



Major Economic News

- The Saudi Public Investment Fund (PIF) acquired stakes in several US companies, such as Boeing Co. (USD 714mn), Citigroup Inc. (USD 522mn), Facebook Inc. (USD 522mn), Walt Disney Co. (USD 496mn) and Bank of America Corp. (USD 488mn). The PIF's investments in the US markets rose to USD 9.8bn through 24 companies by the end of Q1-20. (Source: Argaam)
- PIF denied media reports on plans for a margin loan backed by its investment in SoftBank Group Corp.'s Vision Fund. (Source: Argaam)
- KSA's holdings of US Treasuries reached USD 159.1bn in March, the lowest level since March 2018, down USD 25.3bn M/M. (Source: Argaam)

Major Corporate News

- Dallah Healthcare Co. signed two definitive agreements in connection with the sale and purchase of shares equivalent to 58.6% in Care Shield Holding Co. with a total value of SAR 300mn. (Source: Argaam)
- Saudi Fisheries Co.'s shareholders approved a capital increase from SAR 101.1mn to SAR 400mn, through a rights issue of 29.8mn shares. The capital hike is aimed at financing the rehabilitation and operation of Al-Huraida project, the payment of incorporation fees and working capital, as well as debt repayment. (Source: Argaam)
- Saudi Marketing Co.'s shareholders approved the board's recommendation on withholding dividend for FY19. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 1.6% to 6,824.7 on Sunday. The value traded stood at SAR 4.1bn (up 19.7% over previous day), while the advance-decline ratio stood at 151/35. The parallel market index increased 1.3% to 7,185.8 points. The value traded stood at SAR 31.3mn (down 31.3% over previous day). Most sectors in the main market ended in the green. Transportation and Food & Beverages (up 3.7% and 3.2%, respectively) advanced the most; Pharma & Bio Tech (down 0.6%) was the only laggard.

Earnings update (Net Profit) (SAR mn)

| Company | Q1-20 | Q1-19 | Y/Y % | Q4-19 | Q/Q % |
|-------------------------|---------|---------|--------|-------|-------|
| Al-Rajhi Co. for Coop. | 36.3 | 4.4 | -728.6 | -7.2 | NM |
| Samba Financial Group | 1,274.0 | 1,065.0 | -19.6 | 765.0 | 66.5 |
| Saudi Arabia Refineries | -1.1 | -1.3 | NM | 9.0 | NM |

**NA: Not Meaningful

Top Gainers

| Company | Price | Change% |
|------------|-------|---------|
| SFICO | 17.82 | 10.0 |
| SALAMA | 12.32 | 10.0 |
| MEDGULF | 21.66 | 10.0 |
| GULF UNION | 14.18 | 9.9 |
| JABAL OMAR | 23.44 | 6.6 |

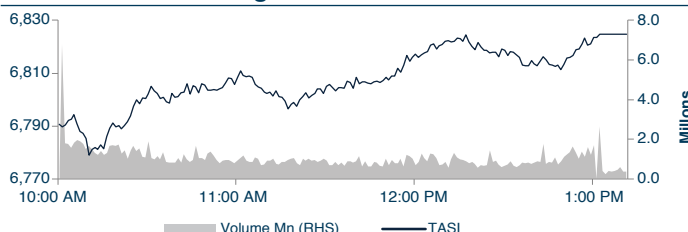
Top Losers

| Company | Price | Change% |
|-----------|-------|---------|
| ALANDALUS | 14.78 | -6.8 |
| HB | 45.65 | -2.9 |
| SAUDI C. | 43.00 | -2.8 |
| MESC | 8.36 | -2.8 |
| QACCO | 46.40 | -2.4 |

Saudi Stock Exchange

| Index | Closing | High | Low | Daily Change% | YTD % | PE (TTM) |
|-------|---------|-------|-------|---------------|--------|----------|
| TASI | 6,825 | 6,825 | 6,779 | 1.6 | (18.6) | 19.6 |
| NomuC | 7,186 | 7,236 | 7,077 | 1.3 | 0.1 | High |

