



Major Economic News

- Saudi Arabia posted a trade surplus of SAR 44.5bn in February. Total exports fell 13.0% Y/Y to SAR 101.1bn. Meanwhile, imports increased by 15.0% Y/Y to SAR 56.6bn during the same period. Oil exports dropped by 12.0% to SAR 80.2bn, while non-oil exports fell by 16.0% to SAR 20.9bn. (Source: Argaam)
- Average prices of construction materials in Saudi Arabia varied in Q1-23, as steel prices declined 12.0% Y/Y to SAR 3,196 per ton. Meanwhile, average cement prices rose around 2.0% Y/Y. Wood prices increased 6.0% Y/Y in Q1-23, and ready-mix concrete prices rose 1.0% Y/Y. Meanwhile, cables prices declined 1.0% Y/Y. (Source: Argaam)

Major Corporate News

- STC's subsidiary, TAWAL, signed an agreement to acquire a portfolio of tower assets from United Group for EUR 1.2bn (nearly SAR 5.0bn). TAWAL will own quality digital infrastructure assets through acquiring and operating more than 4,800 sites in Bulgaria, Croatia and Slovenia. (Source: Tadawul)
- ACWA Power Co. signed an agreement with the Asian Development Bank (ADB) to receive loans worth USD 174.0mn for the development of the former's Bash and Dzankeldy wind power farms in Bukhara region, Uzbekistan. ADB said the deal includes loans worth USD 40.5mn and USD 46.5mn million for Bash and Dzankeldy plants, respectively, in addition to another loan from the infrastructure fund that is managed by the bank. (Source: Tadawul)

Earnings update (Net Profit) (SAR mn)

Company	Q1-23	Q1-22	Y/Y %	Q4-22	Q/Q %
Sipchem	470.3	1,078.8	-56.4	479.0	-1.8

Market Analysis

- The Saudi Stock Exchange increased 1.2% to 11,163.6. The value traded stood at SAR 5.1bn (up 6.1% over previous day), while the advance-decline ratio stood at 101/104. The parallel market index increased 0.9% to 20,908.4 points. The value traded stood at SAR 28.0mn (up 2.3% over previous day). Most sectors in the main market ended in the green. Energy and Utilities (up 4.4% and 2.9%, respectively) advanced the most; Capital Goods and Transportation (down 1.2% and 0.8%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
DALLAH HEALTH	164.60	6.9
ACWA POWER	156.00	5.0
EMAAR EC	9.94	4.9
SAUDI ARAMCO	34.65	4.7
FARM SUPERSTORES	28.00	3.7

Top Losers

Company	Price	Change%
ALKATHIRI	3.78	-9.8
SAUDI CERAMICS	31.65	-6.9
TAPRCO	23.22	-4.9
TAWUNIYA	100.60	-4.2
ZAIN KSA	15.28	-4.0

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,164	11,164	11,028	1.2	6.5
NomuC	20,908	20,908	20,701	0.9	7.7

TASI movement during session



TASI Ratios

P/E* (x)	19.3
Price-to-Book (x)	2.3
Dividend Yield (%)	2.6
Return on Equity (%)	27

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,881	4.4	8.4	12.7
Materials	6,635	0.1	5.5	16.1
Capital Goods	6,413	-1.2	22.7	18.3
Commercial Service	3,629	0.1	22.0	29.8
Transportation	5,425	-0.8	19.5	High
Consumer Durables	4,660	-0.4	10.3	Neg
Consumer Services	4,743	0.0	28.5	47.2
Media	24,911	-0.1	15.9	25.7
Retailing	7,952	-0.2	10.8	21.6
Food & Staples	10,069	0.3	17.9	20.6
Food & Beverages	5,164	0.7	11.3	31.6
Healthcare	11,121	1.8	22.1	High
Pharma & Bio Tech	3,338	1.0	16.2	neg
Banks	11,399	0.6	-1.2	14.8
Diversified Financial	6,316	1.0	-0.7	7.4
Insurance	6,333	-0.8	19.1	High
Telecom	7,704	0.9	20.6	18.1
Utilities	7,475	2.9	4.2	13.2
REITs	3,899	0.7	-1.9	30.9
Real Estate	3,182	0.5	27.3	High
Software & Services	44,997	1.9	25.4	34.4

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
10,989	10,959	10,734	5.35

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	9.8	336.70	606.50
Previous week	25.3	906.10	1,674.00

