



Major Economic News

- The Saudi real estate price index advanced 1.0% in Q1-23 to 82.5 points from 81.7 points a year earlier. The rise in real estate price index is driven by a 1.6% Y/Y jump in the residential sector, as residential land prices advanced by 1.6%. Real estate prices in the commercial sector added 0.1% Y/Y, while the agricultural sector edged down 0.4% Y/Y. (Source: Argaam)
- Minister of Environment, Water, and Agriculture and Board Chairman of Saudi Water Partnership Co., Abdulrahman Al Fadley, signed agreements to build Rabigh 4 Independent Water plant in Rabigh governorate, Makkah. The new plant will operate with a capacity of 600,000 cu.m. per day of desalinated water. (Source: Argaam)
- The point-of-sale transactions reached nearly SAR 12.6bn in the week ended April 8, compared to almost SAR 12.7bn in the week before. Data showed that about 153.8mn transactions were processed during the week. (Source: Argaam)

Major Corporate News

- ACWA Power Co. stated that its subsidiary Rawabi Water Desalination Co. signed a water purchase agreement with Saudi Water Partnership Co. for the development, construction, operation, and ownership of a water desalination plant. The plant will operate with the reverse osmosis technology, at a capacity of up to 600,000 cu. m. per day. The 25-year project costs SAR 2.5bn. (Source: Tadawul)
- AlKhaleej Training and Education Co. signed a sale and purchase agreement with the owners of Al-Riyadah Schools Co. to acquire a 51% stake in the latter. (Source: Tadawul)

Earnings update (Net Profit) (SAR mn)

Company	Q1-23	Q1-22	Y/Y %	Q4-22	Q/Q %
Extra	84.4	97.5	-13.4	121.4	-30.5

Market Analysis

- The Saudi Stock Exchange increased 0.8% to 10,935.4. The value traded stood at SAR 4.7bn (down 8.3% over previous day), while the advance-decline ratio stood at 133/81. The parallel market index increased 0.6% to 20,235.6 points. The value traded stood at SAR 14.6mn (down 55.1% over previous day). Most sectors in the main market ended in the green. Commercial Service and Food & Staples (up 2.2% and 1.7%, respectively) advanced the most; Software & Services and Insurance (down 0.7% and 0.6%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
EMAAR EC	8.52	6.5
EAST PIPES	53.40	6.4
MESC	13.12	4.8
MARAFIQ	59.00	4.4
A.OTHAIM MARKET	136.00	4.3

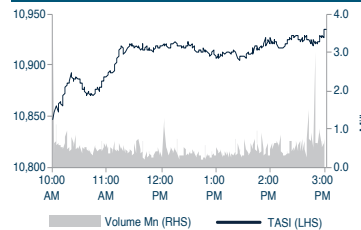
Top Losers

Company	Price	Change%
SOLUTIONS	267.00	-4.0
ACIG	12.96	-2.6
ALKATHIRI	69.40	-2.3
SHARQITAH DEV	55.50	-2.1
TAWUNIYA	104.00	-1.9

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,935	10,935	10,844	0.8	4.4
NomuC	20,236	20,245	20,000	0.6	4.2

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	5,567	0.7	2.6	12
Materials	6,531	0.5	3.8	15.9
Capital Goods	6,443	0.6	23.3	18.3
Commercial Service	3,629	2.2	20.3	29.4
Transportation	5,400	0.7	18.9	High
Consumer Durables	4,629	-0.3	9.6	Neg
Consumer Services	4,736	0.4	28.3	47.4
Media	24,270	-0.1	12.9	25.1
Retailing	7,882	0.3	9.9	21.4
Food & Staples	9,926	1.7	16.2	20.2
Food & Beverages	5,144	-0.1	10.9	31.5
Healthcare	10,703	0.5	17.5	49.8
Pharma & Bio Tech	3,240	-0.2	12.8	Neg
Banks	11,258	1.0	-2.5	14.6
Diversified Financial	6,028	0.8	-5.2	7.1
Insurance	6,389	-0.6	20.2	High
Telecom	7,714	1.3	20.7	18.1
Utilities	7,211	1.6	0.5	12.8
REITs	3,861	-0.1	-2.9	30.6
Real Estate	3,111	1.5	24.4	High
Software & Services	43,700	-0.7	21.8	33.5

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
10,912	10,846	10,593	5.47

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	20.2	741.40	1,342.80
Previous week	29.1	1,013.40	2,020.60

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	32.70	0.8
Al Rajhi	75.20	0.8
SNB	50.00	0.9
SABIC	91.50	0.4
STC	42.45	1.3

Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi increased 1.5% and 0.4%, respectively. Kuwait increased 0.2%, while Egypt and Qatar declined 1.6% and 0.5%, respectively. Meanwhile, Oman and Bahrain remained flat.
- US consumer prices increased 5.0% Y/Y in March (consensus: 5.2% Y/Y) as compared to 6.0% Y/Y increase in February. Excluding food and energy, consumer prices increased 5.6% Y/Y in March (consensus: 5.6% Y/Y) as compared to 5.5% in February. (Source: Econoday)
- According to EIA, oil inventories in the US increased 0.6barrels (prior: down 3.7mn) to 470.5mn in the week ended April 7. Gasoline inventories decreased 0.3mn barrels (prior: down 4.1mn) to 222.2mn, while distillate inventories were down 0.6 barrels (prior: down 3.6mn) to 112.4. (Source: EIA, Econoday)
- China merchandise trade balance came at USD 88.2bn in March (consensus: USD 41.0bn) as compared to USD 116.9bn in February. Imports declined 1.4% Y/Y as compared to decline of 10.2% Y/Y whereas exports increased 14.8% Y/Y versus decline of 6.8% Y/Y in February. (Source: Econoday)
- Oil prices increased 2.0%, as cooling US inflation heightened expectations that US federal Reserve is getting close to end of rate hike cycle.
- Gold prices increased 0.6%, as US dollar weakened after headline US inflation eased to 5%.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	101.50	-0.7	-3.2	-2.0
Euro	1.10	0.7	3.9	2.7
Japanese Yen	133.13	-0.4	-2.2	1.5
Sterling Pound	1.25	0.5	3.9	3.3
Chinese Yuan	6.88	-0.2	-1.1	-0.6
Indian Rupee	82.09	-0.1	-0.7	-0.8
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.67	0.0	0.1	-0.1
Kuwaiti Dinar	0.31	0.0	-0.2	0.1
Omani Rial	0.39	0.0	0.0	0.0
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
13 th Apr	EPCCO	Cash Dividend Distribution
13 th Apr	FIPCO	EGM
13 th Apr	SABIC AGRI-NUTRIENTS	Cash Dividend Distribution
13 th Apr	TAPRCO	Close of rights issue
13 th Apr	Theeb	Cash Dividend Distribution
13 th Apr	SRE	Cash Dividend Distribution

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,497	1.5	2.1	5.0	10
Abu Dhabi (ADX)	9,549	0.4	0.7	-7.0	16.1
Kuwait (KSE)	5,438	0.2	-1.1	-2.8	11.8
Qatar (QE)	10,226	-0.5	0.1	-4.3	11.3
Oman (MSM)	4,767	0.0	-2.0	-1.9	10.9
Bahrain (BSE)	1,881	0.0	-0.3	-0.8	7.8
Egypt (EGX30)	16,741	-1.6	2.0	14.7	6.7

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	33,647	-0.1	3.0	1.5	23.2
Nasdaq	12,848	-0.9	6.7	17.4	30.2
S&P 500	4,092	-0.4	3.1	6.6	19.9
FTSE 100	7,825	0.5	-0.7	5.0	11.1
Germany DAX 30	15,704	0.3	2.2	12.8	12.4
France CAC 40	7,397	0.1	1.8	14.3	12.2
Japan Nikkei 225	28,083	0.6	2.3	7.6	23.1
Russia MOEX	2,538	0.2	12.7	17.8	2.2
Hong Kong Hang Seng	20,310	-0.9	2.6	2.7	11.8
South Korea KOSPI	2,551	0.1	5.7	14.1	13.0
China Shanghai Composite	3,327	0.4	1.5	7.7	12.9
Australia ASX 200	7,344	0.5	1.2	4.3	14.9
India Sensex	60,393	0.4	2.4	-0.7	22.8
MSCI EM	994	-0.3	3.1	3.9	12.8
MSCI World	2,795	-0.1	3.0	7.4	17.9

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	88.59	1.0	6.2	5.2
Brent Crude (\$/bbl)	87.33	2.0	4.1	1.7
Texas crude (\$/bbl)	83.26	2.1	8.1	3.7
Natural Gas (\$/mmbtu)	2.09	-4.3	-23.8	-46.6
Gold (\$/oz)	2,014.93	0.6	10.3	10.5
Silver (\$/oz)	25.50	1.8	21.9	6.5
Steel (\$/ton)	1,184.00	1.6	12.3	59.1
Iron Ore (CNY/MT)	945.00	0.0	3.1	10.3
Wheat (\$/bu)	687.00	0.4	-2.6	-14.0
Corn (\$/bu)	627.75	0.0	-0.4	-7.4
Sugar (\$/lb)	23.34	-1.4	16.3	24.7
SMP* (EUR/MT)	2,420.00	0.8	-6.7	-12.8

