



Major Economic News

- The unemployment rate in Saudi Arabia fell to 11.0% in Q4-21 compared with 11.3% in the previous quarter. Unemployment rate among males and females stood at 5.2% and 22.5%, respectively. (Source: Argaam)
- Remittances from expatriates in Saudi Arabia declined by 1.0% Y/Y to SAR 11.2bn in February 2022. Compared to January 2022, remittances from expatriates in Saudi Arabia fell 11.0% or SAR 1.3bn. (Source: Argaam)
- The percentage of internet penetration in Saudi Arabia reached more than 98.0% at the end of FY21, compared to 97.8% a year before, according to CITC's report. Madinah came first in terms of internet penetration with 99.1%, followed by Riyadh and Hail with 98.8%. (Source: Argaam)

Major Corporate News

- Gulf Union Alahlia Cooperative Insurance Co. announced the prospectus for its capital increase through a rights issue offering of SAR 229.5mn. The capital hike is aimed to support the company's future, enhance solvency margin and boost investment income. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 0.5% to 13,038.2. The value traded stood at SAR 9.4bn (down 5.5% over previous day), while the advance-decline ratio stood at 94/103. The parallel market index decreased 0.3% to 24,942.9 points. The value traded stood at SAR 49.1mn (down 23.0% over previous day). Most sectors in the main market ended in the red. Capital Goods and Media (up 3.3% and 1.3%, respectively) advanced the most; Materials and Real Estate (down 1.2% and 1.1%, respectively) led the laggards.

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	13,038	13,101	12,992	-0.5	15.6
NomuC	24,943	25,099	24,859	-0.3	-4.0

TASI movement during session



TASI Ratios

P/E* (x)	25.3
Price-to-Book (x)	2.7
Dividend Yield (%)	1.8
Return on Equity (%)	22.4

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	6,418	(0.5)	16.4	24.3
Materials	8,771	(1.2)	19.4	22.6
Capital Goods	7,422	3.3	(1.6)	High
Commercial Service	4,465	0.1	0.5	Neg
Transportation	5,552	(0.4)	6.1	Neg
Consumer Durables	5,750	(0.4)	(9.4)	42.3
Consumer Services	4,848	0.2	4.5	Neg
Media	29,364	1.3	26.3	47.2
Retailing	9,807	0.3	(0.4)	36.8
Food & Staples	9,502	(0.5)	4.2	High
Food & Beverages	5,100	(0.2)	5.5	39.9
Healthcare	8,639	(0.3)	18.1	47
Pharma & Bio Tech	4,927	(0.9)	(5.1)	High
Banks	14,623	(0.4)	19.6	26.2
Diversified Financial	8,021	0.6	17.5	High
Insurance	6,336	0.3	5.8	High
Telecom	7,610	(0.3)	4.6	21
Utilities	7,112	0.4	19.9	10.6
REITs	4,587	0.2	(0.5)	Neg
Real Estate	3,405	(1.1)	7.4	Neg
Software & Services	30,759	1.0	7.3	32.8

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
13,030	12,945	12,813	10.26

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	36.7	857.20	1,825.40
Previous week	44.6	900.00	2,027.40

Top Weighted Companies

Company	Price	Change%
Al Rajhi	159.8	-0.7
Saudi Aramco	41.7	-0.5
SNB	71.8	-1.0
SABIC	130.0	-0.8
STC	108.0	-0.6

Earnings update (Net Profit) (SAR mn)

Company	Q4-21	Q4-20	Y/Y %	Q3-21	Q/Q %
SIECO	-8.3	-5.6	NM	-2.2	NM
NGC	-5.1	-0.4	NM	6.0	NM
Saudi German Health	-18.4	9.5	NM	14.4	NM
Budget Saudi	51.7	94.0	-45.0	56.8	-8.9
BCI	18.6	6.1	206.9	10.1	84.0
TECO	0.0	-2.0	NM	0.1	-94.4
Farm Superstores	8.5	4.0	110.1	3.5	143.1
Raydan Food Co.	-11.7	-62.9	NM	-17.5	NM
MAADANIYAH	-8.4	-19.8	NM	-6.2	NM
Naseej	-63.6	-7.8	NM	-11.6	NM
SRMG	106.0	29.1	264.3	204.9	-48.3

Top Gainers

Company	Price	Change%
ASTRA INDUSTRIAL	47.9	8.6
BURUJ	23.6	7.0
SABB TAKAFUL	21.5	5.5
CARE	83.9	5.0
ALHOKAIR	15.0	4.9

Top Losers

Company	Price	Change%
ACIG	18.1	-5.2
BINDAWOOD	95.5	-4.4
DAR ALARKAN	11.1	-4.0
SABIC AGRI-NUTRIENT	184.8	-3.3
RAYDAN	18.6	-2.6