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	34.65	4.7
Al Rajhi	76.50	0.0
SNB	50.40	1.1
SABIC	92.00	0.9
STC	42.55	1.2



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi increased 0.8% and 0.2%, respectively. Kuwait and Bahrain gained 0.2% and 0.1%, respectively; while Qatar declined 0.2%. Meanwhile, Oman and Egypt fell 0.1% each.
- According to Baker Hughes, North America's rig count decreased to 858 in the week ended April 21 from 859 earlier. The rig count rose to 753 in the US from 748 earlier, while remained unchanged at 18 in the Gulf of Mexico. The rig count in Canada decreased to 105 from 111 earlier. (Source: Baker Hughes)
- US initial jobless claims inched up to 245,000 (consensus: 240,000) in the week ended April 15, representing a rise of 5,000 from the previous week's revised level of 240,000. (Source: RTT News)
- US existing home sales declined 2.4% M/M to an annual rate of 4.44mn (consensus: 4.50mn) in March after jumping by 13.8% to a revised rate of 4.55mn in February. (Source: RTT News)
- The volume of retail sales including motor fuel in the UK decreased 0.9% M/M (consensus: a 0.5% fall) versus a 1.1% rise in February. The retail sales were impacted by the rainy weather and higher inflation. (Source: RTT News)
- Oil prices rose 1.3% on hopes of higher fuel demand from China during holiday travel season.
- Gold prices increased 0.3%, as weaker US dollar supported the yellow metal demand.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	101.35	-0.5	-3.4	-2.1
Euro	1.10	0.5	4.4	3.2
Japanese Yen	134.24	0.1	-1.4	2.4
Sterling Pound	1.25	0.4	3.9	3.3
Chinese Yuan	6.90	0.1	-0.7	-0.3
Indian Rupee	81.91	-0.2	-0.9	-1.0
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.65	-0.1	-0.3	-0.5
Kuwaiti Dinar	0.31	0.0	-0.2	0.1
Omani Rial	0.38	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	0.0	0.0
Egyptian Pound	30.90	0.0	0.9	24.8

Corporate Calendar

Date	Company	Event
25 th Apr	TAPRCO	End of subscription to new shares
25 th Apr	CENOMI CENTERS	Cash Dividend Distribution
30 th Apr	SAIB	Cash Dividend Distribution
30 th Apr	SISCO	Eligibility for Cash Dividend
30 th Apr	Alinma	EGM
30 th Apr	Catering	Cash Dividend Distribution

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,498	0.8	2.1	5.1	9.3
Abu Dhabi (ADX)	9,654	0.2	1.9	-6.0	16.3
Kuwait (KSE)	5,590	0.2	1.6	-0.1	12
Qatar (QE)	9,930	-0.2	-2.8	-7.0	11
Oman (MSM)	4,743	-0.1	-2.5	-2.3	10.9
Bahrain (BSE)	1,887	0.1	0.0	-0.4	7.8
Egypt (EGX30)	17,516	-0.1	6.7	20.0	7.0

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	33,875	0.2	3.7	2.2	20.1
Nasdaq	12,970	-0.2	7.7	18.6	28.9
S&P 500	4,137	0.1	4.2	7.7	19.8
FTSE 100	7,912	0.0	0.5	6.2	11.1
Germany DAX 30	15,864	-0.1	3.2	13.9	13.3
France CAC 40	7,574	0.0	4.2	17.0	12.5
Japan Nikkei 225	28,594	0.1	4.2	9.6	23.5
Russia MOEX	2,635	-0.2	17.0	22.3	3.5
Hong Kong Hang Seng	19,960	-0.6	0.9	0.9	11.1
South Korea KOSPI	2,524	-0.8	4.6	12.8	12.9
China Shanghai Composite	3,275	-0.8	-0.1	6.0	13.3
Australia ASX 200	7,322	-0.1	0.9	4.0	14.9
India Sensex	60,056	0.7	1.9	-1.3	22.8
MSCI EM	977	-0.3	1.4	2.2	12.5
MSCI World	2,827	0.1	4.1	8.6	17.9

