



Major Economic News

- Prince Alwaleed bin Talal signed an agreement to sell 16.9% stake in Kingdom Holding which is equivalent to 625.0mn shares to PIF. Post completion of deal Prince Alwaleed's share will become 78.1%. (Source: Argaam)

Major Corporate News

- Saudi Telecommunication Co. (STC) signed a JV agreement with a number of companies to set up a cloud computing services firm. The limited liability company is planned to be set up in Saudi Arabia and capitalized at SAR 894.0mn. STC's share will amount to SAR 491.7mn. (Source: Argaam)
- Mouwasat Medical Services Co. announced signing an MoU to purchase 100.0% stake in Al-Marasem International Hospital in Egypt. The value of transaction will be determined after completion of due diligence. (Source: Argaam)
- Arabian Pipes Co. signed a contract worth SAR 100.0mn with Saudi Aramco to supply steel pipes over 10 months. The financial impact is expected to appear in Q1-23 and Q2-23. (Source: Argaam)
- Saudi AZM for Communication and Information Technology Co. announced signing a contract with Ministry of Communications and Information Technology. The contract value exceeds 25.0% of the former's FY21 revenue. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 0.7% to 12,334.9 on Sunday. The value traded stood at SAR 12.8bn (up 49.7% over previous day), while the advance-decline ratio stood at 56/150. The parallel market index decreased 0.8% to 22,329.2 points. The value traded stood at SAR 17.3mn (down 42.3% over previous day). Most sectors in the main market ended in the red. Diversified Financials and Healthcare (up 1.5% and 1.3%, respectively) advanced the most; Commercial Service and Transportation (down 5.3% and 2.1%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q1-22	Q1-21	Y/Y %	Q4-21	Q/Q %
Medgulf	-55.4	9.1	NM	-130.6	NM
TADCO	-10.1	-1.3	NM	-33.2	NM
SIDC	-4.8	-1.7	NM	-12.7	NM
Farm Superstores	6.2	4.3	44.9	8.5	-27.4
Aseer	10.2	-1.4	NM	-34.8	NM
SAPTCO	-2.1	-54.4	NM	-67.6	NM
Batic Investments	0.8	-3.2	NM	-10.0	NM
Al Abdullatif	-12.1	-4.4	NM	-37.8	NM
BinDawood	65.5	62.1	5.4	13.2	395.3

Top Gainers

Company	Price	Change%
KINGDOM	9.99	9.9
ARAB SEA	180.80	5.9
GACO	23.24	5.7
UCA	30.85	4.9
LAZURDE	16.94	4.6

Top Losers

Company	Price	Change%
BURUJ	21.42	-10
AMANA INSURANCE	26.10	-10
SIECO	87.60	-10
MAHARAH	68.70	-10
SALAMA	11.58	-10

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,335	12,540	12,244	-0.7	9.3
NomuC	22,329	22,682	22,152	-0.8	-14

TASI movement during session



TASI Ratios

P/E* (x)	21
Price-to-Book (x)	2.5
Dividend Yield (%)	2.1
Return on Equity (%)	24.6

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	6,585	-1.4	19.4	20.9
Materials	7,703	0.2	4.9	16.3
Capital Goods	7,199	-1.3	-4.6	24.5
Commercial Service	4,074	-5.3	-8.3	High
Transportation	4,870	-2.1	-7.0	Neg
Consumer Durables	5,104	-0.3	-19.6	High
Consumer Services	4,377	-1.0	-5.7	Neg
Media	28,527	-1.4	22.7	38.6
Retailing	8,654	-0.9	-12.1	30.4
Food & Staples	9,453	-1.1	3.6	30.7
Food & Beverages	5,070	0.1	4.8	High
Healthcare	9,334	1.3	27.6	49.1
Pharma & Bio Tech	4,314	-0.9	-16.9	High
Banks	13,787	-1.0	12.8	23.1
Diversified Financial	8,157	1.5	19.4	37.6
Insurance	5,376	-1.5	-10.3	High
Telecom	7,344	1.0	0.9	20.4
Utilities	6,521	-1.7	9.9	12.6
REITs	4,455	-0.6	-3.4	High
Real Estate	3,136	-1.4	-1.1	High
Software & Services	32,508	-1.1	13.5	34.8

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
12,616	12,977	13,296	9.34

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	12.8	784.7	346.1
Previous week	43.4	903	2,043.20

Top Weighted Companies

Company	Price	Change%
Al Rajhi	39.20	-1.4
SNB	92.90	-0.6
Saudi Aramco	68.00	-2.6
SABIC	119.00	-0.3
STC	105.60	0.6



