



Major Economic News

- Saudi Arabia allowed travelers coming from the UAE, Germany, US, Ireland, Italy, Portugal, UK, Sweden, Switzerland, France, and Japan, to enter the Kingdom, with the implementation of institutional quarantine procedures, from 1:00 am today, May 30, 2021. (Source: Argaam)
- Saudi Arabia will resume entertainment activities under the preventive COVID-19 protocols to maintain the safety of everyone, as per Turki Al-Sheikh, Chairman of the General Entertainment Authority. Entertainment activities will resume for vaccinated people only. Attendance will be allowed at 40% in outdoor entertainment events. (Source: Argaam)
- The value of Saudi Arabia's oil exports grew 75% Y/Y in March 2021 to around SAR 52.3bn. Exports were lower in March last year, as oil prices fell significantly, with Brent crude prices averaging USD 34 per barrel. On M/M basis, oil exports saw an increase of SAR 5.2bn. Oil exports accounted for 70% of the total exports for the month. (Source: Argaam)
- Saudi Arabia's Ministry of Commerce issued six steel export licenses and six cement licenses year-to-date. The ministry issued 21 cement export licenses and 19 steel licenses last year and is currently studying two other export requests. (Source: Argaam)

Major Corporate News

- Saudi Cable Co.'s board of directors approved the recommendation to relieve Meyassar A. Nowailati from the post of chairman, effective May 27, 2021. The company appointed Abdulrahman I. Alkhayal as chairman with immediate effect. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 0.5% to 10,519.5 on Thursday. The value traded stood at SAR 13.1bn (up 39.2% over previous day), while the advance-decline ratio stood at 106/76. The parallel market index decreased 0.3% to 23,653.6 points. The value traded stood at SAR 50.2mn (up 20.6% over previous day). Most sectors in the main market ended in the green. Consumer Durables and Transportation (up 3.9% and 1.6%, respectively) advanced the most; Software & Services and Healthcare (down 1.5% and 1.4%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
LAZURDE	26.15	10.0
ALABDULLATIF	29.60	9.8
SHAKER	23.88	6.6
FITAIHI GROUP	32.60	5.2
SISCO	50.10	4.9

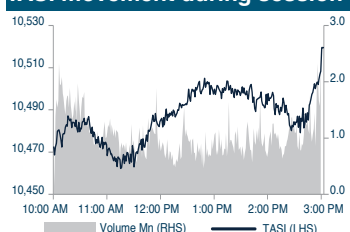
Top Losers

Company	Price	Change%
MOUWASAT	180.40	-6.2
PETROCHEM	46.00	-4.6
AMANA INSURANCE	63.30	-2.6
MIS	108.80	-2.0
SADAFSCO	177.00	-1.9

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,520	10,520	10,462	0.5	21.1
NomuC	23,654	24,038	23,618	(0.3)	(9.9)

TASI movement during session



TASI Ratios

P/E* (x)	37.6
Price-to-Book (x)	2.4
Dividend Yield (%)	3.5
Return on Equity (%)	12.9

Source: Argaam
* Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,541	(0.1)	2.9	39.0
Materials	7,182	0.5	25.0	High
Capital Goods	8,554	0.9	30.8	Neg
Commercial Service	4,371	(0.9)	7.7	Neg
Transportation	6,153	1.6	27.1	Neg
Consumer Durables	7,463	3.9	30.4	Neg
Consumer Services	4,739	(0.3)	11.0	Neg
Media	13,418	(1.1)	31.3	49.8
Retailing	10,518	1.0	22.9	Neg
Food & Staples	10,953	(1.1)	4.0	29.7
Food & Beverages	5,735	(0.6)	5.0	31.0
Healthcare	7,425	(1.4)	31.3	45.5
Pharma & Bio Tech	6,154	(0.7)	19.0	High
Banks	9,834	1.0	29.6	26.7
Diversified Financials	6,681	0.4	45.4	Neg
Insurance	6,288	0.0	4.4	27.4
Telecom	7,928	(0.1)	14.9	23.5
Utilities	5,372	0.6	16.5	33.1
REITs	4,884	0.7	14.0	High
Real Estate	3,536	0.2	17.1	Neg
Software & Services	18,129	(1.5)	28.6	49.0

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
10,420	10,396	10,355	8.33

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	-	-	-
Previous week	54.2	1,744.2	2,097.1

Top Weighted Companies

Company	Price	Change%
Al Rajhi	103.00	1.2
Saudi Aramco	35.25	-0.1
NCB	53.80	0.9
SABIC	124.20	1.6
STC	122.80	0.2



