



Major Economic News

- Real estate prices in Saudi Arabia reached a high level, and the state is not satisfied with it, especially amid the existence of a gap between supply and demand, which reflects negatively on the sector, as per Abdullah Al-Hammad, CEO of the Real Estate General Authority. He added that the state seeks to lower real estate prices through boosting demand and striking economic balance in the sector. (Source: Argaam)
- Saudi Arabia allocated more than USD 80.0bn for the implementation of hundreds of water projects over the coming years. (Source: Argaam)
- The Saudi tourism sector hit historical records in terms of occupancy and number of foreign visitors, according to Minister of Tourism, Ahmed Al Khateeb. The number of visitors reached 2.4mn in January and increased to 2.5mn in February. (Source: Argaam)

Major Corporate News

- Moody's Investors Services upgraded its outlook from "Stable" to "Positive" on six Saudi heavy-weight corporates, namely Saudi Aramco, PIF, Saudi Basic Industries Corp., Saudi Power Procurement Co., STC and Saudi Electricity Co. (Source: Argaam)
- Arabian Plastic Industrial Co. signed a SAR 105.5mn banking facilities agreement with The Saudi Investment Bank to finance working capital and medium-term loans. (Source: Tadawul)

Earnings update (Net Profit) (SAR mn)

Company	Q4-22	Q4-21	Y/Y %	Q3-22	Q/Q %
APC	16.4	-31.18	NM	9.94	65.1
SGS	-107.8	-101.1	NM	-50.9	NM
Zain KSA	250.5	71.4	250.9	85.2	194.2
Almunajem Foods	16.9	46.0	-63.2	53.6	-68.5
Lazurde	2.8	-4.0	NM	9.2	-69.7

Market Analysis

- The Saudi Stock Exchange increased 0.9% to 10,446.4 on Thursday. The value traded stood at SAR 4.4bn (down 12.3% over the previous day), while the advance-decline ratio stood at 110/105. The parallel market index decreased 0.2% to 19,056.8 points. The value traded stood at SAR 14.8mn (down 53.2% over the previous day). Most sectors in the main market ended in the green. Commercial Service and Insurance (up 3.1% and 2.9%, respectively) advanced the most; Pharma & Bio Tech and Software & services (down 4.7% and 1.2%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
ALKATHIRI	50.60	10.0
CARE	87.30	10.0
BUPA ARABIA	165.00	6.5
SGS	23.10	6.4
BINDAWOOD	58.00	5.5

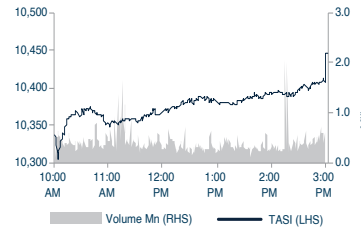
Top Losers

Company	Price	Change%
THIMAR	48.25	-10.0
ALSAGR INSURANCE	13.48	-9.4
SPIMACO	22.92	-4.7
TAPRCO	68.30	-3.9
SALAMA	14.38	-3.5

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,446	10,446	10,302	0.9	-0.3
NomuC	19,057	19,093	18,829	-0.2	-1.9

TASI movement during session



TASI Ratios

P/E* (x)	17.8
Price-to-Book (x)	2.1
Dividend Yield (%)	2.8
Return on Equity (%)	27

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,471	1.4	0.8	11.6
Materials	6,306	0.8	0.3	12.5
Capital Goods	5,855	-0.2	12.0	20.2
Commercial Service	3,629	3.1	10.1	32.9
Transportation	5,223	0.8	15.0	High
Consumer Durables	4,130	-0.9	-2.2	Neg
Consumer Services	4,457	1.0	20.8	High
Media	22,650	-0.7	5.4	23.9
Retailing	7,576	2.2	5.6	23.1
Food & Staples	9,377	0.4	9.8	19.8
Food & Beverages	4,772	1.0	2.8	40
Healthcare	10,209	1.3	12.1	High
Pharma & Bio Tech	3,024	-4.7	5.2	Neg
Banks	10,774	0.9	-6.7	14.9
Diversified Financial	5,446	0.0	-14.4	6.5
Insurance	6,002	2.9	12.9	High
Telecom	6,956	0.2	8.9	17.2
Utilities	6,845	1.3	-4.6	14.2
REITs	3,769	0.3	-5.2	22
Real Estate	2,874	0.6	15.0	High
Software & Services	42,733	-1.2	19.1	36.2

