



Major Economic News

- Assets held by SAMA decreased by SAR 21.5bn M/M to SAR 1.8tn in April 2021. When compared to April 2020, SAMA's assets grew by SAR 97.7bn. Investments in foreign securities, which account for 62% of total assets, rose by 9.2% Y/Y to around SAR 1.1tn in April. (Source: Argaam)
- Saudi Arabia posted a trade surplus of SAR 25.3bn in March 2021. Total exports rose 64% Y/Y to SAR 74.7bn and imports grew by 14% Y/Y to SAR 49.4bn in March. Oil exports surged by 75% to SAR 52.3bn, while non-oil exports rose 43% to SAR 22.4bn. (Source: Argaam)

Major Corporate News

- National Medical Care Co. started the renovation of the Riyadh Care Hospital in Q1-21 and is being carried out in phases to minimize disruption to patients and hospital operations, as per CEO Abdulaziz Alobaid. He added that the entire project is expected to complete by the end of FY22. (Source: Argaam)
- Methanol Chemicals Co. issued prospectus for its SAR 480mn rights issue through offering 48mn shares. The rights issue represents a 71.2% capital hike to SAR 1.2bn. The capital hike aims at raising its solvency margin, as well as reduce credit rates and financial charges. (Source: Argaam)
- CMA approved the merger of Samba Capital & Investment Management Co. and NCB Capital Co., and the cancellation of the license granted to Samba Capital & Investment Management Co. (Source: Argaam)
- The shares of Mohammed Hassan Al Naqool Sons Co. Ltd. will be directly listed and traded on Nomu Parallel Market, from June 2, 2021, with the symbol 9514 and ISIN Code SA158GAKKL15. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange remained flat at 10,551.2. The value traded stood at SAR 13.4bn (up 11.5% over previous day), while the advance-decline ratio stood at 77/102. The parallel market index decreased 1.4% to 23,520.0 points. The value traded stood at SAR 45.7mn (up 74.8% over previous day). Most sectors in the main market ended in the red. Media and Diversified Financials (up 9.2% and 2.9%, respectively) advanced the most; Pharma & Bio Tech and Consumer Durables (down 3.0% and 0.8%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
SRMG	121.20	10.0
TADCO	37.60	9.9
SAIC	45.95	9.9
MASHAAR REIT	12.42	7.1
JADWA REIT ALHRMAN	10.04	6.0

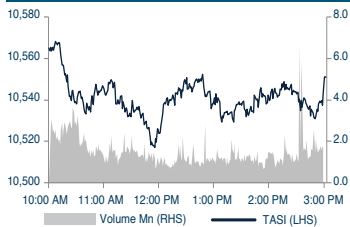
Top Losers

Company	Price	Change%
ALABDULLATIF	31.35	-3.7
SISCO	48.50	-3.2
SHAKER	23.40	-3.1
SPIMACO	46.40	-3.0
FITAIHI GROUP	32.65	-2.5

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,551	10,570	10,515	0.0	21.4
NomuC	23,520	23,947	23,441	(1.4)	(10.4)

TASI movement during session



TASI Ratios

P/E* (x)	37.8
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	5,539	(0.1)	2.8	35.0
Materials	7,217	0.2	25.6	49.2
Capital Goods	8,666	1.1	32.5	High
Commercial Service	4,361	(0.4)	7.4	Neg
Transportation	6,120	(0.6)	26.4	Neg
Consumer Durables	7,542	(0.8)	31.8	High
Consumer Services	4,757	(0.2)	11.4	Neg
Media	15,310	9.2	49.8	49.8
Retailing	10,565	(0.1)	23.5	Neg
Food & Staples	10,989	(0.3)	4.3	34.0
Food & Beverages	5,810	0.6	6.3	31.6
Healthcare	7,505	(0.1)	32.7	42.9
Pharma & Bio Tech	6,121	(3.0)	18.4	High
Banks	9,804	(0.1)	29.2	24.9
Diversified Financials	7,129	2.9	55.1	Neg
Insurance	6,323	(0.3)	4.9	27.2
Telecom	8,024	(0.1)	16.3	23.7
Utilities	5,396	(0.5)	17.1	14.6
REITs	4,960	1.4	15.8	High
Real Estate	3,521	(0.5)	16.6	Neg
Software & Services	18,237	(0.3)	29.4	49.0

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
10,508	10,434	10,385	8.82

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	25.5	872.8	991.2
Previous week	54.2	1,744.2	2,097.1

