



## Major Economic News

- The Public Investment Fund (PIF) had USD 159.0bn assets under management (AUMs) in FY15 while nearly USD 650.0bn AUMs currently. The PIF aims to increase these assets to USD 1.0tn by the end of FY25 and to USD 2.0tn to USD 3.0tn by FY30. (Source: Argaam)
- Saudi Arabian banks reported an 8% Y/Y increase in customer deposits to SAR 2.3tn in FY22. Demand deposits contracted 4% Y/Y to SAR 1.4tn by the end of FY22. Time and other deposits surged by 334% Y/Y to SAR 890.3bn in FY22, on higher interest rates last year. (Source: Argaam)

## Major Corporate News

- Alinma Bank signed a contract to build Alinma Tower as its new headquarters which will be located in Al-Yasmeen District, King Fahd Road, on a total area of 12,000 sq.m. The 213-long tower will have 42 floors to accommodate more than 2,000 employees. (Source: Tadawul)
- Emaar The Economic City entered into an agreement to sell a prime beachfront land plot in Murooj Golf Community District, King Abdullah Economic City, as an in-kind contribution to Al Bilad Tourism Fund. In return for the land sale, Emaar EC will acquire units in the fund worth SAR 269.2mn, representing 41.15% of the fund's equity. (Source: Tadawul)

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

Company	Q4-22	Q4-21	Y/Y %	Q3-22	Q/Q %
SARCO	11.0	-1.6	NM	-3.1	NM
NAQI	2.5	14.3	-82.4	15.0	-83.2
Jabal Omar Kingdom	-194.5	1,291.0	NM	153.1	NM
Emaar EC	250.3	405.4	-38.3	354.8	-29.5
EQUIPMENT HOUSE	-530.4	-292.2	NM	-218.9	NM
	-27.3	17.5	NM	8.8	NM

## Market Analysis

- The Saudi Stock Exchange increased 0.8% to 10,590.1 on Thursday. The value traded stood at SAR 6.2bn (up 8.6% over previous day), while the advance-decline ratio stood at 146/65. The parallel market index increased 1.5% to 19,892.0 points. The value traded stood at SAR 38.2mn (up 120.4% over previous day). Most sectors in the main market ended in the green. Food and Staples & Capital Goods (up 1.9% each) advanced the most; Media and Consumer services (down 0.8% and 0.5%, respectively) led the laggards.

## Top Gainers

Company	Price	Change%
GULF UNION ALAHLIA	9.74	9.9
BINDAWOOD	65.90	8.4
BATIC	23.70	6.0
EAST PIPES	51.00	5.8
2P	209.00	5.8

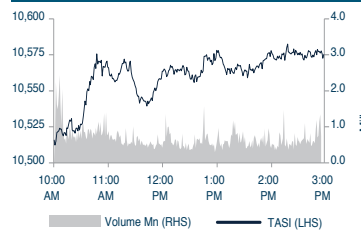
## Top Losers

Company	Price	Change%
RED SEA	25.15	-3.8
ALABDULLATIF	17.20	-3.7
AYYAN	15.64	-3.3
AMERICANA	4.04	-3.1
MESC	10.68	-3.1

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,590	10,590	10,509	0.8	1.1
NomuC	19,892	19,892	19,558	1.5	2.4

## TASI movement during session



## TASI Ratios

P/E* (x)	17.8
Price-to-Book (x)	2.1
Dividend Yield (%)	2.8
Return on Equity (%)	27.1

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,503	-0.3	1.4	11.7
Materials	6,381	0.7	1.4	12.6
Capital Goods	6,197	1.9	18.6	21.4
Commercial Service	3,629	0.5	13.7	33.9
Transportation	5,333	1.8	17.4	High
Consumer Durables	4,406	-0.2	4.3	Neg
Consumer Services	4,616	-0.5	25.1	High
Media	23,424	-0.8	9.0	24.7
Retailing	7,813	-0.5	8.9	23.8
Food & Staples	9,897	1.9	15.9	21
Food & Beverages	4,945	1.0	6.6	41.4
Healthcare	10,982	1.3	20.5	High
Pharma & Bio Tech	3,132	1.1	9.0	Neg
Banks	10,768	1.8	-6.7	14.9
Diversified Financial	5,610	0.4	-11.8	6.6
Insurance	6,272	0.8	18.0	High
Telecom	7,212	-0.5	12.9	17.7
Utilities	6,921	0.5	-3.5	14.4
REITs	3,843	0.3	-3.3	22.3
Real Estate	2,954	-0.5	18.2	High
Software & Services	43,385	1.6	20.9	36.6

## Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
10,497	10,402	10,357	4.82

