



Major Economic News

- The first phase of the Idle Lands program will be launched for undeveloped land plots in new cities after the completion of legal and regulatory procedures. Qassim and Hail are among first cities in which program's first phase will be implemented. (Source: Argaam)

Major Corporate News

- SEDCO Capital signed an agreement to acquire Ajdan Entertainment Complex in Al Khobar for SAR 164.8mn. The total value of SAR 81.0mn will be paid on signing the contract while the remaining SAR 83.8mn will be paid during the ownership transfer. (Source: Argaam)
- Emaar The Economic City signed a lease contract worth SAR 32.4mn with Saudi Airlines Real Estate Development Co. The contract is expected to have a direct impact on financial results from FY22-FY42. (Source: Argaam)
- Sadara Chemical Co. launched ethylene oxide (EO) and propylene oxide (PO) pipeline project, supplying EO and PO feedstock to PlasChem Park. The construction of the pipelines are complete and span six kilometers each along with its distribution unit. (Source: Argaam)
- Red Sea International Co. submitted an application to the CMA to reduce the company's capital from SAR 600.mn to SAR 302.3mn. (Source: Argaam)
- Amana Cooperative Insurance Co.'s shareholders approved a capital increase through a SAR 300.0mn rights issue. (Source: Argaam)
- Saudi Paper Manufacturing filed an application with the CMA to increase capital through a SAR 145.0mn rights offer. On October 2021, the board of directors had recommended an increase of capital from SAR 192.0mn to SAR 337.0mn by issuing 14.5mn shares. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 1.3% to 12,689.0. The value traded stood at SAR 6.0bn (down 15.0% over previous day), while the advance-decline ratio stood at 148/56. The parallel market index increased 0.6% to 22,402.3 points. The value traded stood at SAR 32.1mn (up 39.7% over previous day). Most sectors in the main market ended in the green. Food & Beverages and Software & Services (up 2.6% and 2.3%, respectively) advanced the most; Healthcare (down 0.6%) was the only laggard.

Top Gainers

Company	Price	Change%
HB	79.00	8.1
BAWAN	36.50	7.4
ENAYA	27.50	7.2
KINGDOM	10.66	5.5
ZOUJAJ	37.90	5.3

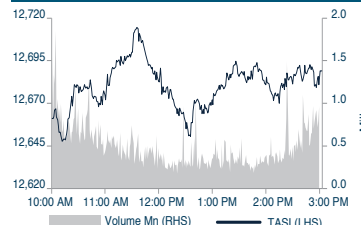
Top Losers

Company	Price	Change%
SIECO	89.50	-8.9
EAST PIPES	72.00	-7.8
UCA	30.50	-3.9
AMANA INSURANCE	23.02	-3.4
SULAIMAN ALHABIB	215.20	-3.2

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,689	12,717	12,634	1.3	12.5
NomuC	22,402	22,572	22,235	0.6	-13.8

TASI movement during session



TASI Ratios

P/E* (x)	21.4
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	6,932	1.6	25.7	22
Materials	7,734	0.8	5.3	16.3
Capital Goods	7,464	0.7	-1.1	25.4
Commercial Service	4,018	1.4	-9.6	High
Transportation	5,089	0.6	-2.8	Neg
Consumer Durables	5,183	1.0	-18.4	High
Consumer Services	4,501	0.9	-3.0	Neg
Media	28,240	0.3	21.4	38.1
Retailing	8,446	1.1	-14.2	29.7
Food & Staples	9,504	1.1	4.2	30.9
Food & Beverages	5,167	2.6	6.8	High
Healthcare	9,075	-0.6	24.1	47.6
Pharma & Bio Tech	4,466	1.8	-14.0	High
Banks	14,312	1.5	17.1	23.9
Diversified Financial	8,664	2.2	26.9	40.1
Insurance	5,331	0.7	-11.0	High
Telecom	7,328	0.9	0.7	20.2
Utilities	7,212	1.6	21.6	14
REITs	4,482	0.2	-2.8	High
Real Estate	3,254	1.1	2.6	High
Software & Services	32,341	2.3	12.9	34.9

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
12,469	12,543	13,018	8.68

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	6	151.5	310.3
Previous week	42.9	1,473.80	1,821.20

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	41.35	1.6
Al Rajhi	96.10	2.3
SNB	68.10	1.3
SABIC	114.00	1.4
STC	104.60	0.6



