



## Major Economic News

- The value of Saudi Arabia's oil exports fell by 2% Y/Y to nearly SAR 82.1bn in January. On a M/M basis, oil exports fell by 4% or SAR 3.4bn. Oil exports as of January accounted for 78.1% of total merchandise exports. (Source: Argaam)

## Major Corporate News

- Saudi Aramco signed definitive agreements to acquire 10% interest in Shenzhen-listed Rongsheng Petrochemical Co. Ltd. for RMB 24.6bn (USD 3.6bn). Under this strategic arrangement, Saudi Aramco will supply 480,000 bpd of Arabian crude oil to Rongsheng affiliate Zhejiang Petroleum and Chemical Co. Ltd. (Source: Tadawul)
- Saudi Industrial Investment Group signed an agreement to buy a 24% stake worth SAR 262.5mn in Unibio International, a Denmark-based biotechnology company that specializes in protein-from-methane production technology. (Source: Tadawul)
- Scientific & Medical Equipment House Co. and Ministry of Health signed a five-year contract for nutrition services project in King Saud Medical City Riyadh, worth SAR 166.6mn. (Source: Tadawul)
- Abdullah Al Othaim Investment Co. entered into an investment and real estate development contract with Ledar to develop a 20,000 sq.m. land plot owned by the former in Dammam. The company will build 10 residential towers with more than 600 residential units at a total cost of up to SAR 500.0mn. (Source: Tadawul)

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

Company	Q4-22	Q4-21	Y/Y %	Q3-22	Q/Q %
SAIC	19.9	25.6	-22.5	22.1	-10.2
THIMAR	-5.6	-158.7	NM	-1.1	NM

## Market Analysis

- The Saudi Stock Exchange closed flat at 10,463.6. The value traded stood at SAR 7.0bn (up 71.4% over previous day), while the advance decline ratio stood at 156/57. The parallel market index increased by 0.1 % to 19,247.8 points. The value traded stood at SAR 29.8mn (up 62.3% over previous day). Most sectors in the main market ended in the green Healthcare and Insurance. (up 2.9% and 2.3%, respectively) advanced the most; Materials and Banks (down 0.7 and 0.5%, respectively) led the laggards.

## Top Gainers

Company	Price	Change%
TAKWEEN	8.62	10.0
ALKATHIRI	61.10	9.9
ZAIN KSA	12.72	7.4
GACO	25.85	5.6
ALDREES	95.00	5.6

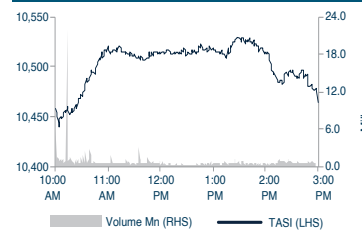
## Top Losers

Company	Price	Change%
SABIC AGRI-NUTRIENT	127.40	-8.6
ALAMAR	141.00	-7.1
APC	40.75	-3.0
ANB	25.90	-2.8
SABB	33.80	-2.7

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,464	10,534	10,440	0.0	-0.1
NomuC	19,248	19,250	18,930	0.1	-0.9

## TASI movement during session



## TASI Ratios

P/E* (x)	17.7
Price-to-Book (x)	2.1
Dividend Yield (%)	2.8
Return on Equity (%)	27.1

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,471	-0.1	0.8	11.6
Materials	6,288	-0.7	0.0	12.5
Capital Goods	5,994	0.9	14.7	20.8
Commercial Service	3,629	0.6	11.5	33.2
Transportation	5,228	0.8	15.1	High
Consumer Durables	4,279	2.2	1.3	Neg
Consumer Services	4,479	0.4	21.4	High
Media	22,940	0.0	6.7	24.2
Retailing	7,665	0.2	6.8	23.4
Food & Staples	9,513	1.7	11.4	20.1
Food & Beverages	4,847	0.8	4.5	40.6
Healthcare	10,464	2.9	14.9	High
Pharma & Bio Tech	3,079	2.1	7.2	Neg
Banks	10,689	-0.5	-7.4	14.8
Diversified Financial	5,556	1.6	-12.7	6.6
Insurance	6,119	2.3	15.1	High
Telecom	7,202	0.9	12.7	17.8
Utilities	6,819	0.5	-4.9	14.2
REITs	3,816	0.7	-4.0	22.2
Real Estate	2,927	0.9	17.1	High
Software & Services	42,170	0.0	17.5	35.7

## Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
10,416	10,269	10,308	4.66

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	11	353.60	714.70
Previous week	22.4	737.40	1,623.70