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
10,306	10,245	10,264	4.56

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	-	-	-
Previous week	22.4	737.40	1,623.70

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	32.15	1.4
Al Rajhi	73.50	1.2
SNB	46.45	1.0
SABIC	90.30	2.1
STC	39.00	0.3



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi decreased 0.4% and 0.5%, respectively. Egypt, Kuwait, and Qatar increased 2.4%, 0.5% and 0.3%, respectively. Meanwhile, Oman and Bahrain declined 0.5% and 0.2%, respectively.
- According to Baker Hughes, North America's rig count decreased to 923 in the week ended March 24 from 961 earlier. The rig count rose to 758 in the US from 754 earlier, while increased to 17 in the Gulf of Mexico from 16. The rig count in Canada decreased to 165 from 207 earlier. (Source: Baker Hughes)
- US initial jobless claims decreased to 191,000 (consensus: 195,000) in the week ended March 18, representing a fall of 1,000 from the previous week's revised level of 192,000. (Source: Econoday)
- IMF chief Kristalina Georgieva said that risks to financial stability have increased and continued vigilance is required although actions by advanced economies have calmed market stress. She reiterated her view that FY23 would be another challenging year, with global growth slowing to below 3.0% due to effects from the pandemic, the war in Ukraine and monetary tightening. (Source: CNBC)
- Oil prices declined 1.2% on Friday due to concerns over the crisis in the European banking system.
- Gold prices fell 0.8%, as the stronger US dollar weighed on demand for the yellow metal.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	103.12	0.6	-1.7	-0.4
Euro	1.08	-0.7	1.7	0.5
Japanese Yen	130.73	-0.1	-4.0	-0.3
Sterling Pound	1.22	-0.4	1.8	1.2
Chinese Yuan	6.87	0.5	-1.3	-0.8
Indian Rupee	82.48	0.3	-0.2	-0.3
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.67	0.0	0.2	0.0
Kuwaiti Dinar	0.31	0.0	-0.3	0.0
Omani Rial	0.38	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	0.0	0.0
Egyptian Pound	30.90	-0.1	0.9	24.8

Corporate Calendar

Date	Company	Event
26 th Mar	RIBL	EGM
26 th Mar	EPCCO	Eligibility for Cash Dividend
26 th Mar	SABIC AGRI-NUTRIENTS	Eligibility for Cash Dividend
26 th Mar	YANSAB	Cash Dividend Distribution
26 th Mar	Horizon Food	Listing date
27 th Mar	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)	3,349	-0.4	-2.6	0.6	8.9
Abu Dhabi (ADX)	9,503	-0.5	-3.5	-7.4	16.1
Kuwait (KSE)	5,531	0.5	-0.3	-1.2	12.0
Qatar (QE)	10,006	0.3	-5.3	-6.3	11.0
Oman (MSM)	4,871	-0.5	2.5	0.3	11.3
Bahrain (BSE)	1,899	-0.2	-1.7	0.2	8.0
Egypt (EGX30)	15,625	2.4	-8.1	7.0	5.9

