



## Major Economic News

- According to the World Bank, Saudi Arabia's economy is expected to accelerate at 7.0% in FY22, supported by stronger oil output, growth in non-oil sectors backed by stronger consumption, a rebound in tourism and local capital expenditure. (Source: Argaam)

## Major Corporate News

- Saudi German Health's board of directors have approved to enter as an investor partner in Sobhi Abdul Jalil Batterjee Medical Hospital in Jeddah. (Source: Argaam)
- Saudi Developer ROSHN announced a second integrated residential community project, Al-Arous in Jeddah. The project comprises of 18,000 residential units. (Source: Argaam)
- Gulf Union Al Ahlia Cooperative Insurance Co. obtained the final approval from SAMA on the company's product for insurance on domestic worker employment contracts. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange decreased 0.8% to 12,235.9. The value traded stood at SAR 7.5bn (down 41.5% over previous day), while the advance-decline ratio stood at 62/139. The parallel market index increased 0.2% to 22,363.4 points. The value traded stood at SAR 30.1mn (up 73.3% over previous day). Most sectors in the main market ended in the red. Diversified Financials and Utilities (up 2.2% and 1.3%, respectively) advanced the most; Commercial Services and Food & beverages (down 3.9% and 3.0%, respectively) led the laggards.

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

Company	Q1-22	Q1-21	Y/Y %	Q4-21	Q/Q %
JAZADCO	3.6	2.0	75.8	1.5	132.6
DWF	-2.3	0.2	NM	-1.1	NM
MESC	0.1	0.9	-88.9	-17.2	NM
SATORP	1.4	-0.6	NM	0.3	467.1
ALBABTAIN	8.7	15.5	-43.9	7.4	17.6
ACIG	-29.6	3.4	NM	-75.6	-60.9
ALAKARIA	-29.4	-4.6	NM	92.6	NM
SALAMA	-6.8	0.1	NM	-68.5	NM
NGC	3.2	14.2	-77.4	-5.1	NM
ALHOKAIR GROUP	-31.4	-60.1	NM	-47.7	NM
Maadaniyah	-7.1	-7.1	NM	-8.4	NM
SARCO	-0.7	0.2	NM	-1.6	NM
AlKhaleej Training	-5.1	-7.6	NM	20.4	NM
Equipment House	16.8	18.7	-10.2	18.3	-8.2
MIS	4.6	9.3	-50.5	9.6	-52.1
GACO	-0.5	0.0	NM	1.5	NM

## Top Gainers

Company	Price	Change%
SIECO	96.30	9.9
FARM SUPERSTORES	25.50	9.8
KINGDOM	10.94	9.5
SALAMA	12.42	7.3
DAR ALARKAN	10.96	6.0

## Top Losers

Company	Price	Change%
ARAB SEA	167.60	-7.3
GULF UNION ALAHLIA	10.20	-6.3
ALMARAI	50.10	-4.8
ELM	243.00	-4.7
BUPA ARABIA	154.00	-4.6

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,236	12,457	12,179	-0.8	8.5
NomuC	22,363	22,454	22,191	0.2	-13.9

## TASI movement during session



## TASI Ratios

P/E* (x)	20.8
Price-to-Book (x)	2.5
Dividend Yield (%)	2.2
Return on Equity (%)	24.6

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	6,630	0.7	20.2	21
Materials	7,564	-1.8	3.0	16
Capital Goods	7,241	0.6	-4.0	24.6
Commercial Service	3,916	-3.9	-11.9	High
Transportation	4,879	0.2	-6.8	Neg
Consumer Durables	5,085	-0.4	-19.9	High
Consumer Services	4,360	-0.4	-6.0	Neg
Media	28,045	-1.7	20.6	38
Retailing	8,452	-2.3	-14.2	29.7
Food & Staples	9,415	-0.4	3.2	30.4
Food & Beverages	4,917	-3.0	1.7	High
Healthcare	9,180	-1.6	25.5	48.3
Pharma & Bio Tech	4,274	-0.9	-17.7	High
Banks	13,652	-1.0	11.7	22.9
Diversified Financial	8,338	2.2	22.1	39.7
Insurance	5,250	-2.3	-12.4	High
Telecom	7,281	-0.9	0.0	20.2
Utilities	6,604	1.3	11.3	12.8
REITs	4,464	0.2	-3.2	High
Real Estate	3,162	0.8	-0.3	High
Software & Services	31,534	-3.0	10.1	34

## Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
12,480	12,819	13,221	9.18

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	20.2	963.6	711.4
Previous week	43.4	903	2,043.20

## Top Weighted Companies

Company	Price	Change%
Saudi Aramco	39.50	0.8
Al Rajhi	90.80	-2.3
SNB	68.00	0.0
SABIC	115.00	-3.4
STC	104.40	-1.1



## Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi decreased 2.5% and 2.2%, respectively. Qatar and Egypt rose 1.4% and 0.5% respectively; while Kuwait, Bahrain and Oman declined 0.8%, 0.6% and 0.2%, respectively.
- China plans to broaden tax credit rebates, postpone social security payments, and loan repayments. The country also intends to roll out new investment projects and take other measures to support the economy hit by COVID-19 outbreaks. (Source: Investing.com)
- Japan manufacturing PMI fell to 53.2 in May compared to 53.5 in April. Both output and new order growth slowed to a marginal pace that was the weakest for three months. Supply chain pressures increased as delivery times lengthened. The services PMI increased to 51.7 in May from 50.7 in April, while the composite PMI edged up to 51.4 from 51.1. (Source: RTT news)
- Oil prices increased 0.8% driven by demand optimism ahead of peak driving season in the US. However, concerns about limited demand from China and economic slowdown in the US restricted upward movement of crude oil prices.
- Gold prices rose 0.4%, as weakness in US dollar and global economic growth worries boosted demand for the safe-haven metal.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	102.08	-1.0	-0.9	6.7
Euro	1.07	1.2	1.4	-6.0
Japanese Yen	127.90	0.0	-1.4	11.1
Sterling Pound	1.26	0.9	0.1	-7.0
Chinese Yuan	6.66	-0.6	0.3	4.8
Indian Rupee	77.52	-0.0	1.4	4.3
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.66	0.1	0.1	-0.4
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	18.39	0.6	-0.5	17.0

## Corporate Calendar

Date	Company	Event
24 <sup>th</sup> May	SSP	OGM
24 <sup>th</sup> May	Enaya	OGM
24 <sup>th</sup> May	Nahdi	OGM
24 <sup>th</sup> May	AWPT	OGM
25 <sup>th</sup> May	TADCO	OGM
25 <sup>th</sup> May	Jarir	Cash Dividend Distribution

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,307	-2.5	-11.1	3.5	13.4
Abu Dhabi (ADX)	9,717	-2.2	-3.8	14.5	20.9
Kuwait (KSE)	5,984	-0.8	-6.3	1.7	9.5
Qatar (QE)	12,925	1.4	-4.9	11.2	15.1
Oman (MSM)	4,133	-0.2	-0.6	0.1	10.7
Bahrain (BSE)	1,894	-0.6	-7.9	5.4	7.3
Egypt (EGX30)	10,515	0.5	-4.8	-12	6

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	31,880	2.0	-3.3	-12.3	17.1
Nasdaq	12,034	1.7	-6.4	-26.3	25.4
S&P 500	3,974	1.9	-3.8	-16.6	19.9
FTSE 100	7,513	1.7	-0.4	1.7	17.2
Germany DAX 30	14,175	1.4	0.5	-10.8	12.7
France CAC 40	6,359	1.2	-2.7	-11.1	14.4
Japan Nikkei 225	27,002	1.0	0.6	-6.2	19.0
Russia MOEX	2,302	-3.0	-5.9	-39.2	3.9
Hong Kong Hang Seng	20,470	-1.2	-2.9	-12.5	7.4
South Korea KOSPI	2,647	0.3	-1.8	-11.1	11.2
China Shanghai Composite	3,147	0.0	3.3	-13.5	12.6
Australia ASX 200	7,149	0.0	-3.8	-4.0	17.0
India Sensex	54,289	-0.1	-4.9	-6.8	21.9
MSCI EM	1,035	-0.1	-3.9	-16.0	11.6
MSCI World	2,702	1.7	-3.3	-16.4	17.8

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	111.77	-1.7	1.3	45.2
Brent Crude (\$/bbl)	113.42	0.8	3.7	45.8
Texas crude (\$/bbl)	110.29	-2.6	5.3	46.6
Natural Gas (\$/mmbtu)	8.74	8.2	20.7	148.1
Gold (\$/oz)	1,853.59	0.4	-2.3	1.3
Silver (\$/oz)	21.79	0.1	-4.3	-6.5
Steel (\$/ton)	1,385.00	0.0	-1.1	-3.5
Iron Ore (CNY/MT)	966.00	2.8	2.3	41.2
Wheat (\$/bu)	1,190.00	1.8	12.7	55.7
Corn (\$/bu)	786.25	1.0	-3.3	32.5
Sugar (\$/lb)	19.77	-0.9	3.2	7.5
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)	2.78	0.0	2.0	1.9
UAE (EIBOR)	1.52	-0.0	0.2	1.2
Kuwait (KSE)	1.88	0.0	0.4	0.4
Bahrain (BHIBOR)	2.60	0.0	1.3	1.1

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.
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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