## Top Weighted Companies

Company	Price	Change%
Saudi Aramco	32.10	-0.2
Al Rajhi	73.60	0.0
SNB	45.55	-0.1
SABIC	90.40	0.1
STC	40.25	0.6



## Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi decreased 0.7% and 0.8%, respectively. Oman increased 0.2%, while Bahrain declined 0.7%. Qatar and Egypt declined 0.2% each. Meanwhile, Kuwait remained flat.
- Eurozone credit to the private sector slowed to 3.3% Y/Y in February, the slowest since August 2021 and from 3.8% Y/Y in January. Meanwhile, adjusted loans to the private sector posted growth of 4.3% Y/Y, which was also weaker than prior month's 4.9% Y/Y rise. (Source: RTT news)
- China industrial profits fell 22.9% Y/Y in January to February period which followed a 4.0% contraction in FY22. In February, factory gate prices slid 1.4% Y/Y after a 0.8% fall in January. (Source: RTT news)
- Japan's leading index which measures future economic activity dropped to 96.6 in January (consensus: 96.5) from 97.2 in the previous month. The coincident index weakened to 96.4 in January from 99.4 in previous month. (Source: RTT news)
- Oil prices jumped 4.2%, as concerns about oil supply rose as some exports from the Kurdish region of Iraq were stopped, while concerns about the impact of financial turbulence on the economy and gasoline demand eased as a result of a US banking acquisition.
- Gold prices declined 1.1%, as worries over a crisis in the banking sector subsided, prompting investors to scale back safe-haven investments in favour of riskier assets like equities and crude oil.

## Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	102.86	-0.3	-1.9	-0.6
Euro	1.08	0.4	2.1	0.9
Japanese Yen	131.57	0.6	-3.4	0.3
Sterling Pound	1.23	0.4	2.2	1.7
Chinese Yuan	6.88	0.2	-1.0	-0.6
Indian Rupee	82.37	-0.1	-0.4	-0.4
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.67	0.0	0.2	0.0
Kuwaiti Dinar	0.31	0.1	-0.2	0.1
Omani Rial	0.38	-0.1	-0.1	-0.1
Bahraini Dinar	0.38	0.0	0.0	0.0
Egyptian Pound	30.90	0.0	0.9	24.8

## Corporate Calendar

Date	Company	Event
28 <sup>th</sup> Mar	Saudi Ceramics	Cash Dividend Distribution
28 <sup>th</sup> Mar	ALANDALUS	Cash Dividend Distribution
28 <sup>th</sup> Mar	EDARAT	EGM
28 <sup>th</sup> Mar	Meyar	Final allocation date
28 <sup>th</sup> Mar	Saudi Lime	Final allocation date
29 <sup>th</sup> Mar	JARIR	Cash Dividend Distribution

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,326	-0.7	-3.2	-0.1	8.9
Abu Dhabi (ADX)	9,423	-0.8	-4.3	-8.2	15.8
Kuwait (KSE)	5,518	0.0	-0.6	-1.4	12.1
Qatar (QE)	10,101	-0.2	-4.4	-5.4	11.2
Oman (MSM)	4,853	0.2	2.1	-0.1	11.0
Bahrain (BSE)	1,878	-0.7	-2.8	-0.9	7.8
Egypt (EGX30)	15,950	-0.2	-6.2	9.3	6.2

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	32,432	0.6	-0.7	-2.2	19.3
Nasdaq	12,673	-0.7	5.2	15.8	28.1
S&P 500	3,978	0.2	0.2	3.6	19.1
FTSE 100	7,472	0.9	-5.1	0.3	10.7
Germany DAX 30	15,128	1.1	-1.5	8.6	12.0
France CAC 40	7,078	0.9	-2.6	9.3	11.9
Japan Nikkei 225	27,477	0.3	0.1	5.3	22.6
Russia MOEX	2,441	2.1	8.3	13.3	3.2
Hong Kong Hang Seng	19,568	-1.7	-1.1	-1.1	12.6
South Korea KOSPI	2,409	-0.2	-0.2	7.7	12.2
China Shanghai Composite	3,251	-0.4	-0.9	5.2	14.2
Australia ASX 200	6,962	0.1	-4.1	-1.1	14.1
India Sensex	57,654	0.2	-2.2	-5.2	21.7
MSCI EM	964	-0.8	0.0	0.8	12.5
MSCI World	2,702	0.4	-0.4	3.8	17.2

