



Major Economic News

- Saudi Aviation strategy aims to double the sector's contribution to country's GDP to USD 75.0bn by FY30, from current USD 21.0bn. This in turn would create 1.2mn direct jobs and 2.0mn indirect jobs. (Source: Argaam)
- Saudi Arabia targets to add more than 70.0mn tourists in FY22. Tourist visits in KSA in Q1-22 increased 130.0% as compared to Q4-19. (Source: Argaam)

Major Corporate News

- Retal Urban Development announced to offer 12.0mn shares on Tadawul, which represents 30.0% of company's capital. The company is engaged in business of construction, real estate activities with total capital of SAR 400.0mn. The book-building process will run from May 25 to May 31, 2022. (Source: Argaam)
- Al Othaim Investment Co. announced its intention to float 30.0mn shares or 30.0% of its share capital on Tadawul. (Source: Argaam)
- Zahrat Al Waha for Trading Co's shareholders approved the increase in company's capital by 50.0% through 1 for 2 bonus issue, which corresponds to SAR 225.0mn. (Source: Argaam)
- Jarir Marketing's board of directors announced 20.5% cash dividend at SAR 2.1 per share for Q1-22. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange remained flat at 13,814.9. The value traded stood at SAR 11.6bn (up 75.0% over previous day), while the advance-decline ratio stood at 102/105. The parallel market index decreased 0.3% to 23,475.8 points. The value traded stood at SAR 26.2mn (down 23.3% over previous day). Most sectors in the main market ended in the green. Telecom and Food & Beverages (up 2.6% and 2.0%, respectively) advanced the most; Insurance and Commercial Service (down 1.3% and 1.2%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

| Company | Q1-22 | Q1-21 | Y/Y % | Q4-21 | Q/Q % |
|----------------------|---------|--------|-------|---------|-------|
| SIIG | 235.0 | 305.0 | -23.0 | 122.0 | 92.6 |
| SABIC Agri-Nutrients | 2,513.0 | 423.0 | 494.1 | 2,764.0 | -9.1 |
| AMLAKE | 27.1 | 25.2 | 7.6 | 24.8 | 9.2 |
| Seera Group Holding | -63.0 | -131.0 | NM | -104.0 | NM |
| WAFRAH | 6.2 | -0.2 | NM | -6.4 | NM |
| UACC | 13.8 | 31.0 | -55.4 | 16.1 | -13.9 |

Top Gainers

| Company | Price | Change% |
|----------------|-------|---------|
| ATHEEB TELECOM | 55.1 | 10 |
| SHAKER | 19.88 | 5.2 |
| ALABDULLATIF | 23 | 3.4 |
| CITY CEMENT | 28.4 | 3.3 |
| STC | 119.2 | 3.1 |

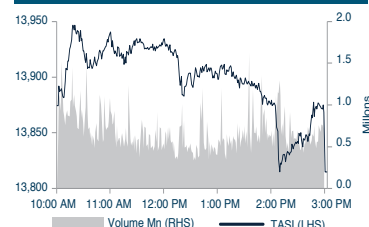
Top Losers

| Company | Price | Change% |
|----------------|-------|---------|
| SIECO | 388.4 | -9.9 |
| ALLIANZ SF | 20.5 | -5.6 |
| SALAMA | 13 | -5.1 |
| ANB | 33.7 | -4.9 |
| ALINMA TOKIO M | 24.46 | -4.8 |

Saudi Stock Exchange

| Index | Closing | High | Low | Daily Change% | YTD % |
|-------|---------|--------|--------|---------------|-------|
| TASI | 13,815 | 13,949 | 13,813 | 0 | 22.5 |
| NomuC | 23,476 | 23,585 | 23,319 | -0.3 | -9.6 |

TASI movement during session



TASI Ratios

| | |
|----------------------|------|
| P/E* (x) | 24.1 |
| Price-to-Book (x) | 2.8 |
| Dividend Yield (%) | 1.9 |
| Return on Equity (%) | 22.7 |