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	-	-	-
Previous week	28.6	1,055.30	1,951.40

## Top Weighted Companies

Company	Price	Change%
Saudi Aramco	32.30	-0.3
Al Rajhi	73.50	1.7
SNB	45.85	2.2
SABIC	90.30	0.6
STC	40.05	-0.9



## Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi fell 0.5% each. Kuwait and Oman rose 0.2% each, while Bahrain declined 0.4%. Meanwhile, Qatar and Egypt remained flat.
- According to Baker Hughes, North America's rig count decreased to 894 from 923 earlier in the week ended March 31. The rig count in the US decreased to 755 from 758 a week ago and remained constant to 17 in the Gulf of Mexico. The rig count in Canada decreased to 139 from 165 in the week earlier. (Source: Baker Hughes).
- US initial jobless claims declined to 198,000 (consensus: 196,000) in the week ended March 25, representing a increase of 7,000 from the previous week's revised level of 191,000. (Source: RTT news)
- US real GDP rose by 2.6% Y/Y in Q4-22 (consensus: 2.7% Y/Y) compared to 3.2% Y/Y rise in Q3-22 as consumer spending, non-residential fixed investment, state and local government spending, and exports were all slowing down. (Source: RTT news)
- US core consumer prices excluding food and energy prices jumped 4.6% Y/Y in February (consensus: 4.7% Y/Y) as compared to 4.7% Y/Y hike in January. (Source: RTT news)
- Oil prices rose 0.6%, as supplies tightened in some regions of the world and US inflation data showed a slowing in price increases.
- Gold prices fell 0.6%, as the global banking unrest drove anticipation that US Federal Reserve would scale back pace of rate hike.

## Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	102.51	0.4	-2.3	-1.0
Euro	1.08	-0.6	2.5	1.3
Japanese Yen	132.86	0.1	-2.4	1.3
Sterling Pound	1.23	-0.4	2.6	2.1
Chinese Yuan	6.87	-0.1	-1.2	-0.7
Indian Rupee	82.18	-0.2	-0.6	-0.7
UAE Dirham	3.67	0.0	-0.0	0.0
Qatari Rial	3.67	0.1	0.3	0.1
Kuwaiti Dinar	0.31	0.0	-0.1	0.2
Omani Rial	0.39	0.0	0.0	0.0
Bahraini Dinar	0.38	-0.0	-0.0	0.0
Egyptian Pound	30.80	-0.3	0.6	24.4

## Corporate Calendar

Date	Company	Event
2 <sup>nd</sup> Apr	ALRAJHI	Cash Dividend Distribution
2 <sup>nd</sup> Apr	SABIC	Cash Dividend Distribution
2 <sup>nd</sup> Apr	TAPRCO	EGM
3 <sup>rd</sup> Apr	RIBL	Cash Dividend Distribution
4 <sup>th</sup> Apr	City Cement	Cash Dividend Distribution
4 <sup>th</sup> Apr	ALSAIF GALLERY	Cash Dividend Distribution

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,407	-0.5	-0.9	2.3	9.7
Abu Dhabi (ADX)	9,430	-0.5	-4.2	-8.1	15.8
Kuwait (KSE)	5,501	0.2	-0.9	-1.7	12.1
Qatar (QE)	10,213	0.0	-3.4	-4.4	11.3
Oman (MSM)	4,863	0.2	2.3	0.1	11.1
Bahrain (BSE)	1,887	-0.4	-2.3	-0.5	7.8
Egypt (EGX30)	16,419	0.0	-3.4	12.5	6.4

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	33,274	1.3	1.9	0.4	19.8
Nasdaq	13,181	1.7	9.5	20.5	29.2
S&P 500	4,109	1.4	3.5	7.0	19.7
FTSE 100	7,632	0.1	-3.1	2.4	11.0
Germany DAX 30	15,629	0.7	1.7	12.2	12.4
France CAC 40	7,322	0.8	0.7	13.1	12.1
Japan Nikkei 225	28,041	0.9	2.2	7.5	23.1
Russia MOEX	2,451	-0.6	8.8	13.8	3.2
Hong Kong Hang Seng	20,400	0.4	3.1	3.1	13.1
South Korea KOSPI	2,477	1.0	2.7	10.8	12.6
China Shanghai Composite	3,273	0.4	-0.2	5.9	12.8
Australia ASX 200	7,178	0.8	-1.1	2.0	14.6
India Sensex	58,992	1.8	0.0	-3.0	22.3
MSCI EM	990	0.5	2.7	3.5	12.7
MSCI World	2,791	1.1	2.8	7.3	17.6