Top Weighted Companies

Company	Price	Change%
Al Rajhi	103.20	-0.4
Saudi Aramco	35.30	0.0
NCB	53.10	-0.4
SABIC	124.20	0.5
STC	124.60	0.0



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai decreased 0.4%, while Abu Dhabi increased 0.7%. Oman, Qatar and Egypt rose 0.4%, 0.2% and 0.1%, respectively; while Bahrain and Kuwait declined 0.7% and 0.1%, respectively.
- The Organisation for Economic Cooperation and Development (OECD) raised global economy growth estimates to 5.8% in FY21 and 4.4% in FY22 from 5.6% and 4.0%, respectively. OECD said that the global economy has now returned to pre-pandemic activity levels but has not yet achieved the growth expected prior to the global health crisis. (Source: CNBC)
- China's Caixin/Markit Manufacturing PMI rose to 52.0 in May (consensus: 51.9), the highest level since December, compared to 51.9 in April. The increase in the index was driven by pick up domestic and export demand. However, rise in raw material prices and supply chain pressures hampered production of some companies. (Source: CNBC)
- Oil prices fell 0.4% due to receding supply concerns after recovery of a major pipeline in the US and new COVID-19 restrictions in Asia.
- Gold prices rose 0.2% driven by lower bond yields and weaker US dollar.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	90.0	0.0	-1.4	0.1
Euro	1.22	0.3	1.7	0.1
Japanese Yen	109.5	-0.2	0.2	6.1
Sterling Pound	1.42	0.2	2.9	3.9
Chinese Yuan	6.37	0.0	-1.6	-2.4
Indian Rupee	72.5	0.2	-2.1	-0.7
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.68	0.0	1.0	1.0
Kuwaiti Dinar	0.30	-0.1	-0.2	-1.1
Omani Rial	0.38	0.1	0.1	0.1
Bahraini Dinar	0.38	-0.1	-0.1	-0.1
Egyptian Pound	15.66	0.3	0.3	-0.2

Corporate Calendar

Date	Company	Event
01 st Jun	OASIS	Cash Dividend Distribution
01 st Jun	BATIC	OGM
01 st Jun	ALANDALUS	OGM
01 st Jun	Wafrah	OGM
01 st Jun	STC	OGM
02 nd Jun	Saudi Aramco	Cash Dividend Distribution

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,798	-0.4	7.4	12.3	21.0
Abu Dhabi (ADX)	6,559	0.7	8.5	30.0	17.7
Kuwait (KSE)	5,182	-0.1	1.1	13.8	14.0
Qatar (QE)	10,748	0.2	-1.5	3.0	18.0
Oman (MSM)	3,853	0.4	2.4	5.3	10.0
Bahrain (BSE)	1,528	-0.7	2.9	2.5	9.1
Egypt (EGX30)	10,309	0.1	-1.6	-4.9	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	15,421	-0.6	1.9	12.4	18.8
France CAC 40	6,447	-0.6	2.8	16.1	46.2
Japan Nikkei 225	28,860	-1.0	0.2	5.2	17.1
Russia MOEX	3,722	-0.2	5.0	13.2	10.7
Hong Kong Hang Seng	29,152	0.1	1.5	7.1	14.4
South Korea KOSPI	3,204	0.5	1.8	11.5	20.5
China Shanghai Composite	3,615	0.4	4.9	4.1	13.1
Australia ASX 200	7,162	-0.2	1.9	8.7	22.2
India Sensex	51,937	1.0	6.5	8.8	29.1
MSCI EM	1,376	1.1	2.1	6.6	17.2
MSCI World	2,976	-0.1	1.3	10.6	29.8

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	68.7	-0.8	4.1	37.7
Brent Crude (\$/bbl)	69.3	-0.4	3.1	33.8
Texas crude (\$/bbl)	66.3	0.0	4.3	36.7
Natural Gas (\$/mmbtu)	2.99	0.0	1.9	17.6
Gold (\$/oz)	1,907	0.2	7.8	0.4
Silver (\$/oz)	28.1	0.6	8.3	6.4
Steel (\$/ton)	1,665	0.0	10.6	65.7
Iron Ore (CNY/MT)	1,182	2.3	-4.3	9.5
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	0.131	-0.3	-4.5	-10.7
Saudi Arabia(SAIBOR)	0.791	0.0	-0.4	-2.6
UAE (EIBOR)	0.375	5.8	1.9	-13.8
Qatar (QIBOR)	1.168	2.7	7.8	4.8
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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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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