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	32,238	0.4	-1.3	-2.7	19.2
Nasdaq	12,767	0.3	6.0	16.7	28.3
S&P 500	3,971	0.6	0.0	3.4	19.0
FTSE 100	7,405	-1.3	-6.0	-0.6	10.6
Germany DAX 30	14,957	-1.7	-2.7	7.4	11.8
France CAC 40	7,015	-1.7	-3.5	8.4	11.8
Japan Nikkei 225	27,385	-0.1	-0.2	4.9	22.5
Russia MOEX	2,392	0.1	6.1	11.0	3.1
Hong Kong Hang Seng	19,916	-0.7	0.7	0.7	12.8
South Korea KOSPI	2,415	-0.4	0.1	8.0	12.2
China Shanghai Composite	3,266	-0.6	-0.4	5.7	14.3
Australia ASX 200	6,955	-0.2	-4.2	-1.2	14.1
India Sensex	57,527	-0.7	-2.4	-5.4	21.7
MSCI EM	972	-0.6	0.8	1.7	12.5
MSCI World	2,693	-0.2	-0.8	3.5	17.2

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	76.20	-1.8	-8.7	-9.5
Brent Crude (\$/bbl)	74.99	-1.2	-10.6	-12.7
Texas crude (\$/bbl)	69.26	-1.0	-10.1	-13.7
Natural Gas (\$/mmbtu)	2.22	2.9	-19.3	-43.4
Gold (\$/oz)	1,978.21	-0.8	8.3	8.5
Silver (\$/oz)	23.23	0.5	11.1	-3.0
Steel (\$/ton)	1,057.00	0.1	0.3	42.1
Iron Ore (CNY/MT)	899.50	-1.3	-1.9	5.0
Wheat (\$/bu)	688.50	4.0	-2.4	-13.8
Corn (\$/bu)	643.00	1.8	2.0	-5.2
Sugar (\$/lb)	20.82	-0.3	3.7	11.2
SMP* (EUR/MT)	2,562.00	0.1	-1.3	-7.7

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.42	9.3	16.8	68.7
KSA (SAIBOR 3M)	5.57	6.4	-1.1	23.0
KSA (SAIBOR 6M)	5.64	1.9	-12.8	3.9
KSA (SAIBOR 12M)	5.71	3.0	-12.2	-15.7
USD (LIBOR 3M)	5.10	-3.2	13.9	33.4
UAE (EIBOR 3M)	5.04	1.3	13.9	72.7

Data Sources: Tadawul, Bloomberg, Reuters
Closes as of March 24, 2023



Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	10,446
Short-term view	Buy
52 weeks high/low	13,949 – 9,931

Market data	
Exchange Market Cap. (SAR bn)	9,903.5
Value (SAR mn)	4,400.3
Volume (mn)	128.3
Number of Transactions	312,119
Market Breadth	110:105

Key statistics	
1D return %	0.93%
MTD return %	3.40%
QTD return	-0.31%
YTD return	-0.31%
ADT vol. 3M* (mn)	151.0
ADT val. 3M (SARmn)	4,079.0

*ADT stands for Average Daily Traded

TASI market commentary

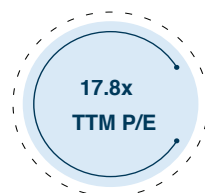
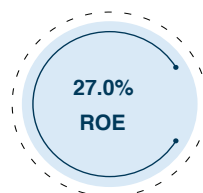
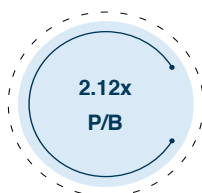
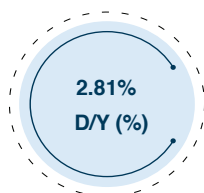
- TASI witnessed a rise on Thursday which was led by index heavyweight Energy (1.36% D/D) and Banks (0.87% D/D) sectors. At close, the Saudi market ended the day with a change of 0.93% at 10,446. In terms of activity, total volumes and value traded were ~128mn and ~SAR 4.4bn respectively. The advance-decline ratio came in at 110/105.