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi remained closed. Qatar rose 0.1%, while Bahrain and Egypt declined 0.8% each. Meanwhile, Oman and Kuwait fell 0.4% and 0.2%, respectively.
- UK retail sales expanded 1.4% M/M (consensus: a fall of 0.2%) in April, from a revised decline of 1.2% M/M in March. Food stores sales volumes increased 2.8% M/M in April, while non-food stores sales volumes fell 0.6%. Automotive fuel sales volumes edged up 1.4% M/M in April, following a decline of 4.2% M/M in March. Retail sales excluding auto fuel increased 1.4% M/M in April. (Source: RTT news)
- Eurozone recorded current account deficit of EUR 2.0bn in March versus a surplus of EUR 16.0bn in February. (Source: RTT news)
- China's central bank lowered lending rates on long-term loans to cushion the lending to property market. Five-year loan prime rate or benchmark for mortgage rates was reduced by 15 bps to 4.45% from 4.60%, indicating second reduction for the year. (Source: RTT news)
- Japan's CPI rose 2.5% Y/Y (consensus: a rise of 2.4%) in April as compared to increase of 1.2% Y/Y in March. Core CPI increased 2.1% Y/Y versus a rise of 0.8% Y/Y in March. On M/M basis, overall inflation increased 0.4% in April. (Source: RTT news)

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	103.15	0.0	0.2	7.8
Euro	1.06	0.0	0.2	-7.1
Japanese Yen	127.88	0.0	-1.4	11.1
Sterling Pound	1.25	0.0	-0.7	-7.8
Chinese Yuan	6.70	0.0	0.9	5.4
Indian Rupee	77.55	0.0	1.5	4.3
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.66	0.0	0.0	-0.5
Kuwaiti Dinar	0.31	0.0	-0.1	1.2
Omani Rial	0.38	0.0	-0.0	-0.0
Bahraini Dinar	0.38	0.0	0.0	-0.0
Egyptian Pound	18.28	0.0	-1.2	16.3

Corporate Calendar

Date	Company	Event
23 rd May	Etihad Etisalat	OGM
23 rd May	ALRAJHI TAKAFUL	OGM
23 rd May	Wala	OGM
23 rd May	TADAWUL GROUP	Cash Dividend Distribution
23 rd May	Riyadh Cement	OGM
23 rd May	FITNESS TIME	Cash Dividend Distribution

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,393	0.0	-8.8	6.2	13.8
Abu Dhabi (ADX)	9,934	0.0	-1.7	17.0	21.2
Kuwait (KSE)	6,030	-0.2	-5.6	2.4	9.5
Qatar (QE)	12,741	0.1	-6.2	9.6	15.1
Oman (MSM)	4,140	-0.4	-0.4	0.3	10.7
Bahrain (BSE)	1,906	-0.8	-7.3	6.0	7.4
Egypt (EGX30)	10,463	-0.8	-5.3	-12.4	6

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	31,262	0.0	-5.2	-14.0	16.8
Nasdaq	11,836	0.0	-7.9	-27.5	25.0
S&P 500	3,901	0.0	-5.6	-18.1	19.5
FTSE 100	7,390	0.0	-2.0	0.1	16.9
Germany DAX 30	13,982	0.0	-0.8	-12.0	12.6
France CAC 40	6,285	0.0	-3.8	-12.1	14.2
Japan Nikkei 225	26,739	0.0	-0.4	-7.1	19.1
Russia MOEX	2,373	0.0	-2.9	-37.3	4.0
Hong Kong Hang Seng	20,717	0.0	-1.8	-11.5	7.4
South Korea KOSPI	2,639	0.0	-2.1	-11.4	11.3
China Shanghai Composite	3,147	0.0	3.3	-13.6	12.7
Australia ASX 200	7,146	0.0	-3.9	-4.0	17.0
India Sensex	54,326	0.0	-4.8	-6.7	22.1
MSCI EM	1,035	0.0	-3.8	-16.0	11.7
MSCI World	2,656	0.0	-5.0	-17.8	17.5

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	113.71	0.0	3.1	47.8
Brent Crude (\$/bbl)	112.55	0.0	2.9	44.7
Texas crude (\$/bbl)	113.23	0.0	8.2	50.6
Natural Gas (\$/mmbtu)	8.08	0.0	11.6	129.3
Gold (\$/oz)	1,846.50	0.0	-2.7	0.9
Silver (\$/oz)	21.78	0.0	-4.4	-6.6
Steel (\$/ton)	1,385.00	0.0	-1.1	-3.5
Iron Ore (CNY/MT)	939.50	0.0	-0.5	37.4
Wheat (\$/bu)	1,168.75	0.0	10.7	52.9
Corn (\$/bu)	778.75	0.0	-4.3	31.2
Sugar (\$/lb)	19.95	0.0	4.2	8.5
SMP* (EUR/MT)	4,050.00	0.0	1.2	20.4

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	1.51	0.0	0.2	1.3
Saudi Arabia (SAIBOR)	2.73	0.1	1.9	1.8
UAE (EIBOR)	1.56	0.0	0.2	1.2
Kuwait (KSE)	1.88	0.0	0.4	0.4
Bahrain (BHIBOR)	2.59	0.0	1.3	1.1

Data Sources: Tadawul, Bloomberg, Reuters

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

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RESEARCH
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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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