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	84.13	0.7	0.8	-0.1
Brent Crude (\$/bbl)	82.73	1.3	-1.4	-3.7
Texas crude (\$/bbl)	78.76	1.1	2.2	-1.9
Natural Gas (\$/mmbtu)	2.27	1.8	-17.3	-42.0
Gold (\$/oz)	1,989.14	0.3	8.9	9.1
Silver (\$/oz)	25.16	0.3	20.3	5.0
Steel (\$/ton)	1,177.00	-0.1	11.7	58.2
Iron Ore (CNY/MT)	833.00	-4.6	-9.2	-2.8
Wheat (\$/bu)	657.00	-2.4	-6.9	-17.7
Corn (\$/bu)	607.50	-1.3	-3.6	-10.4
Sugar (\$/lb)	25.32	4.0	26.2	35.3
SMP* (EUR/MT)	2,345.00	-0.8	-9.6	-15.5

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.49	2.0	23.8	75.7
KSA (SAIBOR 3M)	5.80	0.0	21.7	45.8
KSA (SAIBOR 6M)	5.66	0.0	-10.9	5.9
KSA (SAIBOR 12M)	5.77	2.0	-6.4	-9.9
USD (LIBOR 3M)	5.26	0.0	29.3	48.8
UAE (EIBOR 3M)	5.03	0.0	13.5	72.3

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



Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	11,164
Short-term view	Buy
52 weeks high/low	13,949 – 9,931

Market data	
Exchange Market Cap. (SAR bn)	10,637.8
Value (SAR mn)	5,061.7
Volume (mn)	178.2
Number of Transactions	342,589
Market Breadth	101 : 104

Key statistics	
1D return %	1.19%
MTD return %	5.42%
QTD return	5.42%
YTD return	6.54%
ADT vol. 3M* (mn)	164.8
ADT val. 3M (SARmn)	4,529.9

*ADT stands for Average Daily Traded

TASI market commentary

- TASI witnessed a rise on previous Monday which was led by index heavyweight Energy (4.41% D/D) and Telecommunication Services (0.95% D/D) sectors. At close, the Saudi market ended the day with a change of 1.19% at 11,0164 In terms of activity, total volumes and value traded were ~178mn and ~SAR 5.1bn respectively. The advance-decline ratio came in at 101/104.

Technical outlook

- TASI gained 131 points to close the last session near 11,164. The index resumed its advance and developed a marubozu candlesticks pattern which reflected the powerful buying power of the index. TASI is heading to test the resistance level of a prior minor peak near 11,175, however, it is expected to resume the way toward an upside target of the completed medium-term bullish reversal double bottom price pattern near 11,400. The RSI indicator is laying inside its overbought zone reflecting the bullishness of the index. The index currently has immediate resistance near 11,175 followed by 11,250. If penetrated, it will pave the way toward the first medium-term target near 11,400. Immediate support is seen around 11,100 followed by the 10-day SMA near the level of 10,960. If breached, the index would be expected to meet the next support near 10,850. Traders are advised to buy and keep track of a protective stop-loss below 10,825.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
10,750	10,850	10,960	11,100	11,175	11,250	11,400



Source: Bloomberg, Argaam

TASI daily chart



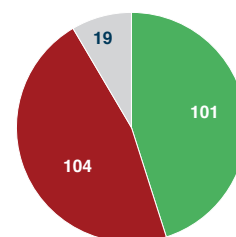
Source: Tradingview, Aljazira Capital

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
2050	Savola Group	31.10	30.80 – 31.10	31.75	32.60	4.82%	30.45
2070	Saudi Pharmaceutical Industries and Medical Appliances Corp	25.30	25.05 – 25.30	25.95	27.15	7.31%	24.50

* As of 17th April 2023

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

CHARTS OF THE WEEK

Technical observations

Savola Group finished a bullish reversal double bottom price pattern. Moreover, the RSI indicator shows a bullish structure which confirms the price action. We recommend buying the stock in a range of SAR30.80 – 31.10, for a target of SAR31.75 followed by SAR32.60, with a stop loss below SAR30.45 on a closing basis.

Savola Group (Savola Group)



Source: Tradingview, AlJazira Capital

Technical observations

SPIMACO finished a bullish reversal double bottom price pattern. Moreover, the RSI indicator shows a bullish structure confirming the price action. We recommend buying the stock in a range of SAR25.05 – 25.30, for a target of SAR25.95 followed by SAR27.15, with a stop loss below SAR24.50 on a closing basis.

Saudi Pharmaceutical Industries and Medical Appliances Corp (SPIMACO)



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.