TASI movement during session



| Index | Close | Daily Change% | YTD % | PE (TTM) |
|------------------------|-------|---------------|--------|----------|
| Energy | 4,852 | 1.7 | (10.8) | 19.4 |
| Materials | 4,155 | 1.9 | (19.6) | 44.9 |
| Capital Goods | 3,390 | 1.1 | (21.7) | Neg |
| Commercial Service | 3,522 | 2.0 | (26.2) | 13.3 |
| Transportation | 3,363 | 3.7 | (23.5) | 15.3 |
| Consumer Durables | 3,117 | 0.5 | (11.1) | Neg |
| Consumer Services | 3,061 | 2.0 | (22.7) | 24.0 |
| Media | 6,906 | 1.2 | (26.5) | 20.2 |
| Retailing | 5,891 | 2.0 | (23.5) | 17.8 |
| Food & Staples | 8,557 | 2.3 | 29.3 | 42.5 |
| Food & Beverages | 4,594 | 3.2 | 5.5 | 37.2 |
| Healthcare | 3,550 | 1.2 | (4.8) | 24.3 |
| Pharma & Bio Tech | 3,555 | (0.6) | (1.1) | Neg |
| Banks | 6,028 | 1.2 | (25.6) | 11.1 |
| Diversified Financials | 2,810 | 0.5 | (14.9) | High |
| Insurance | 4,254 | 1.2 | (5.8) | 28.4 |
| Telecom | 6,197 | 1.2 | (4.3) | 19.5 |
| Utilities | 3,606 | 0.3 | (18.0) | 47.0 |
| REITs | 3,555 | 0.3 | (15.3) | 22.3 |
| Real Estate | 2,410 | 2.4 | (23.0) | High |
| Software & Services | 6,000 | 1.5 | 21.6 | 11.6 |

**Neg: Negative

Average Index Value

| Average 5 days | Average 10 days | Average 20 days | Average value traded for the month (bn) |
|----------------|-----------------|-----------------|---|
| 6,682 | 6,659 | 6,708 | 4.15 |

Market Statistics

| | Value Traded (SAR bn) | Volumes (mn shares) | No. of Trades ('000) |
|---------------|-----------------------|---------------------|----------------------|
| Current Week | 4.1 | 198.5 | 176.9 |
| Previous week | 18.7 | 944.7 | 918.0 |

Top Weighted Companies

| Company | Price | Change% |
|--------------|-------|---------|
| Al Rajhi | 55.10 | 2.0 |
| Saudi Aramco | 31.95 | 1.8 |
| NCB | 35.10 | 2.8 |
| SABIC | 77.90 | 2.5 |
| STC | 94.40 | 0.6 |



Regional and International Markets

- Among other regional markets, Dubai increased 0.9%, while Abu Dhabi remained flat. Egypt and Bahrain rose 0.7% and 0.4%, respectively. Kuwait and Oman rose 0.5% each, while Qatar declined 0.4%.
- The Federal Reserve Chairman Jerome Powell said that the US economy could contract by upwards of 30% in Q2-20, but would avoid a depression-like economic drop over the longer term. (Source: CNBC)
- US retail sales declined by a record 16.4% in April (consensus: 12.0% decrease) compared to a revised fall of 8.3% in March. (Source: RTT News)
- China's industrial production increased 3.9% Y/Y in April (consensus: growth of 1.5%) compared to a 1.1% fall in March, as the economy is recovering slowly from COVID-19 impact. Retail sales fell 7.5% Y/Y (consensus: a drop of 7.0%), versus a 15.8% increase in March. (Source: RTT News)
- Eurozone's GDP contracted 3.2% Y/Y in Q1-20, the largest decline since Q3-09, after rising 1.0% in Q4-19. Sequentially, GDP fell 3.8% in Q1-20 versus an increase of 0.1% in Q4-19. Employment was down 0.2% in Q1-20 compared to a rise of 0.3% in Q4-19. (Source: RTT News)

Forex / Currency

| Currency | Close | Daily Change% | MTD % | YTD % |
|----------------|-------|---------------|-------|-------|
| Dollar Index | 100.4 | 0.0 | 1.4 | 4.2 |
| Euro | 1.08 | 0.0 | -1.3 | -3.5 |
| Japanese Yen | 107.0 | 0.0 | -0.1 | -1.5 |
| Sterling Pound | 1.21 | 0.0 | -3.9 | -8.7 |
| Chinese Yuan | 7.10 | 0.0 | 0.6 | 2.0 |
| Indian Rupee | 75.8 | 0.0 | 1.0 | 6.3 |
| UAE Dirham | 3.67 | 0.0 | 0.0 | 0.0 |
| Qatari Rial | 3.66 | 0.0 | 0.1 | 0.4 |
| Kuwaiti Dinar | 0.31 | 0.0 | 0.0 | 2.0 |
| Omani Rial | 0.38 | 0.0 | -0.1 | 0.0 |
| Bahraini Dinar | 0.38 | 0.0 | -0.1 | 0.1 |
| Egyptian Pound | 15.69 | 0.0 | -0.1 | -1.9 |

