



Major Economic News

- Saudi Arabia's economy and financial sector remain well-positioned to respond to further developments and facilitate the path to recovery, according to SAMA's "Financial Stability Report 2021". The FY21 outlook for the non-oil sector is more positive as precautionary measures are likely to be lifted domestically, which should stimulate the wholesale and retail sectors amid vaccine rollouts. (Source: Argaam)

Major Corporate News

- FTSE Russell added BinDawood Holding Co. to the mid-cap index, FTSE Global Large and Mid-Cap Index, and the Large, Mid and Small Cap Saudi Arabian Index. All changes will be implemented as of June 18, 2021 and will be effective as of June 21, 2021. (Source: Argaam)
- Lumi, the car rental business of Saudi-listed Seera Group, will purchase 6,000 new vehicles this year and launch a car-sharing platform shortly, as per company vice president Azfar Shakeel. The company has already purchased 1,500 vehicles in Q1-21. (Source: Argaam)
- Herfy Food Services Co. extended its non-binding MoU with EatRite Food Services by three months, granting it franchise rights to open 50 Herfy restaurant branches in Nigeria. The decision to extend the MoU will allow both parties to further study the deal to reach a final agreement. (Source: Argaam)
- The Red Sea Gateway Terminal is in advanced talks to acquire stakes in a port in Bangladesh and another terminal, according to deputy CEO, Hamdi Nadhrah. (Source: Argaam)
- Middle East Paper Co. renewed a Shariah-compliant bank facility agreement with Saudi National Bank, while reducing the value of the facilities to SAR 140mn from SAR 169mn. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 0.3% to 10,547.7 on Sunday. The value traded stood at SAR 12.0bn (down 7.8% over previous day), while the advance-decline ratio stood at 123/64. The parallel market index increased 0.9% to 23,863.7 points. The value traded stood at SAR 26.2mn (down 47.9% over previous day). Most sectors in the main market ended in the green. Media and Diversified Financials (up 4.4% and 3.7%, respectively) advanced the most; Banks (down 0.2%) was the only laggard.

Top Gainers

Company	Price	Change%
ALABDULLATIF	32.55	10.0
TADCO	34.20	10.0
SAIC	41.80	7.7
SAUDI RE	15.88	6.4
ALALAMIYA	29.70	6.3

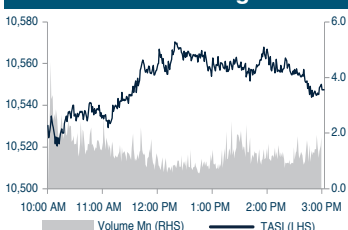
Top Losers

Company	Price	Change%
WAFRAH	192.80	-5.0
SABB	30.55	-2.1
PETRO RABIGH	22.58	-1.8
ALBABTAIN	40.10	-1.7
CARE	61.70	-1.4

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,548	10,572	10,519	0.3	21.4
NomuC	23,864	23,910	23,757	0.9	(9.1)

TASI movement during session



TASI Ratios

P/E* (x)	37.7
Price-to-Book (x)	2.4
Dividend Yield (%)	3.5
Return on Equity (%)	12.9

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,543	0.0	2.9	39.1
Materials	7,201	0.3	25.3	High
Capital Goods	8,570	0.2	31.1	Neg
Commercial Service	4,380	0.2	7.9	Neg
Transportation	6,159	0.1	27.2	Neg
Consumer Durables	7,603	1.9	32.9	Neg
Consumer Services	4,768	0.6	11.7	Neg
Media	14,014	4.4	37.2	High
Retailing	10,579	0.6	23.6	Neg
Food & Staples	11,026	0.7	4.6	30.0
Food & Beverages	5,773	0.7	5.7	31.2
Healthcare	7,512	1.2	32.9	46.1
Pharma & Bio Tech	6,313	2.6	22.1	High
Banks	9,816	(0.2)	29.4	26.6
Diversified Financials	6,927	3.7	50.7	Neg
Insurance	6,342	0.9	5.3	27.6
Telecom	8,032	1.3	16.4	23.8
Utilities	5,421	0.9	17.6	33.4
REITs	4,892	0.2	14.1	High
Real Estate	3,540	0.1	17.2	Neg
Software & Services	18,285	0.9	29.8	49.5