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.42	4.1	17.4	69.3
KSA (SAIBOR 3M)	5.65	-6.2	6.9	31.0
KSA (SAIBOR 6M)	5.64	-1.3	-13.0	3.8
KSA (SAIBOR 12M)	5.69	3.8	-14.7	-18.1
USD (LIBOR 3M)	5.24	4.4	27.9	47.4
UAE (EIBOR 3M)	4.94	1.5	4.7	63.5

Data Sources: Tadawul, Bloomberg, Reuters
Closes as of April 12, 2023



Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	10,935
Short-term view	Cautious Buy
52 weeks high/low	13,949 – 9,931

Market data

Exchange Market Cap. (SAR bn)	10,162.7
Value (SAR mn)	4,681.8
Volume (mn)	154.0
Number of Transactions	314,211
Market Breadth	133 : 81

Key statistics

1D return %	0.80%
MTD return %	3.26%
QTD return	3.26%
YTD return	4.36%
ADT vol. 3M* (mn)	161.9
ADT val. 3M (SARmn)	4,454.3

*ADT stands for Average Daily Traded

TASI market commentary

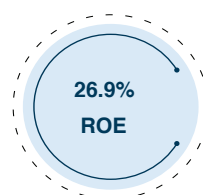
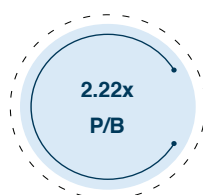
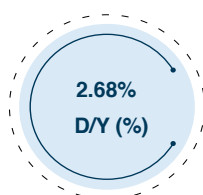
- TASI witnessed a rise on Wednesday which was led by index heavyweight Telecommunication Services (1.29% D/D) and Banks (0.99% D/D) sectors. At close, the Saudi market ended the day with a change of 0.80% at 10,935. In terms of activity, total volumes and value traded were ~154mn and ~SAR 4.7bn respectively. The advance-decline ratio came in at 133/81.

Technical outlook

- TASI gained 86 points to close the session near 10,935. As expected, the index bounced off its 10-day SMA heading toward the significant resistance of the prior minor peaks near 10,965. A decisive breakout above that resistance level will indicate the end of the profit-booking behavior to resume the way toward the medium-term upside target of 11,400. The RSI indicator bounced off the level of the prior peaks revealing the strength of the buyers. The index currently has immediate resistance near the previous minor peak near 10,965. If penetrated, it will pave the way toward 11,100 followed by 11,170. Immediate support is seen around the 10-day SMA near the level of 10,850 followed by 10,750. Traders are advised to cautiously buy and keep track of a protective stop-loss below 10,750.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
10,600	10,660	10,750	10,850	10,965	11,100	11,170



Source: Bloomberg, Argaam

TASI daily chart



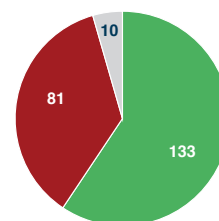
Source: Tradingview, Aljazira Capital

Our view



Market depth

Unchanged
Up
Down



SAUDI MARKET - TOP PICKS FOR THE WEEK

Code	Company	Close*	Buy range	Target 1	Target 2	Reward %	Stop loss
2150	The National Company For Glass Industries	34.00	33.65 – 34.00	34.30	35.40	4.12%	33.35
4007	Al Hammadi Holding	52.10	51.60 – 52.10	53.30	55.00	5.57%	50.75
4004	Dallah Healthcare Company	155.20	153.65 – 155.20	158.10	162.80	4.90%	151.80

* As of 12th April 2023

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

CHARTS OF THE WEEK

Technical observations

ZOUJAJ finished a bullish bump and run price pattern along with a bullish structure on 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 SAR33.65 – 34.00, for a target of SAR34.30 followed by SAR35.40, with a stop loss below SAR33.35 on a closing basis.

The National Company For Glass Industries (ZOUJAJ)



Source: Tradingview, AlJazira Capital

Technical observations

ALHAMMADI finished a bullish continuation cup and handle price pattern along with a bullish structure on 10&20-day SMAs. Moreover, the RSI indicator shows a bullish signal confirming the price action. We recommend buying the stock in a range of SAR51.60 – 52.10, for a target of SAR53.30 followed by SAR55.00, with a stop loss below SAR50.75 on a closing basis.

Al Hammadi Holding (ALHAMMADI)



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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