



Major Economic News

- Saudi oil exports surged 90.0% Y/Y to SAR 281.5bn in Q1-22. On a Q/Q basis, oil exports rose 17.0% or by SAR 41.8bn. In Q1-22, oil exports accounted for 78.3% of the Kingdom's SAR 359.3bn total exports. (Source: Argaam)

Major Corporate News

- Abdulmohsen Alhokair Group for Tourism and Development's board of directors recommended a capital reduction of 46.2% from SAR 650mn to SAR 350mn. The board aims to restructure the company's capital to amortize 98.8% of accumulated losses as on March 31, 2022. (Source: Argaam)
- Anaam International Holding Group announced that its rump offering was oversubscribed by 311.8% and number of shares sold amounted to 2.6mn. (Source: Argaam)
- Saudi Azm for Communication and Information Technology Co. announced that National Real Estate Platform Co. (Aqarek) completed an investment round and included new shareholders in company's portfolio. The existing shareholders had sold 20.0% of their stake worth SAR 40.0mn to new shareholders to promote their products on Aqarek platform. (Source: Argaam)
- Almarai Company announced plan to offer seafood products to its customers. The plan entails an investment of SAR 252.0mn for a seafood processing facility and will be financed through the company's internal cashflows. The company's board of directors also approved SAR 153.0mn investment to supply poultry parent birds. (Source: Argaam)
- Banque Saudi Fransi's shareholders approved a buyback of maximum 3.0mn to be allocated for the employee incentive program. The share purchase will be financed through internal resources and the bank will retain the shares for maximum 10 years. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 2.2% to 12,053.4. The value traded stood at SAR 8.8bn (up 18.4% over previous day), while the advance-decline ratio stood at 13/198. The parallel market index decreased 1.3% to 21,461.2 points. The value traded stood at SAR 21.6mn (up 2.1% over previous day). Most sectors in the main market ended in the red. Energy (up 0.3%) was the only gainer; Pharma & Bio Tech and Media (down 5.9% and 4.8%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
BUPA ARABIA	162.60	1.6
BATIC	23.00	1.3
TECO	216.00	0.9
SAUDI RE	16.38	0.9
ALINMA	35.40	0.6

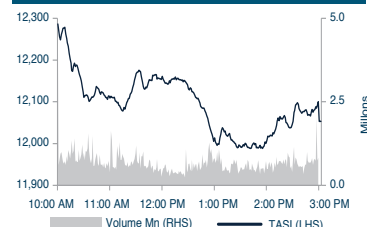
Top Losers

Company	Price	Change%
ARAB SEA	133.80	-10.0
SAIC	36.05	-9.8
ALSAGR INSURANCE	11.20	-9.7
SIECO	74.00	-8.9
ALRAJHI TAKAFUL	83.30	-7.4

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,053	12,286	11,983	-2.2	6.8
NomuC	21,461	21,726	21,372	-1.3	-17.4

TASI movement during session



TASI Ratios

P/E* (x)	20.5
Price-to-Book (x)	2.4
Dividend Yield (%)	2.2
Return on Equity (%)	24.6

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	6,613	0.3	19.9	18.1
Materials	7,248	-2.7	-1.3	14
Capital Goods	6,715	-3.4	-11.0	22.7
Commercial Service	3,674	-4.2	-17.3	High
Transportation	4,742	-2.1	-9.4	Neg
Consumer Durables	4,801	-2.7	-24.4	Neg
Consumer Services	4,271	-2.1	-8.0	High
Media	25,632	-4.8	10.2	32
Retailing	7,737	-2.0	-21.4	27.4
Food & Staples	9,006	-2.1	-1.3	27.7
Food & Beverages	4,962	-2.8	2.6	49.7
Healthcare	8,673	-1.3	18.6	42.9
Pharma & Bio Tech	3,978	-5.9	-23.4	High
Banks	13,593	-2.7	11.2	21.5
Diversified Financial	7,888	-2.1	15.5	8.9
Insurance	5,442	-2.4	-9.1	High
Telecom	7,081	-3.8	-2.7	19.4
Utilities	6,915	-1.3	16.5	13.7
REITs	4,228	-1.4	-8.3	High
Real Estate	3,171	-2.3	0.0	High
Software & Services	31,034	-4.4	8.3	30.8

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
12,448	12,601	12,571	6.52

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	16.2	383.3	831.7
Previous week	29	770.1	1,613.20

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	39.40	0.5
Al Rajhi	91.20	-2.0
SNB	67.40	-3.7
SABIC	108.40	-2.0
STC	103.00	-3.7



