)	22.5
Real Estate	2,477	(2.0)	(20.9)	High
Software & Services	5,756	(1.3)	16.7	11.5

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
6,732	6,780	6,756	4.80

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	19.2	1,009.8	879.3
Previous week	25.9	1,308.7	1,123.2

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	53.50	-0.7
Saudi Aramco	31.25	-0.2
NCB	34.00	-2.0
SABIC	70.70	-0.3
STC	88.20	-0.8



## Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi decreased 0.7% and 2.0%, respectively. Egypt and Kuwait rose 1.0% and 0.3%, respectively; while Bahrain, Oman and Qatar declined 0.8%, 0.6% and 0.5%, respectively.
- According to EIA, oil inventories in the US rose 4.6mn barrels (prior: up 9.0mn) to 532.2mn in the week ended May 01. Distillate inventories increased 9.5mn barrels (prior: up 5.1mn) to 151.5.0mn, while gasoline inventories fell 3.2mn barrels (prior: down 3.7mn) to 256.4mn. (Source: EIA, Econoday)
- China's exports increased 3.5% Y/Y in April (consensus: decline of 12.1%) against 6.6% decrease in March. Imports fell 14.2% Y/Y (consensus: fall of 12.4%) compared to 0.9% drop in March. Consequently, the trade surplus increased to USD 45.3bn from USD 19.9bn earlier. (Source: RTT News)
- Eurozone retail sales declined 11.2% M/M in March (consensus: fall of 12.0%). Retail sales decreased 9.2% Y/Y from 2.5% rise earlier. (Source: Econoday)
- Oil prices plunged 4.0%, as better-than-expected data from EIA was more than offset by worries over energy demand due to COVID-19.
- Gold prices fell 1.2%, as the US dollar continued to weigh on demand for the yellow metal.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	100.2	0.5	1.2	3.9
Euro	1.08	-0.4	-1.4	-3.7
Japanese Yen	106.1	-0.5	-1.0	-2.3
Sterling Pound	1.24	-0.6	-1.9	-6.8
Chinese Yuan	7.10	0.6	0.6	2.1
Indian Rupee	75.9	0.2	1.1	6.3
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	0.0	-0.3	0.0
Kuwaiti Dinar	0.31	0.2	0.1	2.2
Omani Rial	0.38	0.0	0.0	0.1
Bahraini Dinar	0.38	0.0	0.0	0.2
Egyptian Pound	15.70	0.1	0.0	-1.9

## Corporate Calendar

Date	Company	Event
07 <sup>th</sup> May	Herfy Foods	Cash Dividend Distribution
07 <sup>th</sup> May	Arabian Cement	Cash Dividend Distribution
07 <sup>th</sup> May	ALKHODARI	OGM
07 <sup>th</sup> May	Zamil Industrial	EGM
07 <sup>th</sup> May	SRMG	EGM
07 <sup>th</sup> May	A.Othaim Market	OGM

\*EGM: Extra Ordinary Meeting  
\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	1,919	-0.7	-5.3	-30.6	4.8
Abu Dhabi (ADX)	4,022	-2.0	-4.9	-20.8	10.3
Kuwait (KSE)	4,162	0.3	-1.5	-15.3	10.4
Qatar (QE)	8,759	-0.5	-0.1	-16.0	13.4
Oman (MSM)	3,473	-0.6	-1.9	-12.8	7.7
Bahrain (BSE)	1,288	-0.8	-1.7	-20.0	9.2
Egypt (EGX30)	10,294	1.0	-2.5	-26.3	7.3

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	23,665	-0.9	-2.8	-17.1	17.9
Nasdaq	8,985	0.6	-0.2	2.9	27.6
S&P 500	2,848	-0.7	-2.2	-11.8	20.7
FTSE 100	5,854	0.1	-0.8	-22.4	14.1
Germany DAX 30	10,606	-1.1	-2.4	-19.9	16.0
France CAC 40	4,433	-1.1	-3.0	-25.8	17.3
Japan Nikkei 225	19,619	0.0	3.7	-17.1	16.8
Hong Kong Hang Seng	24,137	1.1	-2.1	-14.4	10.4
China Shanghai Composite	2,878	0.6	0.6	-5.6	11.9
Australia ASX 200	5,385	-0.4	-2.5	-19.4	15.3
India Sensex	31,686	0.7	-6.0	-23.2	17.6

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	22.7	6.8	10.4	-67.0
Brent Crude (\$/bbl)	29.7	-4.0	17.6	-55.0
Texas crude (\$/bbl)	24.0	-2.3	27.3	-60.8
Natural Gas (\$/mmbtu)	1.94	-8.9	-0.3	-11.2
Gold (\$/oz)	1,686	-1.2	0.3	11.1
Silver (\$/oz)	14.9	-0.7	-0.7	-16.3
Steel (\$/ton)	475	-2.1	1.5	-19.2
Iron Ore (CNY/MT)	680	-1.7	-1.7	-2.2
Wheat (\$/bu)	525	-0.1	-0.9	-6.1
Corn (\$/bu)	312	-0.4	0.1	-19.6
Sugar (\$/lb)	10.3	-4.7	-1.2	-23.5
SMP* (EUR/MT)	1,850	0.0	0.0	-28.0

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.474	-2.7	-8.2	-143.4
Saudi Arabia(SAIBOR)	1.184	-1.1	-5.0	-104.7
UAE (EIBOR)	1.260	23.0	-28.9	-94.9
Qatar (QIBOR)	1.241	-0.2	-4.2	-101.0
Bahrain (BHIBOR)	2.183	3.3	21.7	-48.3

Data Sources: Tadawul, Bloomberg, Reuters  
\*Three-month Interbank rate \*\*NA: Not Available  
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- 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.
- 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.
- 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.

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