



## Major Economic News

- Saudi Arabia's Ministry of Defense signed 23 contracts with local and international companies, at a total value of nearly SAR 13.0bn, during the activities of the fourth day of the World Defense Show 2022. (Source: Argaam)

## Major Corporate News

- Advanced Petrochemical Co. announced that its subsidiary, Advanced Polyolefins Industry Co. signed a loan agreement worth SAR 3.0bn with the Saudi Industrial Development Fund. The facility is aimed to finance the construction of propane dehydrogenation and polypropylene (PP) plants with a nameplate capacity to manufacture 843,000 tons per annum propylene and 800,000 tons per annum PP in Jubail Industrial City II. (Source: Argaam)
- Banque Saudi Fransi's board of directors approved the resignation of Managing Director and Chief Executive Officer, Rayan Mohammed Fayez, effective as of May 31, 2022. (Source: Argaam)
- Saudi Chemical Holding Co. signed an MOU, through its subsidiary, Saudi Chemical Co. Ltd, with Spain-based EXPAL Systems in Riyadh. The MoU was signed for the localization of ammunition filling, production of military projectiles in the Military Industries Complex in Atshanah, Riyadh, to improve supply chains integration. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange decreased 0.9% to 12,738.6. The value traded stood at SAR 9.9bn (down 19.9% over previous day), while the advance-decline ratio stood at 96/102. The parallel market index increased 1.0% to 24,796.2 points. The value traded stood at SAR 90.2mn (down 30.3% over previous day). Most sectors in the main market ended in the green. Media and Healthcare (up 1.6% and 1.2%, respectively) advanced the most; Energy and Materials (down 2.8% and 2.5%, respectively) led the laggards.

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

Company	Q4-21	Q4-20	% Y/Y	Q3-21	% Q/Q
Ataa Educational Co.*	1.5	6.4	-76.9	66.3	-97.8
SPCC	97.0	141.0	-31.2	83.0	16.9
Arab Sea	11.3	-7.8	NM	1.2	861.5
Tasnee	338.7	-172.4	NM	333.4	1.6
SASCO	15.3	10.1	51.6	11.4	34.6
City Cement	6.5	57.3	-88.6	38.0	-82.9

\*- indicates Q2-22 results, as year-ending is July

## Top Gainers

Company	Price	%Change
CHUBB	33.8	9.9
GULF UNION ALAHLIA	15.1	9.9
SAIC	51.8	6.8
ALABDULLATIF	26.3	4.0
ZOUJAJ	45.3	3.8

## Top Losers

Company	Price	%Change
PETRO RABIGH	27.3	-5.7
TASNEE	23.8	-5.2
SAUDI KAYAN	22.0	-4.0
SACO	43.6	-3.8
SIPCHEM	50.2	-3.5

## Saudi Stock Exchange

Index	Closing	High	Low	Daily %Change	% YTD
TASI	12,739	12,928	12,739	-0.9	12.9
NomuC	24,796	24,865	24,473	1.0	-4.5

## TASI movement during session



## TASI Ratios

P/E* (x)	23.3
Price-to-Book (x)	2.6
Dividend Yield (%)	1.7
Return on Equity (%)	20.2

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	6,630	(2.8)	20.2	25.2
Materials	8,585	(2.5)	16.9	22.3
Capital Goods	7,079	0.6	(6.2)	High
Commercial Service	4,475	0.7	0.7	Neg
Transportation	5,549	(0.1)	6.0	Neg
Consumer Durables	5,834	1.0	(8.1)	43.3
Consumer Services	5,070	(0.8)	9.3	Neg
Media	28,438	1.6	22.3	45.8
Retailing	9,927	0.5	0.8	37.3
Food & Staples	9,225	(0.4)	1.1	35.1
Food & Beverages	4,970	(0.5)	2.8	39
Healthcare	8,273	1.2	13.1	44.1
Pharma & Bio Tech	4,974	0.0	(4.2)	High
Banks	13,949	(0.4)	14.1	25.1
Diversified Financial	7,775	0.3	13.8	49.3
Insurance	6,141	(0.5)	2.5	High
Telecom	7,522	0.1	3.4	21.2
Utilities	7,234	0.0	21.9	10.6
REITs	4,706	0.1	2.0	Neg
Real Estate	3,290	0.1	3.8	Neg
Software & Services	29,890	0.8	4.3	32.1

## Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
12,792	12,659	12,509	12.03

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	47.1	1,053.70	1,833.70
Previous week	59	1,348.30	2,244.40

## Top Weighted Companies

Company	Price	%Change
Al Rajhi	153.6	-1.0
SNB	69.3	1.5
Saudi Aramco	43.3	-2.9
SABIC	134.2	-2.8
STC	111.4	-0.2



## Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi decreased 0.8% and 2.2%, respectively. Oman increased 0.8%, while Egypt and Kuwait rose 0.2% each. Meanwhile, Qatar and Bahrain declined 0.4% and 0.1%, respectively.
- According to EIA, oil inventories in the US fell 1.9mn barrels (prior: down 2.6mn) to 411.6mn in the week ended March 04. Gasoline inventories decreased 1.4mn barrels (prior: down 0.5mn) to 244.6mn, while distillate inventories declined 5.2mn barrels (prior: down 0.6mn) to 113.9mn. (Source: EIA, Econoday)
- Japan's GDP expanded 4.6% Y/Y in Q4-21 (consensus: a gain of 5.6%) as against a downwardly revised 2.8% contraction in Q3-21. On a seasonally adjusted Q/Q basis, GDP grew 1.1% (consensus: an increase of 1.4%) compared to 0.7% decline in Q3-21. (Source: RTT News)
- Japan's producer prices increased 9.3% Y/Y in February (consensus: a rise of 8.7%) compared an upwardly revised 8.9% growth in January. (Source: RTT News)
- Oil prices plunged 13.2%, the steepest one-day decline since April 2020, as the UAE and Iraq made statements in favor of higher OPEC output.
- Gold prices fell 2.9%, as investors returned to riskier assets amid retreat in oil prices.

