



## Major Economic News

- The Saudi Fund for Development signed an agreement worth over USD 240.0mn to finance Pakistan's multi-purpose Mohmand dam project. The project will generate 800 MW of electricity, in addition to storing 1.6mn cu.m. of water. (Source: Argaam)
- The Transport General Authority sponsored three agreements to supply electronic vehicles to rental offices in the Kingdom. The agreements aim to promote the use of clean energy in vehicles, reduce carbon emissions, and protect the environment. (Source: Argaam)
- During the Q1-23, the Social Development Bank provided over SAR 2.9bn in financing to over 35,000 small businesses, startups, and self-employed business owners. (Source: Argaam)
- In Saudi Arabia, the total number of domestic and international passengers reached nearly 88.0mn, an increase of 82% Y/Y from FY21. The number of commercial flights increased 41% Y/Y to 701,000, with Saudi Arabian Airlines accounting for nearly 283,000 of the same. (Source: Argaam)

## Major Corporate News

- Abdullah Al Othaim Investment Co. acquired an investment land plot on a total area of 145,000 sq.m. between Abha and Khamis Mushait at SAR 180.0mn. (Source: Tadawul)
- Shareholders of National Environmental Recycling Co.'s (Tadweer) approved the board's proposal for a stock split from SAR 10 to SAR 1 without any change to the company's capital (Source: Tadawul)

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

Company	Q1-23	Q1-22	Y/Y %	Q4-22	Q/Q %
Almarai	636.0	422.5	50.5	355.8	78.7

## Market Analysis

- The Saudi Stock Exchange decreased 0.1% to 10,906.2 on Thursday. The value traded stood at SAR 4.9bn (down 12.9% over previous day), while the advance-decline ratio stood at 94/112. The parallel market index increased 1.1% to 20,013.9 points. The value traded stood at SAR 41.2mn (up 2.2% over previous day). Most sectors in the main market ended in the green. Media and Food & Beverages (up 1.6% and 0.8%, respectively) advanced the most; Materials and Diversified Financials (down 0.7% and 0.5%, respectively) led the laggards.

## Top Gainers

Company	Price	Change%
TAPRCO	24.24	10.0
MESC	12.60	7.5
ACIG	12.12	5.2
JAZADCO	14.68	3.8
MARAFIQ	58.00	3.8

## Top Losers

Company	Price	Change%
THIMAR	38.90	-5.4
GACO	24.90	-3.9
AICC	11.12	-2.3
BINDAWOOD	68.00	-2.2
ALBILAD	41.00	-2.0

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,906	10,923	10,861	-0.1	4.1
NomuC	20,014	20,014	19,735	1.1	3.1

## TASI movement during session



## TASI Ratios

P/E* (x)	18.9
Price-to-Book (x)	2.2
Dividend Yield (%)	2.7
Return on Equity (%)	26.9

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,557	0.4	2.4	11.8
Materials	6,554	-0.7	4.2	12.9
Capital Goods	6,316	0.2	20.8	21.5
Commercial Service	3,629	0.1	15.2	34.3
Transportation	5,388	0.2	18.6	High
Consumer Durables	4,550	0.4	7.7	Neg
Consumer Services	4,707	0.3	27.6	High
Media	24,095	1.6	12.1	25.7
Retailing	7,915	0.1	10.3	24.1
Food & Staples	9,847	0.1	15.3	20.9
Food & Beverages	5,066	0.8	9.2	42.4
Healthcare	10,651	0.1	16.9	High
Pharma & Bio Tech	3,216	-0.2	11.9	Neg
Banks	11,305	-0.4	-2.1	15.7
Diversified Financial	5,968	-0.5	-6.2	6.9
Insurance	6,400	0.2	20.4	High
Telecom	7,420	0.5	16.1	18.3
Utilities	7,139	-0.4	-0.5	14.8
REITs	3,888	0.4	-2.2	22.6
Real Estate	3,034	-0.2	21.3	High
Software & Services	44,477	0.2	23.9	38

## Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
10,844	10,670	10,458	5.81

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	-	-	-
Previous week	29.1	1,013.40	2,020.60

## Top Weighted Companies

Company	Price	Change%
Saudi Aramco	32.65	0.5
Al Rajhi	75.90	0.1
SNB	49.65	-0.5
SABIC	92.60	-1.2
STC	41.15	0.4



## Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi declined 0.1% each. Egypt, Oman, Qatar and Bahrain declined 1.8%, 0.9%, 0.2% and 0.1%, respectively, while Kuwait remained flat.
- According to Baker Hughes, North America's rig count decreased to 878 from 894 earlier in the week ended April 6. The rig count in the US decreased to 751 from 755 a week ago and declined to 16 from 17 in the Gulf of Mexico. The rig count in Canada decreased to 127 from 139 in the week earlier. (Source: Baker Hughes)
- US non-farm payrolls declined to 236,000 in March (consensus: 240,000) as compared to 326,000 in February. Unemployment rate declined to 3.5% in March (consensus: 3.6%) as compared to 3.6% in February. Private payrolls declined to 189,000 (consensus: 223,000) from 246,000 in February. Participation rate improved slightly to 62.6% from 62.5% in February. (Source: Econoday)
- US initial jobless claims declined to 228,000 (consensus: 201,000) in the week ended April 1, representing a decrease of 18,000 from the previous week's revised level of 246,000. (Source: Econoday)
- Oil prices rose 0.2%, as markets weighed concerns about the state of the world economy alongside more production cuts by OPEC+ and declining US oil stockpiles.
- Gold prices declined 0.6% on Thursday, ahead of a key US jobs report but the yellow metal was still on track for a weekly rise as weak US economic data spurred worries of a slowdown.

## Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	102.09	0.3	-2.6	-1.4
Euro	1.09	-0.2	3.1	1.9
Japanese Yen	132.16	0.3	-2.9	0.8
Sterling Pound	1.24	-0.2	3.3	2.8
Chinese Yuan	6.88	-0.1	-1.1	-0.7
Indian Rupee	81.90	0.0	-0.9	-1.0
UAE Dirham	3.67	0.0	-0.0	0.0
Qatari Rial	3.67	0.0	0.3	0.1
Kuwaiti Dinar	0.31	0.0	-0.1	0.2
Omani Rial	0.39	0.1	0.0	0.0
Bahraini Dinar	0.38	0.0	-0.0	-0.0
Egyptian Pound	30.89	-0.0	0.9	24.8

## Corporate Calendar

Date	Company	Event
9 <sup>th</sup> Apr	ACC	Eligibility for Cash Dividend
9 <sup>th</sup> Apr	YSCC	Cash Dividend Distribution
9 <sup>th</sup> Apr	SIIG	EGM
9 <sup>th</sup> Apr	FADECO	Eligibility for Cash Dividend
10 <sup>th</sup> Apr	SAIB	Eligibility for Cash Dividend
10 <sup>th</sup> Apr	Advanced	EGM

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,411	-0.1	-0.4	2.5	9.8
Abu Dhabi (ADX)	9,462	-0.1	-0.2	-7.8	15.9
Kuwait (KSE)	5,456	0.0	-0.8	-2.5	11.8
Qatar (QE)	10,342	-0.2	1.3	-3.2	11.5
Oman (MSM)	4,756	-0.9	-2.2	-2.1	10.9
Bahrain (BSE)	1,886	-0.1	0.0	-0.5	7.8
Egypt (EGX30)	16,709	-1.8	1.8	14.5	6.6

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	33,485	0.0	2.5	1.0	23.1
Nasdaq	13,063	0.0	8.5	19.4	30.6
S&P 500	4,105	0.0	3.4	6.9	19.9
FTSE 100	7,742	0.0	-1.7	3.9	11.2
Germany DAX 30	15,598	0.0	1.5	12.0	12.4
France CAC 40	7,325	0.0	0.8	13.1	12.1
Japan Nikkei 225	27,518	0.2	0.3	5.5	22.6
Russia MOEX	2,508	0.4	11.3	16.4	2.2
Hong Kong Hang Seng	20,331	0.0	2.8	2.8	13.0
South Korea KOSPI	2,490	1.3	3.2	11.4	12.7
China Shanghai Composite	3,328	0.5	1.5	7.7	12.9
Australia ASX 200	7,219	0.0	-0.5	2.6	14.7
India Sensex	59,833	0.0	1.5	-1.7	22.6
MSCI EM	987	0.3	2.4	3.2	12.6
MSCI World	2,790	0.0	2.8	7.2	17.9

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	87.69	0.8	5.1	4.1
Brent Crude (\$/bbl)	85.12	0.0	1.5	-0.9
Texas crude (\$/bbl)	80.70	0.0	4.7	0.5
Natural Gas (\$/mmbtu)	2.01	0.0	-26.8	-48.7
Gold (\$/oz)	2,007.91	0.0	9.9	10.1
Silver (\$/oz)	24.98	-0.0	19.4	4.3
Steel (\$/ton)	1,166.00	0.0	10.6	56.7
Iron Ore (CNY/MT)	928.00	0.0	1.2	8.3
Wheat (\$/bu)	675.50	0.0	-4.3	-15.4
Corn (\$/bu)	643.50	0.0	2.1	-5.1
Sugar (\$/lb)	23.18	0.0	15.5	23.8
SMP* (EUR/MT)	2,355.00	0.0	-9.2	-15.2