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi remained closed. Kuwait and Bahrain increased 1.4% and 0.6%, respectively. Qatar and Oman rose 0.3% each. Meanwhile, Egypt declined 1.1%.
- US personal income rose 0.4% M/M in April (consensus: an increase of 0.5%) after increasing 0.5% M/M in March. Disposable income edged up 0.3% M/M in April. Personal spending advanced 0.9% M/M in April compared to an upwardly revised 1.4% M/M growth in March. (Source: RTT news)
- US consumer sentiment dropped to 58.4 in May (consensus: 59.1), below April's reading of 65.2. The drop in consumer sentiment was due to negative views on current buying conditions for houses and durables and concerns over inflation. (Source: RTT news)
- US pending home sales plunged 3.9% M/M to 99.3 in April (consensus: a decline of 2.0%) after falling 1.6% M/M to revised 103.3 in March. Pending home sales in Northeast, South and West dropped 16.2% M/M, 4.7% M/M and 4.3% M/M, respectively, while that in Midwest rose 6.6%. (Source: RTT news)
- China's industrial profits declined 8.5% Y/Y in April. During January 2022 to April 2022 industrial profits increased 3.5% Y/Y, slower than 8.5% Y/Y growth in Q1-22. (Source: RTT news, Investing.com)

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	101.67	0.0	-1.3	6.3
Euro	1.07	0.0	1.8	-5.6
Japanese Yen	127.11	0.0	-2.0	10.5
Sterling Pound	1.26	0.0	0.5	-6.7
Chinese Yuan	6.72	0.0	1.2	5.7
Indian Rupee	77.57	0.0	1.5	4.3
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.66	0.0	0.2	-0.3
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	18.60	0.0	0.6	18.4

Corporate Calendar

Date	Company	Event
30 th May	SEERA	OGM
30 th May	OBEIKAN GLASS	EGM
30 th May	ALKATHIRI	OGM
30 th May	Nayifat	Cash Dividend Distribution
30 th May	SRE	Cash Dividend Distribution
31 st May	STC	Cash Dividend Distribution

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,297	0.0	-11.4	3.2	13.6
Abu Dhabi (ADX)	9,689	0.0	-4.1	14.1	20.9
Kuwait (KSE)	6,064	1.4	-5.1	3.0	9.4
Qatar (QE)	12,861	0.3	-5.4	10.6	15.2
Oman (MSM)	4,121	0.3	-0.9	-0.2	10.6
Bahrain (BSE)	1,906	0.6	-7.3	6.0	7.3
Egypt (EGX30)	10,087	-1.1	-8.7	-15.6	5.5

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	33,213	0.0	0.7	-8.6	17.9
Nasdaq	12,681	0.0	-1.3	-22.3	26.6
S&P 500	4,158	0.0	0.6	-12.8	20.8
FTSE 100	7,585	0.0	0.5	2.7	17.4
Germany DAX 30	14,462	0.0	2.6	-9.0	13.0
France CAC 40	6,516	0.0	-0.3	-8.9	14.7
Japan Nikkei 225	26,782	0.0	-0.2	-7.0	19.5
Russia MOEX	2,408	0.0	-1.5	-36.4	4.1
Hong Kong Hang Seng	20,697	0.0	-1.9	-11.5	7.6
South Korea KOSPI	2,638	0.0	-2.1	-11.4	11.4
China Shanghai Composite	3,130	0.0	2.7	-14.0	12.7
Australia ASX 200	7,183	0.0	-3.4	-3.5	16.9
India Sensex	54,885	0.0	-3.8	-5.8	22.5
MSCI EM	1,043	0.0	-3.1	-15.3	11.7
MSCI World	2,803	0.0	0.2	-13.3	18.4

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	116.10	0.0	5.2	50.9
Brent Crude (\$/bbl)	119.43	0.0	9.2	53.5
Texas crude (\$/bbl)	115.07	0.0	9.9	53.0
Natural Gas (\$/mmbtu)	8.73	0.0	20.5	147.6
Gold (\$/oz)	1,853.72	0.0	-2.3	1.3
Silver (\$/oz)	22.11	0.0	-2.9	-5.1
Steel (\$/ton)	1,195.00	0.0	-14.6	-16.7
Iron Ore (CNY/MT)	960.50	0.0	1.7	40.4
Wheat (\$/bu)	1,157.50	0.0	9.6	51.4
Corn (\$/bu)	777.25	0.0	-4.5	31.0
Sugar (\$/lb)	19.61	0.0	2.4	6.6
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	1.53	0.0	0.2	1.3
Saudi Arabia (SAIBOR)	2.93	0.2	2.1	2.0
UAE (EIBOR)	1.51	-0.1	0.2	1.1
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
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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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