



Major Economic News

- Saudi cement sales declined 23.0% to 3.0mn tons in April 2022 from 4.0mn tons in April 2021. The drop was due Ramadan season in whole of April 2022 as compared to only 15 days in April 2021. Out of 17, 15 companies recorded decline in sales led by Northern region cement with 56.0% Y/Y followed by decline in Riyadh cement's sales by 50.0% Y/Y. (Source: Argaam)
- The point-of-sale transactions amounted to SAR 8.4bn in the week ending May 7, compared to SAR 16.0bn in the previous week. Data showed that a total of 120.2mn transactions were processed last week. (Source: Argaam)

Major Corporate News

- Jarir Marketing Co. sold its building consisting of residential, commercial, office spaces and Jarir's bookstore showroom for SAR 178.0mn to Riyadh Capital's funds. The company recorded capital gains of SAR 10.0mn on sale and will lease back the showroom for 25 years. (Source: Argaam)
- Al Moammar Information Systems Co. signed a contract with SAR 25.1mn with General Office of the Presidency of State Security to operate and maintain the latter's main data center. The deal is expected to have positive impact on company's Q3-22 results. (Source: Argaam)
- Pengerang Refining and Petrochemical (PrefChem), equally owned by Saudi Aramco and Petronas restarted after more than two-year closure. PrefChem has a 300,000 bpd refinery and 1.2 mtpa steam cracker. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 1.0% to 13,379.1. The value traded stood at SAR 8.7bn (down 8.2% over previous day), while the advance-decline ratio stood at 80/123. The parallel market index decreased 1.8% to 22,674.1 points. The value traded stood at SAR 34.6mn (up 25.0% over previous day). Most sectors in the main market ended in the red. Food & Beverages and Utilities (up 1.4% and 1.0%, respectively) advanced the most; Healthcare & Banks (down 1.7% and 1.3%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q1-22	Q1-21	Y/Y %	Q4-21	Q/Q %
Takween Advanced Industries	-9.0	2.2	NM	-28.4	NM
Herfy Foods	28.4	25.5	11.5	48.6	-41.6
Aldawaa Medical Services	87.1	78.8	10.5	69.1	26.1
SABIC	6,470	4,860	33.1	4,970	30.2

Top Gainers

Company	Price	Change%
SIECO	416.0	4.8
GACO	22.4	4.6
SAVOLA GROUP	36.8	2.4
THEEB	64.7	2.2
ELM	270.0	2.2

Top Losers

Company	Price	Change%
AXA COOPERATIVE	33.0	-8
MOUWASAT	222.4	-6.6
UCA	28.0	-6.5
OASIS	55.3	-3.8
ASTRA INDUSTRIAL	48.9	-3.7

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	13,379	13,595	13,378	-1	18.6
NomuC	22,674	23,186	22,663	-1.8	-12.7

TASI movement during session



TASI Ratios

P/E* (x)	23
Price-to-Book (x)	2.7
Dividend Yield (%)	2
Return on Equity (%)	22.8

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	6,972	-0.9	26.4	22.1
Materials	8,124	-1.2	10.6	17.2
Capital Goods	7,211	0	-4.4	24.4
Commercial Service	4,524	0.3	1.8	High
Transportation	5,423	0	3.6	Neg
Consumer Durables	5,374	0.3	-15.4	High
Consumer Services	4,682	-0.5	0.9	Neg
Media	29,843	-1.1	28.3	40.2
Retailing	9,160	-1.2	-7	32.2
Food & Staples	9,623	0.7	5.5	31.4
Food & Beverages	5,233	1.4	8.2	High
Healthcare	9,071	-1.7	24	46.6
Pharma & Bio Tech	4,730	-0.8	-8.9	High
Banks	15,496	-1.3	26.8	25.9
Diversified Financial	8,317	-0.7	21.8	37.1
Insurance	5,832	-0.3	-2.6	High
Telecom	7,913	-0.9	8.7	21.9
Utilities	7,567	1	27.5	14.7
REITs	4,516	-0.4	-2.1	High
Real Estate	3,412	-0.7	7.6	High
Software & Services	34,580	0.3	20.7	37

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
13,651	13,595	13,577	9.08

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	36.3	713	1,586.50
Previous week	38.4	765.5	1,773.50

Top Weighted Companies

Company	Price	Change%
Al Rajhi	107.2	-0.7
Saudi Aramco	45.5	-1
SNB	77.1	-1
SABIC	123.0	-2.5
STC	113.4	-1