Regional and International Markets

- Among other regional markets, Dubai increased 0.3%, while Abu Dhabi decreased 0.6%. Oman increased 0.2%. Meanwhile, Egypt, Bahrain, Qatar and Kuwait declined 1.4%, 0.8%, 0.6% and 0.1%, respectively.
- According to EIA, oil inventories in the US fell 3.4mn barrels (prior: down 2.5mn) to 410.0mn in the week ended March 25. Gasoline inventories increased 0.8mn barrels (prior: down 2.9mn) to 238.8mn, while distillate inventories rose 1.4mn barrels (prior: down 2.1mn) to 113.5mn. (Source: EIA, Econoday)
- US GDP increased 6.9% in Q4-21 (consensus: 7.0%) compared to previous estimate 7.0%. The downward revision was attributable to lower consumer spending and exports. (Source: Econoday, RTT News)
- US private sector increased by 455,000 jobs in March (consensus: a rise of 450,000 jobs) compared to an upwardly revised surge of 486,000 jobs in February. (Source: RTT News)
- Japan's industrial output increased a seasonally adjusted 0.1% M/M in February (consensus: an increase of 0.5%) versus an upwardly revised 0.8% contraction in January. On Y/Y basis, industrial production rose 0.2% (in line with consensus) compared to a decline of 0.5% in the previous month. (Source: RTT News)
- Oil prices jumped 2.9% driven by expectations of additional sanctions on Russia, partly offset by the rise in gasoline and distillate inventories in the US.
- Gold prices gained 0.7%, as the weaker US dollar boosted demand for the yellow metal.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	97.8	-0.6	1.1	2.2
Euro	1.1	0.7	-0.5	-1.9
Japanese Yen	121.8	-0.9	5.9	5.9
Sterling Pound	1.3	0.3	-2.1	-2.9
Chinese Yuan	6.4	-0.2	0.7	0.0
Indian Rupee	75.9	-0.1	0.8	2.1
UAE Dirham	3.7	0.0	0.0	0.0
Qatari Rial	3.7	-0.0	-0.0	-0.6
Kuwaiti Dinar	0.3	-0.2	0.3	0.5
Omani Rial	0.4	0.0	0.1	0.0
Bahraini Dinar	0.4	0.0	0.0	0.0
Egyptian Pound	18.3	-0.1	16.3	16.3

Corporate Calendar

Date	Company	Event
31 st Mar	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)	3,527	0.3	5.1	10.4	16.8
Abu Dhabi (ADX)	9,846	-0.6	5.7	16.0	23.1
Kuwait (KSE)	6,248	-0.1	-0.7	6.1	10.2
Qatar (QE)	13,557	-0.6	4.7	16.6	17.5
Oman (MSM)	4,203	0.2	3.6	1.8	10.9
Bahrain (BSE)	2,062	-0.8	5.0	14.7	9.4
Egypt (EGX30)	11,239	-1.4	0.9	-5.9	6.7

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	35,229	-0.2	3.9	-3.1	18.6
Nasdaq	15,072	-1.1	5.9	-7.7	34.1
S&P 500	4,602	-0.6	5.2	-3.4	23.7
FTSE 100	7,579	0.6	1.6	2.6	15.7
Germany DAX 30	14,606	-1.4	1.0	-8.1	15.0
France CAC 40	6,742	-0.7	1.2	-5.8	15.5
Japan Nikkei 225	28,027	-0.8	5.7	-2.7	15.8
Russia MOEX	2,513	4.3	-27.3	-33.6	NA
Hong Kong Hang Seng	22,232	1.4	-2.1	-5.0	8.2
South Korea KOSPI	2,747	0.2	1.8	-7.8	12.4
China Shanghai Composite	3,267	2.0	-5.7	-10.3	13.9
Australia ASX 200	7,515	0.7	6.6	0.9	18.2
India Sensex	58,684	1.3	4.3	0.7	25.2
MSCI EM	1,149	1.1	-1.9	-6.7	13.4
MSCI World	3,097	-0.5	4.0	-4.2	20.4

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	110.6	-0.9	10.8	39.6
Brent Crude (\$/bbl)	113.5	2.9	12.3	45.9
Texas crude (\$/bbl)	107.8	3.4	12.6	43.4
Natural Gas (\$/mmbtu)	5.6	5.2	27.3	59.8
Gold (\$/oz)	1,932.9	0.7	1.3	5.7
Silver (\$/oz)	24.9	0.4	1.7	6.7
Steel (\$/ton)	1,535.0	36.8	45.4	7.0
Iron Ore (CNY/MT)	863.5	-5.2	7.7	26.2
Wheat (\$/bu)	1,027.3	1.3	10.0	32.7
Corn (\$/bu)	738.0	1.6	6.8	24.0
Sugar (\$/lb)	19.5	1.9	10.0	4.7
SMP* (EUR/MT)	3,971.0	-1.6	5.5	18.0

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	1.01	0.0	0.5	0.8
Saudi Arabia (SAIBOR)	2.39	0.2	0.9	1.5
UAE (EIBOR)	1.03	0.0	0.4	0.7
Qatar (QIBOR)	1.15	0.0	0.0	0.0
Bahrain (BHIBOR)	1.91	0.0	0.3	0.4

Data Sources: Tadawul, Bloomberg, Reuters

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

Updated as of March 30, 2022



RESEARCH DIVISION

Head of Sell-Side Research
Jassim Al-Jubran
+966 11 2256248
j.aljabran@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/tax 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 | Investment Banking | Custody | Advisory

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