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	79.32	0.6	-4.9	-5.8
Brent Crude (\$/bbl)	79.77	0.6	-4.9	-7.1
Texas crude (\$/bbl)	75.67	1.7	-1.8	-5.7
Natural Gas (\$/mmbtu)	2.22	5.3	-19.3	-43.4
Gold (\$/oz)	1,969.28	-0.6	7.8	8.0
Silver (\$/oz)	24.10	0.8	15.2	0.6
Steel (\$/ton)	1,164.00	-0.1	10.4	56.5
Iron Ore (CNY/MT)	958.00	1.6	4.5	11.8
Wheat (\$/bu)	692.25	0.0	-1.9	-13.3
Corn (\$/bu)	660.50	1.7	4.8	-2.6
Sugar (\$/lb)	22.25	1.3	10.9	18.9
SMP* (EUR/MT)	2,434.00	-2.2	-6.2	-12.3

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.35	-3.5	10.0	61.9
KSA (SAIBOR 3M)	5.69	3.0	10.7	34.7
KSA (SAIBOR 6M)	5.67	1.1	-9.3	7.4
KSA (SAIBOR 12M)	5.63	10.1	-20.0	-23.5
USD (LIBOR 3M)	5.19	0.0	23.0	42.5
UAE (EIBOR 3M)	4.91	0.0	1.3	60.1

Data Sources: Tadawul, Bloomberg, Reuters  
Closes as of March 31, 2023

Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	10,590
Short-term view	Buy
52 weeks high/low	13,949 – 9,931

Market data	
Exchange Market Cap. (SAR bn)	9,984.5
Value (SAR mn)	5,681.9
Volume (mn)	250.9
Number of Transactions	420,400
Market Breadth	146 : 65

Key statistics	
1D return %	0.83%
MTD return %	4.82%
QTD return	1.07%
YTD return	1.07%
ADT vol. 3M* (mn)	156.5
ADT val. 3M (SARmn)	4,256.0

\*ADT stands for Average Daily Traded

## TASI market commentary

- TASI witnessed a rise on Thursday which was led by index heavyweight Banks (1.82% D/D) and Materials (0.66% D/D) sectors. At close, the Saudi market ended the day with a change of 0.83% at 10,590. In terms of activity, total volumes and value traded were ~219mn and ~SAR 6.2bn respectively. The advance-decline ratio came in at 146/65.

## Technical outlook

- TASI gained 87 points to close the month near 10,590 points. The index has just penetrated the aforementioned significant resistance level of the prior peak near 10,530 to finish a bullish reversal double-bottom price pattern which assigns a minimum upside target near the previous medium-term peak near the zone of 10,860 – 10,960. Moreover, the RSI indicator keeps moving upward above its 50 level and toward 70. The index has immediate resistance near 10,600 followed by 10,660; 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 10,530 followed by 10,450 points; if breached, the index would be expected to reach 10,375 near the 10&20-day SMAs. Traders are advised to buy and keep track of a protective stop loss below 10,450.

Key price levels						
S3	S2	S1	Pivot	R1	R2	R3
10,300	10,375	10,450	10,530	10,600	10,660	10,860



Source: Bloomberg, Argaam

## TASI daily chart



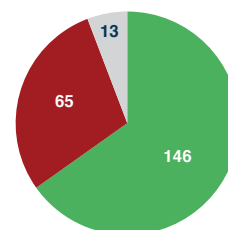
Source: Tradingview, Aljazira Capital

## 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
4071	Arabian Contracting Services Co.	122.00	120.80 – 122.00	125.00	132.00	8.20%	117.40
2220	National Metal Manufacturing and Casting Co.	18.54	18.34 – 18.54	19.00	19.86	7.12%	17.94

\* As of 30<sup>th</sup> March 2023

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

## CHARTS OF THE WEEK

## Technical observations

**ALARABIA** penetrated the level of the previous peak near SAR120.00 to finish a saucer price pattern. Moreover, the RSI indicator shows a bullish structure which confirms the uptrend of the price. We recommend buying the stock in a range of SAR120.80 – 122.00, for a target of SAR125.00 followed by SAR132.00, with a stop loss below SAR117.40 on a closing basis.

## Arabian Contracting Services Co. (ALARABIA)



Source: Tradingview, AlJazira Capital

## Technical observations

**Maadaniyah** penetrated the upper boundary of a continuation wedge price pattern with a confirming heavy volume. Moreover, the RSI line shows a bullish signal which confirms the price action. We recommend buying the stock in a range of SAR18.34 – 18.54, for a target of SAR19.00 followed by SAR19.86, with a stop loss below SAR17.94 on a closing basis.

## National Metal Manufacturing and Casting Co. (Maadaniyah)



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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