Corporate Calendar

| Date | Company | Event |
|----------------------|---------------------|----------------------------|
| 19 th May | Al Khaleej Training | Cash Dividend Distribution |
| 19 th May | QACCO | Cash Dividend Distribution |
| 19 th May | STC | Cash Dividend Distribution |
| 20 th May | Savola Group | Cash Dividend Distribution |
| 20 th May | SACO | OGM |
| 21 st May | Al Jouf | Cash Dividend Distribution |

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

Regional Markets

| Market | Close | Daily Change% | MTD % | YTD % | P/E |
|-----------------|--------|---------------|-------|-------|------|
| Dubai (DFM) | 1,912 | 0.9 | -5.7 | -30.9 | 4.7 |
| Abu Dhabi (ADX) | 4,065 | 0.0 | -3.9 | -19.9 | 10.9 |
| Kuwait (KSE) | 4,079 | 0.5 | -3.5 | -16.9 | 10.2 |
| Qatar (QE) | 8,699 | -0.4 | -0.7 | -16.6 | 13.4 |
| Oman (MSM) | 3,438 | 0.5 | -2.9 | -13.7 | 7.8 |
| Bahrain (BSE) | 1,246 | 0.4 | -4.9 | -22.6 | 9.1 |
| Egypt (EGX30) | 10,357 | 0.7 | -1.9 | -25.8 | 7.4 |

International Markets

| Index | Close | Daily Change% | MTD % | YTD % | P/E |
|--------------------------|--------|---------------|-------|-------|------|
| Dow Jones | 23,685 | 0.0 | -2.7 | -17.0 | 18.2 |
| Nasdaq | 9,153 | 0.0 | 1.7 | 4.8 | 28.6 |
| S&P 500 | 2,864 | 0.0 | -1.7 | -11.4 | 21.1 |
| FTSE 100 | 5,800 | 0.0 | -1.7 | -23.1 | 14.1 |
| Germany DAX 30 | 10,465 | 0.0 | -3.7 | -21.0 | 16.4 |
| France CAC 40 | 4,278 | 0.0 | -6.4 | -28.4 | 17.0 |
| Japan Nikkei 225 | 20,037 | 0.0 | 5.9 | -15.3 | 17.9 |
| Hong Kong Hang Seng | 23,797 | 0.0 | -3.4 | -15.6 | 10.3 |
| China Shanghai Composite | 2,868 | 0.0 | 0.3 | -6.0 | 11.8 |
| Australia ASX 200 | 5,405 | 0.0 | -2.1 | -19.1 | 15.4 |
| India Sensex | 31,098 | 0.0 | -7.8 | -24.6 | 17.1 |

Commodity Markets

| Commodity | Price | Daily Change% | MTD % | YTD % |
|---------------------------|-------|---------------|-------|-------|
| Arab Light Crude (\$/bbl) | 26.5 | 0.0 | 29.0 | -61.5 |
| Brent Crude (\$/bbl) | 32.5 | 0.0 | 28.6 | -50.8 |
| Texas crude (\$/bbl) | 29.4 | 0.0 | 56.2 | -51.9 |
| Natural Gas (\$/mmbtu) | 1.65 | 0.0 | -15.5 | -24.8 |
| Gold (\$/oz) | 1,741 | 0.0 | 3.6 | 14.8 |
| Silver (\$/oz) | 16.6 | 0.0 | 10.7 | -6.8 |
| Steel (\$/ton) | 474 | 0.0 | 1.3 | -19.4 |
| Iron Ore (CNY/MT) | 725 | 0.0 | 4.8 | 4.2 |
| Wheat (\$/bu) | 500 | 0.0 | -5.6 | -10.5 |
| Corn (\$/bu) | 319 | 0.0 | 2.5 | -17.7 |
| Sugar (\$/lb) | 10.4 | 0.0 | -0.1 | -22.7 |
| SMP* (EUR/MT) | 2,025 | 0.0 | 9.5 | -21.2 |

*SMP: Skimmed Milk Powder

Interbank Rates

| Region | Rate* | Daily Change(bps) | MTD (bps) | YTD (bps) |
|----------------------|-------|-------------------|-----------|-----------|
| USD LIBOR | 0.386 | 0.0 | -17.1 | -152.3 |
| Saudi Arabia(SAIBOR) | 1.101 | -0.6 | -13.3 | -113.0 |
| UAE (EIBOR) | 0.880 | 1.0 | -66.9 | -132.9 |
| Qatar (QIBOR) | 1.269 | 6.1 | -1.3 | -98.1 |
| Bahrain (BHIBOR) | 2.300 | 0.0 | 33.3 | -36.7 |

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

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