



Major Economic News

- A new FinTech Strategy has been included as a new pillar in the Saudi Vision 2030's Financial Sector Development Program. This strategy aims to aid advancement of the national economy, diversifying sources of income and enabling private sector growth. (Source: Argaam)
- According to the Ministry of Tourism, 62,000 hotel rooms will be added in next four years to boost the tourism sector further, which has recovered from pandemic to pre-COVID levels. (Source: Argaam)

Major Corporate News

- Arabia Insurance Cooperative Co. issued a prospectus to increase capital through offering a 26.5mn rights issue shares worth SAR 265.0mn at SAR 10 per share. Post the issuance of the shares, the capital will reach SAR 530.0mn. The issued funds will be used for expansion activities. (Source: Argaam)
- Retal Urban Development Co. has set the price range of its offering between SAR 112 - SAR 120. The book building period starts on 25th May and will end on 31st May. (Source: Tadawul)
- Saudi Advanced Industries Co. signed a non-binding MoU to acquire up to a 30.0% stake in Wardat Al Mashreq Food Co. (Source: Argaam)
- Ethiad Etisalat Co's shareholders approved paying a cash dividend at 8.5% of capital, or SAR 0.85 per share for FY21. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 0.5% to 12,300.9. The value traded stood at SAR 6.9bn (down 8.1% over previous day), while the advance-decline ratio stood at 117/83. The parallel market index decreased 0.5% to 22,251.0 points. The value traded stood at SAR 26.2mn (down 12.7% over previous day). Most sectors in the main market ended in the red. Utilities and Capital Goods (up 4.6% and 3.1%, respectively) advanced the most; Media and Retailing (down 4.1% and 2.2%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q1-22	Q1-21	Y/Y %	Q4-21	Q/Q %
Amana Insurance	-29.2	-23.3	NM	-35.5	NM
TECO	0.1	-0.1	NM	0.0	NM
APC	-13.2	1.0	NM	-31.2	NM
Saudi Cable	-37.2	-35.9	NM	-92.7	NM
Anaam Holding	2.9	-2.8	NM	-8.6	NM
Jabal Omar	-182.5	-345.3	NM	1,291.0	NM
Jouf Cement	5.6	21.0	73.6	-182.2	NM

Top Gainers

Company	Price	Change%
SIECO	105.80	9.9
SALAMA	13.60	9.5
ARABIAN SHIELD	18.12	8.5
JOUF CEMENT	10.34	6.7
AMAK	92.00	6.6

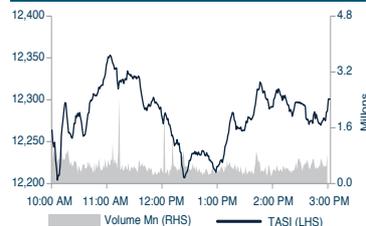
Top Losers

Company	Price	Change%
KINGDOM	10.18	-7.0
ANAAM HOLDING	32.10	-5.6
SRMG	230.80	-4.5
FARM SUPERSTORES	24.40	-4.3
MOUWASAT	208.00	-4.2

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,301	12,355	12,200	0.5	9.0
NomuC	22,251	22,398	22,018	-0.5	-14.3

TASI movement during session



TASI Ratios

P/E* (x)	20.9
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	6,734	1.6	22.1	21.4
Materials	7,544	-0.3	2.7	16
Capital Goods	7,468	3.1	-1.0	25.3
Commercial Service	3,950	0.9	-11.1	High
Transportation	4,910	0.6	-6.2	Neg
Consumer Durables	5,083	0.0	-19.9	High
Consumer Services	4,359	0.0	-6.1	Neg
Media	26,889	-4.1	15.6	36.7
Retailing	8,270	-2.2	-16.0	29.1
Food & Staples	9,391	-0.3	3.0	30.5
Food & Beverages	4,876	-0.8	0.8	High
Healthcare	9,167	-0.1	25.3	48.7
Pharma & Bio Tech	4,294	0.5	-17.3	High
Banks	13,743	0.7	12.4	23.1
Diversified Financial	8,288	-0.6	21.4	38.2
Insurance	5,262	0.2	-12.1	High
Telecom	7,212	-1.0	-0.9	20
Utilities	6,906	4.6	16.4	13.5
REITs	4,454	-0.2	-3.4	High
Real Estate	3,234	2.3	2.0	High
Software & Services	31,345	-0.6	9.4	33.7

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
12,403	12,698	13,161	9.01

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	27.1	1,121.50	1,058.00
Previous week	43.4	903	2,043.20

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	40.15	1.6
Al Rajhi	91.10	0.3
SNB	67.80	-0.3
SABIC	112.40	-2.3
STC	103.60	-0.8