Technical outlook

- TASI gained 96 points to close Thursday's trading session near 10,446 points. The index has just penetrated the aforementioned significant resistance of the declining trendline near 10,400. TASI developed a Marubozu candlestick indicating the resumption of the prior buying power and suggesting resuming the way toward the significant resistance zone of 10,530 – 10,600. Moreover, the RSI indicator re-penetrated its 50 level and overcame the level of its previous peak after developing a positive divergence to confirm the bullish breakout. The index has immediate resistance near 10,530 followed by 10,600; if penetrated, it will pave the way toward the significant resistance level of the previous medium-term peak near 10,860. On the other hand, immediate support is seen around 10,375 points followed by 10,300; if breached, the index would be expected to reach the level of 10,200. Traders are advised to buy and keep track of a protective stop loss below 10,300.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
10,100	10,200	10,300	10,375	10,530	10,600	10,700



Source: Bloomberg, Argaam

TASI daily chart



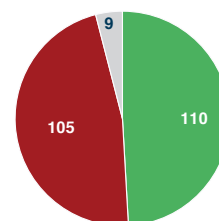
Source: Tradingview, Aljazira Capital

Our view



Market depth

Unchanged
Up
Down





SAUDI MARKET - TOP PICKS FOR THE WEEK

Code	Company	Close*	Buy range	Target 1	Target 2	% Reward	Stop loss
2281	Tanmiah Food Company	124.00	122.70 – 124.00	129.00	132.80	7.10%	120.20
2082	ACWA Power Company	139.20	137.80 – 139.20	143.00	147.00	5.60%	135.70
2020	SABIC Agri-Nutrients Co.	138.80	137.40 – 138.80	141.20	146.00	5.19%	135.50
4162	Almunajem Foods Co.	57.90	57.30 – 57.90	59.20	60.70	4.84%	56.70
1212	Astra Industrial Group	58.70	58.10 – 58.70	60.50	62.30	6.13%	57.20

* As of 23rd March 2023

* Note – Stop loss is based on a closing basis and not an intraday basis

CHARTS OF THE WEEK

Technical observations

TANMIAH has just penetrated the upper boundary of a declining channel after bouncing of the support zone of the prior peak and penetrating its 10&20-day SMAs. Moreover, the RSI indicator shows a bullish signal which confirms the price action. We recommend buying the stock in a range of SAR122.70 – 124.00, for a target of SAR129.00 followed by SAR132.80, with a stop loss below SAR120.20 on a closing basis.

Tanmiah Food Company (TANMIAH)



Source: Tradingview, AlJazira Capital

Technical observations

ACWA Power penetrated the upper boundary of a declining channel after bouncing of the historical support zone of the previous bottoms and penetrating its 10&20-day SMAs. Moreover, the RSI indicator shows a bullish signal which confirms the price action. We recommend buying the stock in a range of SAR137.80 – 139.20, for a target of SAR143.00 followed by SAR147.00, with a stop loss below SAR135.70 on a closing basis.

ACWA Power Company (ACWA Power)



Source: Tradingview, AlJazira Capital

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Candlestick: A candlestick (candle) is a type of price chart used to display the high, low, opening, and closing prices of a security for the period under consideration.

Support: This is the price level at which demand is strong enough to avoid any further price decline.

Resistance: This is the price level at which supply is strong enough to stop any further price increase.

Pattern/formation: This is a plot of a security's price activity over a certain period that can be used to identify potential trends, reversal of trends, price targets, entry and exit points, etc. There are various formations – such as head & shoulders, triangles, flags, etc.

Simple moving average: A simple moving average is formed by computing the average price of a security over a specific number of periods. Moving averages are based on closing prices.

Relative strength index (RSI): RSI is a momentum indicator that compares a security's price gains to its losses for a predetermined number of periods (generally, 14 periods are used). The RSI attempts to point out how security, in relative terms, is in the overbought/oversold zone.

Moving average convergence/divergence (MACD): MACD is a trading indicator that shows changes in the strength, direction, momentum, and duration of a trend in a stock's price through a collection of three- time series calculated from historical closing prices.

Fibonacci retracements: These are horizontal lines that indicate the expected areas of support/resistance for a security based on a predetermined price movement. These are usually indicated by Fibonacci ratios of 23.6%, 38.2%, 50.0%, 61.8%, and 100% from that movement.

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