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi decreased 1.9% and 1.2%, respectively. Bahrain, Egypt, Qatar and Oman increased 1.2%, 0.4%, 0.2% and 0.1%, respectively. Meanwhile, Kuwait declined 1.4%.
- According to EIA, oil inventories in the US rose 8.5mn barrels (prior: up 1.3mn) to 424.2mn in the week ended May 6. Gasoline inventories decreased 3.6mn barrels (prior: down 2.2mn) to 225.0mn, while distillate inventories fell 0.9mn barrels (prior: down 2.3mn) to 104.0mn. (Source: EIA, Econoday)
- US CPI increased 0.3% M/M in April (consensus: 0.2%) as compared to an increase of 1.2% M/M in March. On Y/Y basis, CPI rose 8.3% in April (consensus: 8.1% increase) compared with an increase of 8.5% in March. (Source: Econoday)
- Japan recorded an increase of 2.8% Y/Y in current account surplus to JPY 2.5tn in March. Exports and imports surged 15.7% Y/Y to JPY 8.5tn and 36.6% to JPY 8.6tn, respectively. (Source: RTT news)
- Oil prices surged 4.9% due to higher-than-expected increase in US oil inventories, coupled with reduction in Russia's gas supply to Europe.
- Gold prices advanced 0.8%, as US dollar slipped on account of slight slowdown in US consumer prices.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	103.8	-0.1	0.9	8.5
Euro	1.1	-0.2	-0.3	-7.5
Japanese Yen	130.0	-0.4	0.2	12.9
Sterling Pound	1.2	-0.5	-2.6	-9.5
Chinese Yuan	6.8	0.2	1.9	6.4
Indian Rupee	77.2	-0.1	1.1	3.9
UAE Dirham	3.7	0.0	0.0	0.0
Qatari Rial	3.7	-0.0	-0.1	-0.5
Kuwaiti Dinar	0.3	-0.0	0.1	1.4
Omani Rial	0.4	-0.1	-0.1	-0.1
Bahraini Dinar	0.4	-0.0	-0.0	-0.0
Egyptian Pound	18.4	-0.5	-0.6	17.0

Corporate Calendar

Date	Company	Event
12 th May	AlJouf	OGM
12 th May	ACC	Cash Dividend Distribution
12 th May	APC	EGM
12 th May	SISCO	OGM
12 th May	ARDCO	EGM
12 th May	Extra	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,529	-1.9	-5.2	10.4	15.5
Abu Dhabi (ADX)	9,795	-1.2	-3.1	15.4	21.5
Kuwait (KSE)	6,285	-1.4	-1.6	6.8	10.6
Qatar (QE)	13,471	0.2	-0.9	15.9	16
Oman (MSM)	4,159	0.1	0	0.7	10.8
Bahrain (BSE)	2,012	1.2	-2.2	11.9	8.8
Egypt (EGX30)	10,856	0.4	-1.7	-9.1	6.2

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	31,834	-1.0	-3.5	-12.4	17.1
Nasdaq	11,968	-3.1	-6.9	-26.7	25.3
S&P 500	3,935	-1.6	-4.8	-17.4	19.7
FTSE 100	7,348	1.4	-2.6	-0.5	17.6
Germany DAX 30	13,829	2.2	-1.9	-12.9	12.8
France CAC 40	6,270	2.5	-4.0	-12.3	14.1
Japan Nikkei 225	26,214	0.2	-2.4	-9.0	13.8
Russia MOEX	2,387	0.0	-2.4	-37.0	4.0
Hong Kong Hang Seng	19,825	1.0	-6.0	-15.3	7.1
South Korea KOSPI	2,592	-0.2	-3.8	-12.9	10.8
China Shanghai Composite	3,059	0.8	0.4	-16.0	12.4
Australia ASX 200	7,065	0.2	-5.0	-5.1	16.6
India Sensex	54,088	-0.5	-5.2	-7.2	21.9
MSCI EM	1,011	0.4	-6.0	-17.9	11.4
MSCI World	2,653	-0.9	-5.1	-17.9	17.3

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	113.0	0.0	0.0	42.6
Brent Crude (\$/bbl)	107.5	4.9	-1.7	38.2
Texas crude (\$/bbl)	105.7	6.0	1.0	40.6
Natural Gas (\$/mmbtu)	7.6	3.5	5.5	116.7
Gold (\$/oz)	1,852.4	0.8	-2.3	1.3
Silver (\$/oz)	21.6	1.4	-5.3	-7.4
Steel (\$/ton)	1,390.0	2.0	-0.7	-3.1
Iron Ore (CNY/MT)	992.5	5.8	5.1	45.1
Wheat (\$/bu)	1,113.0	1.9	5.4	45.6
Corn (\$/bu)	788.5	1.7	-3.1	32.9
Sugar (\$/lb)	18.6	0.1	-3.1	0.9
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	0.06	1.19
Saudi Arabia (SAIBOR)	2.61	0.09	1.81	1.70
UAE (EIBOR)	1.42	-0.03	0.08	1.05
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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RESEARCH
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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.
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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.
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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