



## Major Economic News

- The Ministry of Commerce issued 17 iron export licenses in the first four months of FY23. The ministry added that the total number of licenses since allowing iron export reached 189. (Source: Argaam)
- The General Authority of Civil Aviation announced that over 11.5mn passengers flew through the Kingdom's airports as of early Ramadan until Shawwal 9, 1444, up 25% Y/Y. (Source: Argaam)

## Major Corporate News

- Kingdom Holding Co. announced SAR 274.2mn (GBP 58.7mn) as additional investment in Phoenix Group, increasing the Saudi company's ownership in the UK-based insurance, savings and retirement firm to 5% from 4%. (Source; Tadawul)
- Saudi Arabian Mining Co.'s (Maaden) plans to repurchase of up to 2.17mn ordinary shares to allocate for the long-term Employee Stock Incentive Program. (Source: Tadawul)
- Arabian Centres Co. (Cenomi Centres) is in talks with Fawaz Abdulaziz Alhokair Co. (Cenomi Retail) for a potential merger. Discussions are still at an early stage and any agreement on the potential transaction is not yet confirmed. (Source: Tadawul)

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

Company	Q1-23	Q1-22	Y/Y %	Q4-22	Q/Q %
BJAZ	204.0	374.9	-45.6	243.8	-16.3
RIYADH CABLES	124.9	84.5	47.9	106.3	17.5
TASNEE	82.1	309.0	-73.4	43.1	90.5
SABB	1,765.0	1,004.0	75.8	1,389.0	27.1
SULAIMAN ALHABIB	489.3	390.5	25.3	441.5	10.8
SAPTCO	-47.4	-2,093	NM	-95.1	NM
BSFR	1,076.0	875.0	23.0	903.0	19.2

## Market Analysis

- The Saudi Stock Exchange increased 0.4% to 11,118.8 on Thursday. The value traded stood at SAR 4.7bn (down 21.8% over previous day), while the advance-decline ratio stood at 156/56. The parallel market index increased 1.1% to 20,895.6 points. The value traded stood at SAR 27.5mn (up 47.7% over previous day). Most sectors in the main market ended in the green. Telecom and Real Estate (up 1.9% and 1.8%, respectively) advanced the most; Consumer Service and Commercial Service (down 0.9% and 0.2%, respectively) led the laggards.

## Top Gainers

Company	Price	Change%
CARE	98.30	5.7
SALAMA	17.44	5.2
CENOMI RETAIL	17.16	4.1
SAUDI KAYAN	12.68	4.1
ATAA	68.60	3.8

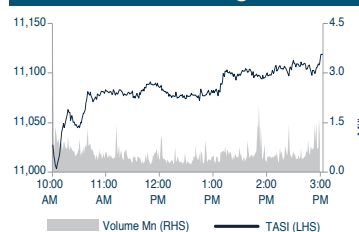
## Top Losers

Company	Price	Change%
RETAL	12.00	-4.6
AMLAQ	15.66	-4.5
AMERICANA	3.79	-3.1
MARAFIQ	59.10	-2.8
CITY CEMENT	22.30	-2.7

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,119	11,119	11,000	0.4	6.1
NomuC	20,896	20,896	20,634	1.1	7.6

## TASI movement during session



## TASI Ratios

P/E* (x)	20.1
Price-to-Book (x)	2.3
Dividend Yield (%)	2.7
Return on Equity (%)	26.7

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,942	-0.1	9.5	12.9
Materials	6,514	0.5	3.6	15.8
Capital Goods	6,580	0.5	25.9	18.7
Commercial Service	3,629	-0.2	19.8	29.4
Transportation	5,530	0.5	21.8	High
Consumer Durables	4,775	0.6	13.0	Neg
Consumer Services	4,813	-0.9	30.4	49.2
Media	24,283	0.2	13.0	25.3
Retailing	7,964	0.3	11.0	21.7
Food & Staples	10,425	0.8	22.1	21.1
Food & Beverages	5,339	0.9	15.1	32.5
Healthcare	11,526	1.4	26.5	High
Pharma & Bio Tech	3,311	0.4	15.2	Neg
Banks	11,157	0.1	-3.3	14.5
Diversified Financial	6,307	0.1	-0.8	7.3
Insurance	6,442	-0.1	21.2	High
Telecom	7,883	1.9	23.4	18.2
Utilities	7,659	0.8	6.8	13.5
REITs	3,953	-0.1	-0.6	31.4
Real Estate	3,120	1.8	24.8	High
Software & Services	44,873	0.7	25.0	34.3

## Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
11,201	11,217	11,070	5.43

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	-	-	-
Previous week	27.2	974.70	1,943.40

## Top Weighted Companies

Company	Price	Change%
Saudi Aramco	35.05	-0.1
Al Rajhi	74.40	0.4
SNB	49.20	-1.0
SABIC	89.00	-1.0
STC	43.35	1.9