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	76.21	0.0	-8.7	-9.5
Brent Crude (\$/bbl)	78.12	4.2	-6.9	-9.1
Texas crude (\$/bbl)	72.81	5.1	-5.5	-9.3
Natural Gas (\$/mmbtu)	2.09	-5.8	-24.0	-46.7
Gold (\$/oz)	1,956.67	-1.1	7.1	7.3
Silver (\$/oz)	23.08	-0.6	10.4	-3.6
Steel (\$/ton)	1,060.00	0.3	0.6	42.5
Iron Ore (CNY/MT)	907.00	0.8	-1.1	5.8
Wheat (\$/bu)	698.00	1.4	-1.1	-12.6
Corn (\$/bu)	648.25	0.8	2.9	-4.4
Sugar (\$/lb)	20.93	0.5	4.3	11.8
SMP* (EUR/MT)	2,559.00	-0.1	-1.4	-7.8

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.38	-1.8	13.2	65.1
KSA (SAIBOR 3M)	5.63	1.4	5.2	29.3
KSA (SAIBOR 6M)	5.64	-0.6	-12.3	4.4
KSA (SAIBOR 12M)	5.56	-14.1	-27.5	-31.0
USD (LIBOR 3M)	5.10	0.0	13.9	33.4
UAE (EIBOR 3M)	4.82	0.0	-7.9	50.9

Data Sources: Tadawul, Bloomberg, Reuters  
Closes as of March 27, 2023

Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	10,464
Short-term view	Cautious Buy
52 weeks high/low	13,949 – 9,931

Market data	
Exchange Market Cap. (SAR bn)	9,907.9
Value (SAR mn)	6,952.9
Volume (mn)	231.4
Number of Transactions	421,157
Market Breadth	156 : 57

Key statistics	
1D return %	0.04%
MTD return %	3.57%
QTD return	-0.14%
YTD return	-0.14%
ADT vol. 3M* (mn)	153.7
ADT val. 3M (SARmn)	4,164.6

\*ADT stands for Average Daily Traded

## TASI market commentary

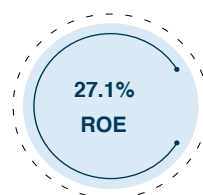
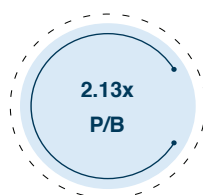
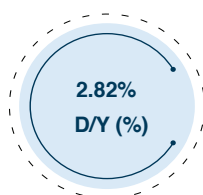
- TASI witnessed a marginal rise on Monday which was led by contrast between index heavyweight Telecommunication Services (0.85% D/D) and Materials (-0.67% D/D) sectors. At close, the Saudi market ended the day with a change of 0.04% at 10,464. In terms of activity, total volumes and value traded were ~231mn and ~SAR 7.0bn respectively. The advance-decline ratio came in at 156/57.

## Technical outlook

- TASI gained 4 points to close Monday's trading session near 10,464 points. After reaching the significant resistance level of the prior peak near 10,530, a profit-booking action forced the index to develop a doji candlestick, however, a following bearish candle is still needed to reveal that profit booking may extend further. Besides, maintaining above the 20-day SMA as well as the significant support of the previously penetrated declining trendline near the zone of 10,400 – 10,300 keeps the near-term trend up and the potential of a bullish breakout above the prior peak persists. Moreover, the RSI indicator is still maintaining above its 50 level after developing a positive divergence. The index has immediate support near 10,450 followed by 10,375 points; if breached, the index would be expected to reach the level of 10,300 near the 20-day SMA. On the other hand, immediate resistance is seen around 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. Traders are advised to cautiously buy and keep track of a protective stop loss below 10,300.

## Key price levels

S3	S2	S1	Pivot	R1	R2	R3
10,200	10,300	10,375	10,450	10,530	10,600	10,700



Source: Bloomberg, Argaam

## TASI daily chart



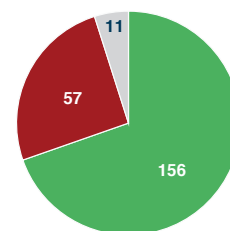
Source: Tradingview, Aljazira Capital

## Our view



## Market depth

Unchanged  
Up  
Down



## SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	Close*	Buy range	Target	Stop loss
1832	Sadr Logistics Co.	35.00	34.90 – 35.00	35.35	34.65
2090	National Gypsum Company	21.94	21.90 – 21.94	22.15	21.70
2250	Saudi Industrial Investment Group	24.12	24.05 – 24.12	24.35	23.90
4240	Fawaz Abdulaziz Alhokair Co.	15.10	15.05 – 15.10	15.25	14.95
4161	BinDawood Holding Co.	58.50	58.35 – 58.50	59.10	57.90
2282	Naqi Water Company	65.50	65.35 – 65.50	66.15	64.85
2140	AYYAN Investment Co.	15.80	15.75 – 15.80	15.95	15.65
7040	Etihad Atheeb Telecommunication Co.	61.70	61.55 – 61.70	62.30	61.10
6040	Tabuk Agricultural Development Co.	17.44	17.40 – 17.44	17.60	17.25
2080	National Gas and Industrialization Co.	56.90	56.75 – 56.90	57.45	56.35