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
10,461	10,418	10,371	8.55

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	12.0	408.6	472.4
Previous week	54.2	1,744.2	2,097.1

Top Weighted Companies

Company	Price	Change%
Al Rajhi	103.60	0.6
Saudi Aramco	35.30	0.1
NCB	53.30	-0.9
SABIC	123.60	-0.5
STC	124.60	1.5



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi decreased 0.3% and 0.5%, respectively. Egypt, Bahrain and Oman rose 0.6%, 0.4% and 0.1%, respectively; while Kuwait and Qatar fell 0.3% each.
- US durable goods orders declined 1.3% in April (consensus: an increase of 0.7%) compared to an upwardly revised 1.3% rise in March. The decline was primarily due to lower orders for transportation equipment (down 6.7%) in April versus 3.1% decrease in March. Orders for motor vehicles and parts dropped 6.2% due to the impact of semiconductor shortages. (Source: RTT News)
- US pending home sales index slipped 4.4% (consensus: a rise of 0.8%) to 106.2 in April versus a downwardly revised increase of 1.7% to 111.1 in March. (Source: RTT News)
- Eurozone economic confidence index rose to 114.5 in May from 110.5 in the previous month. This was the highest score since January 2018. Industry confidence increased for the sixth month in a row to reach a record high of 11.5 in May. (Source: RTT News)
- Japan's unemployment rate rose to a seasonally adjusted 2.8% in April (consensus: 2.7%) compared to 2.6% in March. The job-to-applicant ratio was 1.09 (consensus: 1.10). (Source: RTT News)

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	90.0	0.0	-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	0.0	2.7	3.8
Chinese Yuan	6.37	0.0	-1.6	-2.4
Indian Rupee	72.4	0.0	-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
31 st May	ALHAMMADI	Cash Dividend Distribution
31 st May	SISCO	Cash Dividend Distribution
31 st May	Advanced	Cash Dividend Distribution
31 st May	STC	Cash Dividend Distribution
31 st May	BSFR	Cash Dividend Distribution
31 st May	SAIC	EGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,809	-0.3	7.8	12.7	21.1
Abu Dhabi (ADX)	6,513	-0.5	7.7	29.1	17.7
Kuwait (KSE)	5,187	-0.3	1.2	13.9	14.1
Qatar (QE)	10,731	-0.3	-1.7	2.8	18.0
Oman (MSM)	3,836	0.1	2.0	4.9	10.0
Bahrain (BSE)	1,538	0.4	3.6	3.3	9.1
Egypt (EGX30)	10,302	0.6	-1.7	-5.0	8.2

International Markets

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

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	69.3	0.0	5.0	38.9
Brent Crude (\$/bbl)	69.6	0.0	3.5	34.4
Texas crude (\$/bbl)	66.3	0.0	4.3	36.7
Natural Gas (\$/mmbtu)	2.99	0.0	1.9	17.6
Gold (\$/oz)	1,904	0.0	7.6	0.3
Silver (\$/oz)	27.9	0.0	7.6	5.8
Steel (\$/ton)	1,665	0.0	10.6	65.7
Iron Ore (CNY/MT)	1,155	0.0	-6.5	7.0
Wheat (\$/bu)	664	0.0	-10.6	3.6
Corn (\$/bu)	657	0.0	-11.3	35.7
Sugar (\$/lb)	17.4	0.0	-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)	0.317	-10.7	-3.9	-19.5
Qatar (QIBOR)	1.142	-3.3	5.1	2.1
Bahrain (BHIBOR)	1.618	0.0	29.3	-63.2

Data Sources: Tadawul, Bloomberg, Reuters

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

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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

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