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi decreased 0.3% and 0.2%, respectively. Qatar and Kuwait rose 1.3% and 0.4%, respectively; while Egypt, Bahrain and Oman declined 1.2%, 0.4% and 0.1%, respectively.
- According to Baker Hughes, North America's rig count increased to 519 in the week ended May 28 from 513 earlier. The rig count rose to 457 in the US from 455 earlier, while remained unchanged at 14 in the Gulf of Mexico. The rig count in Canada increased to 62 from 58 earlier. (Source: Baker Hughes).
- US GDP rose 6.4% (consensus: 6.5% increase) in Q1-21 unchanged from the previous estimate. Consumer spending and non-residential fixed investment were revised upward, while exports and private inventory investment were revised downward. (Source: Econoday, RTT News)
- US initial jobless claims dropped to 406,000 (consensus: 450,000), representing a fall of 38,000 from the previous week's revised level of 444,000. (Source: Econoday)
- Oil prices rose 0.2% on Friday due to anticipated higher gasoline demand with the start of US summer driving season.
- Gold prices increased 0.4% driven by higher inflation expectations.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	90.0	0.1	-1.4	0.1
Euro	1.22	0.0	1.4	-0.2
Japanese Yen	109.8	0.0	0.5	6.4
Sterling Pound	1.42	-0.1	2.7	3.8
Chinese Yuan	6.37	-0.2	-1.6	-2.4
Indian Rupee	72.4	-0.4	-2.2	-0.9
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.68	-0.4	1.0	1.0
Kuwaiti Dinar	0.30	0.1	-0.1	-1.0
Omani Rial	0.38	-0.1	0.0	0.0
Bahraini Dinar	0.38	0.1	0.0	0.0
Egyptian Pound	15.61	-0.1	0.0	-0.5

Corporate Calendar

Date	Company	Event
30th May	QACCO	Cash Dividend Distribution
30th May	ALETIHAD	OGM
30th May	Enaya	OGM
30th May	ASEER	OGM
30th May	SPIMACO	OGM
30th May	SAICO	EGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,816	-0.3	8.1	13.0	21.1
Abu Dhabi (ADX)	6,548	-0.2	8.3	29.8	17.7
Kuwait (KSE)	5,204	0.4	1.5	14.3	14.1
Qatar (QE)	10,764	1.3	-1.3	3.1	18.0
Oman (MSM)	3,832	-0.1	1.9	4.7	10.0
Bahrain (BSE)	1,533	-0.4	3.2	2.9	9.1
Egypt (EGX30)	10,242	-1.2	-2.2	-5.6	8.2

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	34,529	0.2	1.9	12.8	22.7
Nasdaq	13,749	0.1	-1.5	6.7	32.2
S&P 500	4,204	0.1	0.5	11.9	27.7
FTSE 100	7,023	0.0	0.8	8.7	17.6
Germany DAX 30	15,520	0.7	2.5	13.1	18.9
France CAC 40	6,484	0.8	3.4	16.8	46.4
Japan Nikkei 225	29,149	2.1	1.2	6.2	17.2
Russia MOEX	3,731	-0.2	5.3	13.4	10.8
Hong Kong Hang Seng	29,124	0.0	1.4	7.0	14.4
South Korea KOSPI	3,189	0.7	1.3	11.0	20.4
China Shanghai Composite	3,601	-0.2	4.5	3.7	13.1
Australia ASX 200	7,180	1.2	2.2	9.0	22.3
India Sensex	51,423	0.6	5.4	7.7	28.8
MSCI EM	1,361	0.5	1.0	5.4	17.0
MSCI World	2,979	0.3	1.4	10.8	29.8

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	69.3	1.9	5.0	38.9
Brent Crude (\$/bbl)	69.6	0.2	3.5	34.4
Texas crude (\$/bbl)	66.3	-0.8	4.3	36.7
Natural Gas (\$/mmbtu)	2.99	0.9	1.9	17.6
Gold (\$/oz)	1,904	0.4	7.6	0.3
Silver (\$/oz)	27.9	0.1	7.6	5.8
Steel (\$/ton)	1,665	0.0	10.6	65.7
Iron Ore (CNY/MT)	1,155	1.9	-6.5	7.0
Wheat (\$/bu)	664	-1.9	-10.6	3.6
Corn (\$/bu)	657	-1.2	-11.3	35.7
Sugar (\$/lb)	17.4	1.4	-0.5	12.1
SMP* (EUR/MT)	2,620	0.0	1.9	17.8

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.135	0.0	-4.2	-10.4
Saudi Arabia(SAIBOR)	0.791	0.0	-0.4	-2.6
UAE (EIBOR)	0.425	7.8	6.9	-8.8
Qatar (QIBOR)	1.175	0.0	8.4	5.4
Bahrain (BHIBOR)	1.618	0.0	29.3	-63.2

Data Sources: Tadawul, Bloomberg, Reuters

*Three-month Interbank rate **NA: Not Available

Updated as of May 28, 2021



RESEARCH DIVISION

AGM-Head of Research

Talha Nazar

+966 11 2256250
t.nazar@aljaziracapital.com.sa

Analyst

Faisal Alsuwelimy

+966 11 2256115
F.alsuwelimy@aljaziracapital.com.sa

Senior Analyst

Jassim Al-Jubran

+966 11 2256248
j.aljabran@aljaziracapital.com.sa

Analyst

Abdulrahman Al-Mashal

+966 11 2256374
A.Almashal@Aljaziracapital.com.sa

BROKERAGE AND INVESTMENT CENTERS DIVISION

General Manager – Brokerage Services & sales

Alaa Al-Yousef

+966 11 2256060
a.yousef@aljaziracapital.com.sa

AGM-Head of international and institutions

Ahmad Salman, CFA

+966 11 2256201
a.salman@aljaziracapital.com.sa

AGM-Head of Qassim & Eastern Province

Abdullah Al-Rahit

+966 16 3617547
aalrahit@aljaziracapital.com.sa

AGM-Head of Central & Western Region

Investment Centers

Sultan Ibrahim AL-Mutawa

+966 11 2256364
s.almutawa@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 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 | Corporate Finance | Custody | Advisory

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