## Forex / Currency

Currency	Close	Daily %Change	% MTD	% YTD
Dollar Index	98.0	-1.1	1.3	2.4
Euro	1.1	1.6	-1.3	-2.6
Japanese Yen	115.8	0.1	0.7	0.7
Sterling Pound	1.3	0.6	-1.8	-2.6
Chinese Yuan	6.3	-0.0	0.1	-0.5
Indian Rupee	76.6	-0.5	1.6	3.0
UAE Dirham	3.7	0.0	0.0	0.0
Qatari Rial	3.7	0.0	0.0	-0.6
Kuwaiti Dinar	0.3	-0.0	0.3	0.4
Omani Rial	0.4	-0.1	-0.0	-0.1
Bahraini Dinar	0.4	0.0	0.0	-0.0
Egyptian Pound	15.7	-0.2	-0.1	-0.1

## Corporate Calendar

Date	Company	Event
13 <sup>th</sup> Mar	SRECO	OGM
14 <sup>th</sup> Mar	ALDREES	Cash Dividend Distribution
14 <sup>th</sup> Mar	MIS	Cash Dividend Distribution
15 <sup>th</sup> Mar	Fitaihi Group	OGM
15 <sup>th</sup> Mar	Jouf Cement	EGM
16 <sup>th</sup> Mar	Saudi Ceramics	OGM

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily %Change	% MTD	% YTD	P/E
Dubai (DFM)	3,385	-0.8	0.9	5.9	15.9
Abu Dhabi (ADX)	9,523	-2.2	2.2	12.2	22.7
Kuwait (KSE)	6,390	0.2	1.6	8.6	10.8
Qatar (QE)	13,629	-0.4	5.3	17.2	17.6
Oman (MSM)	4,258	0.8	5.0	3.1	11.1
Bahrain (BSE)	2,068	-0.1	5.3	15.1	9.5
Egypt (EGX30)	10,416	0.2	-6.5	-12.8	6.3

## International Markets

Index	Close	Daily %Change	% MTD	% YTD	P/E
Dow Jones	33,286	2.0	-1.8	-8.4	17.6
Nasdaq	13,742	3.6	-3.5	-15.8	31.2
S&P 500	4,278	2.6	-2.2	-10.2	22.0
FTSE 100	7,191	3.3	-3.6	-2.6	14.8
Germany DAX 30	13,848	7.9	-4.2	-12.8	12.5
France CAC 40	6,388	7.1	-4.1	-10.7	14.7
Japan Nikkei 225	24,718	-0.3	-6.8	-14.2	14.7
Russia MOEX	2,470	0.0	-28.5	-34.8	N/A
Hong Kong Hang Seng	20,628	-0.7	-9.2	-11.8	7.8
South Korea KOSPI	2,622	-1.1	-2.8	-11.9	12.1
China Shanghai Composite	3,256	-1.1	-5.9	-10.5	14.1
Australia ASX 200	7,131	1.1	1.2	-4.2	17.2
India Sensex	54,647	2.3	-2.8	-6.2	24.1
MSCI EM	1,091	-0.5	-6.9	-11.5	11.9
MSCI World	2,882	3.0	-3.2	-10.8	19.0

## Commodity Markets

Commodity	Price	Daily %Change	% MTD	% YTD
Arab Light Crude (\$/bbl)	134.4	1.1	34.6	69.7
Brent Crude (\$/bbl)	111.1	-13.2	10.1	42.9
Texas crude (\$/bbl)	108.7	-12.1	13.6	44.5
Natural Gas (\$/mmbtu)	4.5	-0.0	2.8	29.1
Gold (\$/oz)	1,991.8	-2.9	4.3	8.9
Silver (\$/oz)	25.8	-2.4	5.4	10.6
Steel (\$/ton)	1,090.0	2.3	3.2	-24.0
Iron Ore (CNY/MT)	822.0	0.0	2.6	20.2
Wheat (\$/bu)	1,201.5	-6.6	28.6	55.2
Corn (\$/bu)	733.0	-2.7	6.1	23.2
Sugar (\$/lb)	18.9	-2.5	7.0	1.8
SMP* (EUR/MT)	3,884.0	0.2	3.2	15.4

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	*Rate	Daily (Change)(bps)	(MTD (bps)	(YTD (bps)
USD LIBOR	0.70	0.0	0.2	0.5
Saudi Arabia (SAIBOR)	1.70	0.0	0.2	0.8
UAE (EIBOR)	0.73	0.0	0.1	0.4
Qatar (QIBOR)	1.15	0.0	0.0	0.0
Bahrain (BHIBOR)	1.60	0.0	0.0	0.1

Data Sources: Tadawul, Bloomberg, Reuters

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

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TERMINOLOGY

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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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