



## Major Economic News

- Saudi Arabia's real GDP is expected to grow 2.1% in FY21 and 4.8% in FY22, as per IMF. It added that real non-oil GDP growth rebounded in H2-20 and the recovery has continued in FY21. IMF also expects non-oil growth at 3.9% in FY21 and 3.6% in FY22 compared to a contraction of 2.3% in FY20. (Source: Argaam)
- The total number of Umrah performers reached almost 5.8mn during September 2019 to August 2020, dropping 70%, compared with 19.2mn a year earlier. The decline is attributed to COVID-19 and the application of the Ministry of Health's protocol to curb the pandemic. Umrah performers coming from abroad accounted for 66.1% of the total number. (Source: Argaam)

## Major Corporate News

- Almarai Co.'s board of directors approved SAR 6.6bn in capital investments to expand the poultry segment, with the aim of doubling its market share. These expansions will be implemented in several phases over five years and will be financed through internal cash flows. (Source: Argaam)
- Abdullah Al Othaim Markets Co.'s market share of the organized food retail stores does not exceed 30%, while its market share of groceries amounted to 70%, as per Chairman Abdullah Al Othaim. He also added that he said Al Othaim Real Estate Investment and Development Co. is set to list its shares. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange decreased 0.5% to 10,309.4. The value traded stood at SAR 7.8bn (down 5.9% over previous day), while the advance-decline ratio stood at 79/112. The parallel market index increased 3.7% to 24,542.8 points. The value traded stood at SAR 24.2mn (up 120.4% over previous day). Most sectors in the main market ended in the red. Software & Services and Consumer Durables (up 6.5% and 0.9%, respectively) advanced the most; Pharma & Bio Tech and Materials (down 2.5% and 1.0%, respectively) led the laggards.

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

Company	Q1-21	Q1-20	Y/Y %	Q4-20	Q/Q %
Dur Hospitality Co.	1.9	10.9	-82.7	-42.0	NM
Saudi Cement Co.	119.4	148.5	-19.6	124.1	-3.8
Northern Cement Co.	31.9	27.6	15.4	45.1	-29.4

## Top Gainers

Company	Price	Change%
SVCP	97.70	9.9
BAAZEEM	100.40	9.9
ARAB SEA	98.50	7.0
MIS	108.80	6.3
ALOMRAN	104.00	6.2

## Top Losers

Company	Price	Change%
WALAA	22.38	-5.2
SEDCO CAPITAL REIT	9.85	-3.4
SIPCHEM	26.35	-3.3
SISCO	44.50	-3.3
ALJAZIRA REIT	26.10	-3.2

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,309	10,386	10,309	(0.5)	18.6
NomuC	24,543	24,733	23,713	3.7	(6.5)

## TASI movement during session



## TASI Ratios

P/E (x)	31.0
Price-to-Book (x)	2.3
Dividend Yield (%)	2.1
Return on Equity (%)	7.1

\*Source: Bloomberg

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,542	(0.1)	2.9	39.2
Materials	6,991	(1.0)	21.7	High
Capital Goods	7,994	0.4	22.3	Neg
Commercial Service	4,222	0.3	4.0	Neg
Transportation	5,838	(0.9)	20.6	Neg
Consumer Durables	6,775	0.9	18.4	Neg
Consumer Services	4,644	0.7	8.8	Neg
Media	11,733	(0.9)	14.8	43.6
Retailing	10,014	(0.0)	17.0	Neg
Food & Staples	11,476	(0.1)	8.9	30.4
Food & Beverages	5,675	0.7	3.9	30.7
Healthcare	7,205	0.1	27.4	43.4
Pharma & Bio Tech	5,765	(2.5)	11.5	47.9
Banks	9,665	(0.7)	27.4	26.3
Diversified Financials	6,258	(0.0)	36.2	Neg
Insurance	6,124	(0.7)	1.6	26.7
Telecom	7,933	(0.8)	15.0	23.7
Utilities	5,574	(0.7)	20.9	34.4
REITs	4,634	0.0	8.1	High
Real Estate	3,341	(0.2)	10.6	Neg
Software & Services	18,477	6.5	31.1	49.7

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
10,378	10,261	10,115	8.05

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	16.1	591.3	678.8
Previous week	48.0	1,757.9	1,672.8

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	99.40	0.5
Saudi Aramco	35.40	-0.1
NCB	54.90	-1.3
SABIC	120.80	-1.1
STC	124.40	-1.1



## REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi increased 1.1% and 0.3%, respectively. Kuwait, Bahrain and Qatar rose 0.7%, 0.6% and 0.3%, respectively; while Oman remained flat. Meanwhile, Egypt remained closed.
- US ISM manufacturing PMI decreased to 60.7 in April (consensus: 65.0) after rising to a more than 37-year high of 64.7 in March. The production index fell to 62.5 in April from 68.1 in March and the new orders index fell to 64.3 from 68.0. (Source: Econoday, RTT News)
- US construction spending rose 0.2% (consensus: 2.0%) to an annual rate of USD 1.513tn in March versus a fall of 0.6% to a revised rate of USD 1.510tn in February. (Source: RTT News)
- Eurozone manufacturing PMI increased to 62.9 in April (consensus: 63.3), the highest level since June 1997, compared to 62.5 in March. Output and orders increased due to surging demand as economies started opening from COVID-19 lockdowns. (Source: Econoday, RTT News)
- Oil prices rose 0.5% driven by renewed hopes of recovery in demand, as US cities come out of lockdowns.
- Gold prices increased 1.3% due to fall in US treasury yields and weaker US dollar.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	90.9	-0.4	-0.4	1.1
Euro	1.21	0.4	0.4	-1.2
Japanese Yen	109.1	-0.2	-0.2	5.6
Sterling Pound	1.39	0.7	0.7	1.7
Chinese Yuan	6.47	0.0	0.0	-0.8
Indian Rupee	73.8	-0.3	-0.3	1.1
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	0.0	0.0	0.0
Kuwaiti Dinar	0.30	0.0	0.0	-0.9
Omani Rial	0.38	0.1	0.1	0.1
Bahraini Dinar	0.38	0.1	0.1	0.1
Egyptian Pound	15.61	0.0	0.0	-0.5

## Corporate Calendar

Date	Company	Event
04 <sup>th</sup> May	Saudi Re	OGM
05 <sup>th</sup> May	SULAIMAN ALHABIB	Cash Dividend Distribution
05 <sup>th</sup> May	Petrochem	Cash Dividend Distribution
07 <sup>th</sup> May	Baazeem	Cash Dividend Distribution
09 <sup>th</sup> May	EIC	Cash Dividend Distribution
09 <sup>th</sup> May	MOUWASAT	Cash Dividend Distribution

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,654	1.1	1.9	6.5	20.5
Abu Dhabi (ADX)	6,095	0.3	0.8	20.8	17.2
Kuwait (KSE)	5,222	0.7	1.9	14.7	NA
Qatar (QE)	10,943	0.3	0.3	4.9	18.3
Oman (MSM)	3,789	0.0	0.8	3.6	9.9
Bahrain (BSE)	1,494	0.6	0.6	0.3	9.1
Egypt (EGX30)	10,475	0.0	0.0	-3.4	8.7

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	34,113	0.7	0.7	11.5	22.4
Nasdaq	13,895	-0.5	-0.5	7.8	33.2
S&P 500	4,193	0.3	0.3	11.6	28.2
FTSE 100	6,970	0.0	0.0	7.9	18.9
Germany DAX 30	15,236	0.7	0.7	11.1	21.0
France CAC 40	6,308	0.6	0.6	13.6	49.9
Japan Nikkei 225	28,813	0.0	0.0	5.0	23.5
Russia MOEX	3,544	0.0	0.0	7.8	13.7
Hong Kong Hang Seng	28,358	-1.3	-1.3	4.1	14.0
South Korea KOSPI	3,127	-0.7	-0.7	8.8	19.8
China Shanghai Composite	3,447	0.0	0.0	-0.8	12.4
Australia ASX 200	7,029	0.0	0.0	6.7	22.2
India Sensex	48,719	-0.1	-0.1	2.0	27.7
MSCI EM	1,339	-0.6	-0.6	3.7	20.9
MSCI World	2,949	0.3	0.3	9.6	31.7

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	65.9	-0.2	-0.2	32.1
Brent Crude (\$/bbl)	67.6	0.5	0.5	30.4
Texas crude (\$/bbl)	64.5	1.4	1.4	32.9
Natural Gas (\$/mmbtu)	2.97	1.2	1.2	16.8
Gold (\$/oz)	1,793	1.3	1.3	-5.6
Silver (\$/oz)	26.9	3.7	3.7	1.9
Steel (\$/ton)	1,492	-0.9	-0.9	48.5
Iron Ore (CNY/MT)	1,235	0.0	0.0	14.5
Wheat (\$/bu)	726	-2.3	-2.3	13.3
Corn (\$/bu)	732	-1.0	-1.0	51.3
Sugar (\$/lb)	16.7	-4.1	-4.1	8.0
SMP* (EUR/MT)	2,573	0.1	0.1	15.6

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.176	0.1	0.0	-6.2
Saudi Arabia(SAIBOR)	0.794	0.0	-0.1	-2.3
UAE (EIBOR)	0.293	-9.3	-6.3	-21.9
Qatar (QIBOR)	1.095	0.0	0.5	-2.5
Bahrain (BHIBOR)	1.325	0.0	0.0	-92.5

Data Sources: Tadawul, Bloomberg, Reuters

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

Updated as of May 3, 2021



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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.
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