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi decreased 2.6% and 1.8%, respectively. Qatar, Bahrain, Egypt, Kuwait, and Oman declined 1.5%, 0.9%, 0.8%, 0.6% and 0.1%, respectively.
- UK's monthly GDP edged lower by 0.3% M/M in April (consensus: a rise of 0.1%) as compared to a fall of 0.1% in March. (Source: Econoday)
- UK's industrial production increased 0.7% Y/Y in April (consensus: a rise of 1.7%) as compared to similar increase in March. Manufacturing output increased 0.5% Y/Y in April (consensus: a rise of 1.8%) lower than 1.9% Y/Y rise in March. (Source: Econoday)
- UK's merchandise trade deficit narrowed to GBP 20.9bn in April (consensus: GBP 22.5bn deficit) from a deficit of GBP 23.9bn in March. Imports increased 36.2% Y/Y in April as compared to a rise of 42.3% Y/Y in March, while exports rose 12.5% Y/Y in April versus an increase of 9.7% Y/Y in March. (Source: Econoday)
- Oil prices edged up 0.2%, as tight global supply offset worries that demand would be pressured by outbreak in COVID-19 cases in China and increase in interest rates.
- Gold prices plunged 2.8%, impacted by stronger US dollar and increase in US treasury yields ahead of the US Federal Reserve's interest rate decision.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	105.08	0.9	3.3	9.8
Euro	1.04	-1.0	-3.0	-8.5
Japanese Yen	134.42	0.0	4.5	16.8
Sterling Pound	1.21	-1.5	-3.7	-10.3
Chinese Yuan	6.78	0.8	1.6	6.7
Indian Rupee	78.04	0.3	0.5	5.0
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.66	0.0	-0.1	-0.3
Kuwaiti Dinar	0.31	0.1	0.3	1.4
Omani Rial	0.38	-0.1	-0.1	-0.1
Bahraini Dinar	0.38	0.0	0.0	0.0
Egyptian Pound	18.71	0.0	0.7	19.1

Corporate Calendar

Date	Company	Event
14 th Jun	Almarai	OGM
14 th Jun	Wafrah	EGM
14 th Jun	SASCO	OGM
14 th Jun	ALKHALEEL TRNG	EGM
14 th Jun	SHL	Cash Dividend Distribution
14 th Jun	Raoom Trading	EGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,287	-2.6	-1.8	2.9	11.2
Abu Dhabi (ADX)	9,459	-1.8	-5.9	11.4	20.7
Kuwait (KSE)	5,812	-0.6	-4.3	-1.3	9.2
Qatar (QE)	12,718	-1.5	-1.6	9.4	15.3
Oman (MSM)	4,123	-0.1	0.2	-0.2	10.9
Bahrain (BSE)	1,852	-0.9	-3.6	3.1	7.2
Egypt (EGX30)	10,015	-0.8	-1.3	-16.2	5.5

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	30,517	-2.8	-7.5	-16.0	16.4
Nasdaq	11,288	-4.6	-10.7	-30.8	23.7
S&P 500	3,750	-3.9	-9.3	-21.3	18.7
FTSE 100	7,206	-1.5	-5.3	-2.4	16.5
Germany DAX 30	13,427	-2.4	-6.7	-15.5	12.1
France CAC 40	6,022	-2.7	-6.9	-15.8	13.6
Japan Nikkei 225	26,987	-3.0	-1.1	-6.3	18.9
Russia MOEX	2,286	0.0	-3.0	-39.7	3.8
Hong Kong Hang Seng	21,068	-3.4	-1.6	-10.0	7.7
South Korea KOSPI	2,505	-3.5	-6.8	-15.9	10.7
China Shanghai Composite	3,256	-0.9	2.2	-10.6	13.1
Australia ASX 200	6,932	0.0	-3.9	-6.9	15.4
India Sensex	52,847	-2.7	-4.9	-9.3	21.4
MSCI EM	1,016	-3.6	-5.7	-17.5	10.9
MSCI World	2,545	-3.7	-8.8	-21.2	16.7

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	118.93	-0.5	3.3	54.5
Brent Crude (\$/bbl)	122.27	0.2	-0.5	57.2
Texas crude (\$/bbl)	120.93	0.2	5.5	60.8
Natural Gas (\$/mmbtu)	8.61	-2.7	5.7	144.2
Gold (\$/oz)	1,819.26	-2.8	-1.0	-0.5
Silver (\$/oz)	21.08	-3.7	-2.2	-9.6
Steel (\$/ton)	1,138.00	-1.9	-4.4	-20.7
Iron Ore (CNY/MT)	992.00	0.0	3.9	45.0
Wheat (\$/bu)	1,086.00	0.1	-0.1	42.1
Corn (\$/bu)	721.50	0.1	-4.2	21.6
Sugar (\$/lb)	18.86	-1.1	-2.8	2.6
SMP* (EUR/MT)	4,050.00	-1.9	0.0	20.4

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	1.74	0.0	0.1	1.5
Saudi Arabia (SAIBOR)	3.16	0.1	0.0	2.3
UAE (EIBOR)	1.59	0.2	-0.1	1.2
Kuwait (KSE)	1.94	-0.1	0.1	0.4
Bahrain (BHIBOR)	2.93	0.1	0.2	1.4

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.
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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