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi decreased 1.5% and 2.5%, respectively. Kuwait, Egypt, Qatar, Oman and Bahrain declined 1.6%, 0.9%, 0.4%, 0.3% and 0.2%, respectively.
- US new homes sales plummeted 16.6% to an annual rate of 591,000 in April (consensus: 750,000) after falling 10.5% to a revised rate of 709,000 in March. (Source: RTT News, Econoday)
- US manufacturing PMI (flash reading) stood at 57.5 in May (consensus: 58.9) as compared to 59.2 in April. Services PMI dropped to 53.5 in May (consensus: 55.3) from 55.6 in the previous month. (Source: Econoday)
- UK manufacturing PMI (flash reading) dropped to 16-month low of 54.6 in May (consensus: 55.2) from 55.8 in the previous month. Services PMI slid to 51.8 in May (consensus: 57.3) from 58.9 a month ago. (Source: RTT news, Econoday)
- Oil prices edged up 0.1%, as higher demand expectations ahead of Memorial Day holiday were partially offset by concerns over recession and China's COVID curbs.
- Gold prices rose 0.7% on account of weaker dollar and lower US treasury yields.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	101.86	-0.2	-1.1	6.5
Euro	1.07	0.4	1.8	-5.6
Japanese Yen	126.83	-0.8	-2.2	10.2
Sterling Pound	1.25	-0.4	-0.3	-7.4
Chinese Yuan	6.66	-0.1	0.3	4.7
Indian Rupee	77.59	0.1	1.5	4.4
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.66	-0.0	0.0	-0.4
Kuwaiti Dinar	0.31	-0.0	-0.2	1.1
Omani Rial	0.39	0.0	0.0	-0.0
Bahraini Dinar	0.38	0.0	0.0	-0.0
Egyptian Pound	18.51	0.6	0.1	17.8

Corporate Calendar

Date	Company	Event
25 th May	TADCO	OGM
25 th May	JARIR	Cash Dividend Distribution
25 th May	ALBABTAIN	Cash Dividend Distribution
25 th May	BCI	OGM
25 th May	UACC	Cash Dividend Distribution
26 th May	FIPCO	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,259	-1.5	-12.4	2.0	13.4
Abu Dhabi (ADX)	9,472	-2.5	-6.3	11.6	20.4
Kuwait (KSE)	5,890	-1.6	-7.8	0.1	9.4
Qatar (QE)	12,875	-0.4	-5.3	10.7	15.3
Oman (MSM)	4,120	-0.3	-0.9	-0.2	10.7
Bahrain (BSE)	1,890	-0.2	-8.1	5.2	7.3
Egypt (EGX30)	10,416	-0.9	-5.7	-12.8	5.7

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	31,929	0.2	-3.2	-12.1	17.2
Nasdaq	11,770	-2.2	-8.4	-27.9	24.8
S&P 500	3,941	-0.8	-4.6	-17.3	19.7
FTSE 100	7,484	-0.4	-0.8	1.4	17.1
Germany DAX 30	13,920	-1.8	-1.3	-12.4	12.5
France CAC 40	6,253	-1.7	-4.3	-12.6	14.1
Japan Nikkei 225	26,748	-0.9	-0.4	-7.1	19.0
Russia MOEX	2,294	-0.4	-6.2	-39.4	3.9
Hong Kong Hang Seng	20,112	-1.7	-4.6	-14.0	7.4
South Korea KOSPI	2,606	-1.6	-3.3	-12.5	11.2
China Shanghai Composite	3,071	-2.4	0.8	-15.6	12.5
Australia ASX 200	7,129	-0.3	-4.1	-4.2	17.0
India Sensex	54,053	-0.4	-5.3	-7.2	21.8
MSCI EM	1,017	-1.7	-5.5	-17.5	11.4
MSCI World	2,680	-0.8	-4.1	-17.1	17.6

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	110.89	-0.8	0.5	44.1
Brent Crude (\$/bbl)	113.56	0.1	3.9	46.0
Texas crude (\$/bbl)	109.77	-0.5	4.9	46.0
Natural Gas (\$/mmbtu)	8.80	0.6	21.4	149.5
Gold (\$/oz)	1,866.45	0.7	-1.6	2.0
Silver (\$/oz)	22.12	1.5	-2.9	-5.1
Steel (\$/ton)	1,385.00	0.0	-1.1	-3.5
Iron Ore (CNY/MT)	961.00	-0.5	1.7	40.5
Wheat (\$/bu)	1,154.75	-3.0	9.4	51.0
Corn (\$/bu)	771.75	-1.8	-5.1	30.0
Sugar (\$/lb)	19.75	-0.1	3.1	7.4
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	1.52	0.0	0.2	1.3
Saudi Arabia (SAIBOR)	2.78	-0.0	2.0	1.9
UAE (EIBOR)	1.58	0.1	0.2	1.2
Kuwait (KSE)	1.88	0.0	0.4	0.4
Bahrain (BHIBOR)	2.64	0.0	1.3	1.1

Data Sources: Tadawul, Bloomberg, Reuters

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

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RESEARCH DIVISION

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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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