*Source: Argaam (Excluding Aramco)

| Index | Close | Daily Change% | YTD % | PE (TTM) |
|-----------------------|--------|---------------|-------|----------|
| Energy | 7,039 | 0.2 | 27.6 | 22.3 |
| Materials | 8,362 | -0.7 | 13.9 | 17.8 |
| Capital Goods | 7,244 | -0.9 | -4 | 24.6 |
| Commercial Service | 4,556 | -1.2 | 2.5 | High |
| Transportation | 5,501 | 1 | 5.1 | Neg |
| Consumer Durables | 5,448 | 1.6 | -14.2 | High |
| Consumer Services | 4,748 | -0.7 | 2.3 | Neg |
| Media | 30,507 | 1.2 | 31.2 | 41.2 |
| Retailing | 9,288 | -0.6 | -5.7 | 32.6 |
| Food & Staples | 9,652 | -0.5 | 5.8 | 31.7 |
| Food & Beverages | 5,137 | 2 | 6.2 | High |
| Healthcare | 9,376 | 0.9 | 28.2 | 47.5 |
| Pharma & Bio Tech | 4,683 | 0.4 | -9.8 | High |
| Banks | 16,322 | -0.4 | 33.6 | 27.3 |
| Diversified Financial | 8,278 | 1.3 | 21.2 | 37.1 |
| Insurance | 5,892 | -1.3 | -1.6 | High |
| Telecom | 8,258 | 2.6 | 13.5 | 22.9 |
| Utilities | 7,576 | 1.7 | 27.7 | 14.7 |
| REITs | 4,557 | 0 | -1.2 | High |
| Real Estate | 3,471 | 0.8 | 9.5 | High |
| Software & Services | 34,758 | 0.5 | 21.3 | 37.4 |

Average Index Value

| Average days 5 | Average days 10 | Average days 20 | Average value traded for the month (bn) |
|----------------|-----------------|-----------------|---|
| 13,703 | 13,623 | 13,555 | 9.1 |

Market Statistics

| | Value Traded (SAR bn) | Volumes (mn shares) | No. of Trades ('000) |
|---------------|-----------------------|---------------------|----------------------|
| Current Week | 18.2 | 363.6 | 809.40 |
| Previous week | 38.4 | 765.5 | 1,773.50 |

Top Weighted Companies

| Company | Price | Change% |
|--------------|-------|---------|
| Al Rajhi | 112.6 | 0.2 |
| Saudi Aramco | 45.95 | 0.2 |
| SNB | 79.3 | -2.1 |
| SABIC | 126.8 | -0.9 |
| STC | 119.2 | 3.1 |



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi decreased 2.0% and 0.7%, respectively. Oman and Kuwait increased 0.5% and 0.1%, respectively. Egypt, Bahrain and Qatar declined 1.8%, 0.7% and 0.3%, respectively.
- US inflation outlook over the next year fell to 6.3% in April, a decrease of 0.3% from the record-high in March. Consumer estimates for gas prices fell to 5.2%, a decline of 4.4%, as oil prices edged lower in April. (Source: CNBC)
- Eurozone investor confidence dropped to 22.6 in May from 18.0 in April due to expectations of economy moving towards recession following the Russia-Ukraine war. (Source: RTT news)
- Japan's household spending jumped 4.1% M/M in March (consensus: a rise of 2.2%), following 2.8% decline in February. On Y/Y basis, spending fell 2.3% (consensus: a fall of 2.8% Y/Y) after an increase of 1.1% in February. (Source: Econoday, RTT news)
- Oil prices plunged 5.7%, as US dollar hit 20-year high led by anticipation of further rate hike by the US Federal Reserve.
- Gold prices fell 1.6%, as stronger US dollar and rising bonds yields weighed on demand for the yellow metal.

Forex / Currency

| Currency | Close | Daily Change% | MTD % | YTD % |
|----------------|-------|---------------|-------|-------|
| Dollar Index | 103.7 | 0.0 | 0.7 | 8.3 |
| Euro | 1.1 | 0.1 | 0.2 | -7.1 |
| Japanese Yen | 130.3 | -0.2 | 0.5 | 13.2 |
| Sterling Pound | 1.2 | -0.1 | -1.9 | -8.9 |
| Chinese Yuan | 6.8 | 0.6 | 1.7 | 6.3 |
| Indian Rupee | 77.5 | 0.7 | 1.3 | 4.2 |
| UAE Dirham | 3.7 | 0.0 | 0.0 | 0.0 |
| Qatari Rial | 3.7 | 0.0 | 0.0 | -0.4 |
| Kuwaiti Dinar | 0.3 | 0.1 | 0.1 | 1.5 |
| Omani Rial | 0.4 | 0.0 | 0.0 | 0.0 |
| Bahraini Dinar | 0.4 | 0.0 | 0.0 | 0.0 |
| Egyptian Pound | 18.5 | 0.1 | 0.0 | 17.7 |

Corporate Calendar

| Date | Company | Event |
|----------------------|----------|----------------------------|
| 10 th May | JARIR | EGM |
| 10 th May | Bawan | OGM |
| 10 th May | UACC | OGM |
| 10 th May | ALARABIA | EGM |
| 10 th May | MOBI | Cash Dividend Distribution |
| 11 th May | CHEMICAL | OGM |