\* As of 27<sup>th</sup> March 2023

\* Note – Stop loss is based on an intraday basis

## CHARTS OF THE DAY

## Technical observations

**Sadr** penetrated its 50-day SMA as well as the prior peak with heavy volume. Moreover, all the technical indicators show bullish structure.

## Sadr Logistics Co. (Sadr)



Source: Tradingview, AlJazira Capital

## Technical observations

**NGC** penetrated its 20-day SMA and the prior peak heading toward the 50-day SMA. Moreover, the RSI shows a bullish structure.

## National Gypsum Company (NGC)



Source: Tradingview, AlJazira Capital

Head of Sell-Side Research

Jassim Al-Jubran

+966 11 2256248

j.aljabran@aljaziracapital.com.sa

**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.

## Disclaimer

The purpose of producing this report is to present a general view on the company/economic sector/economic subject under research, and not to recommend a buy/sell/hold for any security or any other assets. Based on that, this report does not take into consideration the specific financial position of every investor and/or his/her risk appetite in relation to investing in the security or any other assets, and hence, may not be suitable for all clients depending on their financial position and their ability and willingness to undertake risks. It is advised that every potential investor seek professional advice from several sources concerning investment decision and should study the impact of such decisions on his/her financial/legal/tax position and other concerns before getting into such investments or liquidate them partially or fully. The market of stocks, bonds, macroeconomic or microeconomic variables are of a volatile nature and could witness sudden changes without any prior warning, therefore, the investor in securities or other assets might face some unexpected risks and fluctuations. All the information, views and expectations and fair values or target prices contained in this report have been compiled or arrived at by Al-Jazira Capital from sources believed to be reliable, but Al-Jazira Capital has not independently verified the contents obtained from these sources and such information may be condensed or incomplete. Accordingly, no representation or warranty, express or implied, is made as to, and no reliance should be placed on the fairness, accuracy, completeness or correctness of the information and opinions contained in this report. Al-Jazira Capital shall not be liable for any loss as that may arise from the use of this report or its contents or otherwise arising in connection therewith. The past performance of any investment is not an indicator of future performance. Any financial projections, fair value estimates or price targets and statements regarding future prospects contained in this document may not be realized. The value of the security or any other assets or the return from them might increase or decrease. Any change in currency rates may have a positive or negative impact on the value/return on the stock or securities mentioned in the report. The investor might get an amount less than the amount invested in some cases. Some stocks or securities maybe, by nature, of low volume/trades or may become like that unexpectedly in special circumstances and this might increase the risk on the investor. Some fees might be levied on some investments in securities. This report has been written by professional employees in Al-Jazira Capital, and they undertake that neither them, nor their wives or children hold positions directly in any listed shares or securities contained in this report during the time of publication of this report, however, The authors and/or their wives/children of this document may own securities in funds open to the public that invest in the securities mentioned in this document as part of a diversified portfolio over which they have no discretion. This report has been produced independently and separately by the Research Division at Al-Jazira Capital and no party (in-house or outside) who might have interest whether direct or indirect have seen the contents of this report before its publishing, except for those whom corporate positions allow them to do so, and/or third-party persons/institutions who signed a non-disclosure agreement with Al-Jazira Capital. Funds managed by Al-Jazira Capital and its subsidiaries for third parties may own the securities that are the subject of this document. Al-Jazira Capital or its subsidiaries may own securities in one or more of the aforementioned companies, and/or indirectly through funds managed by third parties. The Investment Banking division of Al-Jazira Capital maybe in the process of soliciting or executing fee earning mandates for companies that is either the subject of this document or is mentioned in this document. One or more of Al-Jazira Capital board members or executive managers could be also a board member or member of the executive management at the company or companies mentioned in this report, or their associated companies. No part of this report may be reproduced whether inside or outside the Kingdom of Saudi Arabia without the written permission of Al-Jazira Capital. Persons who receive this report should make themselves aware, of and adhere to, any such restrictions. By accepting this report, the recipient agrees to be bound by the foregoing limitations.