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.39	-0.1	13.9	65.8
KSA (SAIBOR 3M)	5.72	-0.5	14.1	38.2
KSA (SAIBOR 6M)	5.64	-1.3	-12.8	4.0
KSA (SAIBOR 12M)	5.66	0.2	-17.5	-21.0
USD (LIBOR 3M)	5.20	-1.3	23.5	43.1
UAE (EIBOR 3M)	4.99	10.7	9.2	68.0

Data Sources: Tadawul, Bloomberg, Reuters  
Closes as of April 7, 2023

Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	10,906
Short-term view	Cautious Buy
52 weeks high/low	13,949 – 9,931

Market data	
Exchange Market Cap. (SAR bn)	10,114.3
Value (SAR mn)	4,928.1
Volume (mn)	170.9
Number of Transactions	335,750
Market Breadth	94 : 114

Key statistics	
1D return %	-0.13%
MTD return %	2.98%
QTD return	2.98%
YTD return	4.08%
ADT vol. 3M* (mn)	160.3
ADT val. 3M (SARmn)	4,402.2

\*ADT stands for Average Daily Traded

### TASI market commentary

- TASI witnessed a decline on Thursday which was led by index heavyweight Materials (-0.70% D/D) and Banks (-0.40% D/D) sectors. At close, the Saudi market ended the day with a change of -0.13% at 10,906. In terms of activity, total volumes and value traded were ~171mn and ~SAR 4.9bn respectively. The advance-decline ratio came in at 94/114.

### Technical outlook

- TASI closed the session at 10,906 points losing another 15 points, which came in the context of the short-term profit-booking action that started after hitting the resistance level of the prior minor peak at 10,960. The RSI indicator is still displaying an overbought status, laying above its 70 level. Although the index experiences a short-term profit booking behavior, the weekly close came above the medium-term resistance of 10,860 to assure the index's medium-term bullish outlook. Once absorbing the current profit booking behavior, the index is expected to rise towards a minimum target of 11,400 as long as the support level of 10,750 is respected. The index currently has immediate support near 10,860 followed by 10,750, and if breached, the support level is expected to be near 10,660. Immediate resistance is seen around the previous minor peak near 10,960. If penetrated, it will pave the way toward 11,100 followed by 11,170. Traders are advised to cautiously buy and keep track of the protective stop-loss below 10,750.

Key price levels						
S3	S2	S1	Pivot	R1	R2	R3
10,600	10,660	10,750	10,860	10,960	11,100	11,170



Source: Bloomberg, Argaam

### TASI daily chart



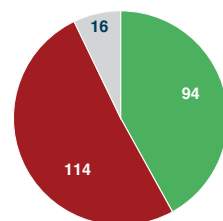
Source: Tradingview, Aljazira Capital

### Our view



### Market depth

Unchanged  
Up  
Down



## SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	Close*	Buy range	Target 1	Target 2	Stop loss
1213	Naseej International Trading Co.	45.80	45.70 – 45.80	46.25	46.70	45.35
4003	United Electronics Co.	80.60	80.40 – 80.60	81.40	82.20	79.80
3002	Najran Cement Co.	13.98	13.95 – 13.98	14.10	14.25	13.85
3020	Yamama Cement Co.	32.80	32.70 – 32.80	33.15	33.45	32.45
4260	United International Transportation Co.	60.10	59.95 – 60.10	60.70	61.30	59.50
4010	Dur Hospitality Co.	24.08	24.00 – 24.08	24.30	24.55	23.85
6002	Herfy Food Services Co.	33.55	33.45 – 33.55	33.90	34.20	33.20
2281	Tanmiah Food Co.	134.80	134.50 - 134.80	136.15	137.50	133.45
6090	Jazan Energy And Development Co.	14.68	14.64 – 14.68	14.85	14.95	14.55
8230	Al Rajhi Company For Cooperative Insurance	105.20	105.00 – 105.20	106.20	107.30	104.15

\* As of 09<sup>th</sup> April 2023

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

## CHARTS OF THE DAY

## Technical observations

**Naseej** is re-testing the level of the prior peak as well as a medium-term declining trendline. Moreover, all the technical indicators show bullish structure.

## Naseej International Trading Co. (Naseej)



Source: Tradingview, AlJazira Capital

## Technical observations

**Extra** is re-testing the upper boundary of a continuation rectangle price pattern. Moreover, all the technical indicators show bullish structure.

## United Electronics Co. (Extra)



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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