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

| Market | Close | Daily Change% | MTD % | YTD % | P/E |
|-----------------|--------|---------------|-------|-------|------|
| Dubai (DFM) | 3,622 | -2 | -2.7 | 13.3 | 16.2 |
| Abu Dhabi (ADX) | 10,004 | -0.7 | -1 | 17.9 | 22 |
| Kuwait (KSE) | 6,427 | 0.1 | 0.6 | 9.2 | 10.9 |
| Qatar (QE) | 13,513 | -0.3 | -0.6 | 16.2 | 16.1 |
| Oman (MSM) | 4,174 | 0.5 | 0.4 | 1.1 | 10.8 |
| Bahrain (BSE) | 2,028 | -0.7 | -1.4 | 12.8 | 8.8 |
| Egypt (EGX30) | 10,907 | -1.8 | -1.3 | -8.7 | 6.3 |

International Markets

| Index | Close | Daily Change% | MTD % | YTD % | P/E |
|--------------------------|--------|---------------|-------|-------|------|
| Dow Jones | 32,246 | -2.0 | -2.2 | -11.3 | 17.3 |
| Nasdaq | 12,188 | -4.0 | -5.2 | -25.3 | 25.8 |
| S&P 500 | 3,991 | -3.2 | -3.4 | -16.3 | 20.1 |
| FTSE 100 | 7,217 | -2.3 | -4.3 | -2.3 | 17.3 |
| Germany DAX 30 | 13,381 | -2.1 | -5.1 | -15.8 | 12.6 |
| France CAC 40 | 6,086 | -2.8 | -6.9 | -14.9 | 13.5 |
| Japan Nikkei 225 | 26,319 | -2.5 | -2.0 | -8.6 | 14.3 |
| Russia MOEX | 2,393 | 0.0 | -2.1 | -36.8 | 4.0 |
| Hong Kong Hang Seng | 20,002 | 0.0 | -5.2 | -14.5 | 7.0 |
| South Korea KOSPI | 2,611 | -1.3 | -3.1 | -12.3 | 10.9 |
| China Shanghai Composite | 3,004 | 0.1 | -1.4 | -17.5 | 12.1 |
| Australia ASX 200 | 7,121 | -1.2 | -4.2 | -4.4 | 16.9 |
| India Sensex | 54,471 | -0.7 | -4.5 | -6.5 | 22.4 |
| MSCI EM | 1,015 | -1.6 | -5.7 | -17.6 | 11.4 |
| MSCI World | 2,672 | -3.3 | -4.4 | -17.3 | 17.6 |

Commodity Markets

| Commodity | Price | Daily Change% | MTD % | YTD % |
|---------------------------|---------|---------------|-------|-------|
| Arab Light Crude (\$/bbl) | 113.0 | 0.0 | 0.0 | 42.6 |
| Brent Crude (\$/bbl) | 105.9 | -5.7 | -3.1 | 36.2 |
| Texas crude (\$/bbl) | 103.1 | -6.1 | -1.5 | 37.1 |
| Natural Gas (\$/mmbtu) | 7.0 | -12.6 | -3.0 | 99.3 |
| Gold (\$/oz) | 1,854.2 | -1.6 | -2.3 | 1.4 |
| Silver (\$/oz) | 21.8 | -2.5 | -4.3 | -6.5 |
| Steel (\$/ton) | 1,365.0 | -0.9 | -2.5 | -4.9 |
| Iron Ore (CNY/MT) | 967.0 | -0.5 | 2.4 | 41.4 |
| Wheat (\$/bu) | 1,092.8 | -1.4 | 3.5 | 42.9 |
| Corn (\$/bu) | 772.0 | -1.6 | -5.1 | 30.1 |
| Sugar (\$/lb) | 18.7 | -2.6 | -2.6 | 1.5 |
| SMP* (EUR/MT) | 4,200.0 | 0.0 | 5.0 | 24.8 |

*SMP: Skimmed Milk Powder

Interbank Rates

| Region | Rate* | Daily Change(bps) | MTD (bps) | YTD (bps) |
|-----------------------|-------|-------------------|-----------|-----------|
| USD LIBOR | 1.40 | 0.00 | 0.07 | 1.19 |
| Saudi Arabia (SAIBOR) | 2.51 | 0.03 | 1.72 | 1.61 |
| UAE (EIBOR) | 1.45 | 0.00 | 0.11 | 1.08 |
| Kuwait (KSE) | 1.81 | 0.00 | 0.31 | 0.31 |
| Bahrain (BHIBOR) | 2.57 | 0.00 | 1.24 | 1.05 |

Data Sources: Tadawul, Bloomberg, Reuters

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

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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.

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