## Regional and International Markets

- Among other regional markets, Dubai fell 0.2%, while Abu Dhabi rose 0.3%. Qatar and Bahrain increased 1.5% and 0.2%, respectively, while Kuwait and Oman decreased 0.2% and 0.1%, respectively. Meanwhile, Egypt remained closed.
- According to Baker Hughes, North America's rig count decreased to 841 from 848 earlier in the week ended May 5. The rig count in the US decreased to 748 from 755 a week ago and increased to 20 from 19 in the Gulf of Mexico. The rig count in Canada remained same at 93 in the week earlier. (Source: Baker Hughes).
- US initial jobless claims increased to 242,000 (consensus: 238,000) in the week ended April 29, representing a increase of 13,000 from the previous week's revised level of 229,000. (Source: Econoday)
- US trade deficit in March came at USD 64.2bn (consensus: deficit of USD 63.7bn) as compared to deficit of USD 70.6bn. (Source: Econoday)
- Eurozone PPI rose 5.9% Y/Y in March (consensus: 6.2% Y/Y) as compared to rise 13.3% Y/Y in February. (Source: Econoday)
- Oil prices rebounded by 3.9% on Friday, however, concerns remain that slowing US growth and moderate rebound in China will impact global economy.
- Gold prices decreased 1.6%, as after stronger-than-expected US payrolls data tempered expectations of interest rate cuts from the Federal Reserve.

## Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	101.21	-0.2	-0.4	-2.2
Euro	1.10	0.1	0.0	2.9
Japanese Yen	134.80	0.4	-1.1	2.8
Sterling Pound	1.26	0.5	0.5	4.6
Chinese Yuan	6.92	0.1	-0.1	-0.0
Indian Rupee	81.80	0.0	-0.0	-1.1
UAE Dirham	3.67	0.0	0.0	-0.0
Qatari Rial	3.65	0.0	0.0	-0.6
Kuwaiti Dinar	0.31	0.0	-0.1	0.1
Omani Rial	0.38	0.1	0.0	-0.0
Bahraini Dinar	0.38	-0.0	0.0	0.0
Egyptian Pound	30.94	0.0	0.1	25.0

## Corporate Calendar

Date	Company	Event
7 <sup>th</sup> May	SHARQIYAH DEV	EGM
7 <sup>th</sup> May	Saudi Cement	Cash Dividend Distribution
7 <sup>th</sup> May	SNB	Eligibility for 33.99% bonus shares
7 <sup>th</sup> May	SNB	EGM
7 <sup>th</sup> May	MOUWASAT	Eligibility for Cash Dividend
8 <sup>th</sup> May	Herfy Foods	Eligibility for Cash Dividend

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,583	-0.2	1.1	7.6	9.1
Abu Dhabi (ADX)	9,706	0.3	-0.9	-5.5	16.4
Kuwait (KSE)	5,560	-0.2	-0.8	-0.7	11.4
Qatar (QE)	10,640	1.5	4.5	-0.4	11.8
Oman (MSM)	4,724	-0.1	0.1	-2.7	10.3
Bahrain (BSE)	1,906	0.2	0.1	0.6	7.9
Egypt (EGX30)	17,295	0.0	-2.1	18.5	6.9

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	33,674	1.7	-1.2	1.6	19.4
Nasdaq	13,259	2.1	0.1	21.2	29.5
S&P 500	4,136	1.8	-0.8	7.7	19.7
FTSE 100	7,778	1.0	-1.2	4.4	11.0
Germany DAX 30	15,961	1.4	0.2	14.6	13.4
France CAC 40	7,433	1.3	-0.8	14.8	12.7
Japan Nikkei 225	29,158	0.0	1.0	11.7	24.0
Russia MOEX	2,538	0.5	-3.7	17.8	3.3
Hong Kong Hang Seng	20,049	0.5	0.8	1.4	11.4
South Korea KOSPI	2,501	0.0	-0.0	11.8	12.8
China Shanghai Composite	3,335	-0.5	0.3	7.9	15.3
Australia ASX 200	7,220	0.4	-1.2	2.6	14.7
India Sensex	61,054	-1.1	-0.1	0.4	23.0
MSCI EM	982	0.5	0.5	2.6	12.6
MSCI World	2,822	1.5	-0.5	8.4	17.6

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	76.23	0.6	-5.7	-9.5
Brent Crude (\$/bbl)	75.30	3.9	-5.3	-12.4
Texas crude (\$/bbl)	71.34	4.1	-7.1	-11.1
Natural Gas (\$/mmbtu)	2.14	1.7	-11.3	-47.2
Gold (\$/oz)	2,016.79	-1.6	1.3	10.6
Silver (\$/oz)	25.67	-1.5	2.4	7.1
Steel (\$/ton)	1,101.00	0.5	3.0	48.0
Iron Ore (CNY/MT)	818.00	-3.3	-3.8	-4.6
Wheat (\$/bu)	660.25	2.4	4.2	-17.8
Corn (\$/bu)	596.50	1.3	2.0	-11.2
Sugar (\$/lb)	26.32	3.1	-0.1	46.4
SMP* (EUR/MT)	2,389.00	-0.7	-0.1	-13.9

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.59	1.2	37.3	85.6
KSA (SAIBOR 3M)	5.71	2.9	12.7	37.3
KSA (SAIBOR 6M)	5.73	5.4	3.6	13.3
KSA (SAIBOR 12M)	5.76	3.0	-9.0	-11.2
USD (LIBOR 3M)	5.34	1.3	37.4	57.0
UAE (EIBOR 3M)	5.21	-3.1	21.7	89.8

Data Sources: Tadawul, Bloomberg, Reuters  
Closes as of May 05, 2023

Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	11,119
Short-term view	Cautious Buy
52 weeks high/low	13,949 – 9,931

Market data	
Exchange Market Cap. (SAR bn)	10,716.7
Value (SAR mn)	4,672.0
Volume (mn)	175.7
Number of Transactions	342,724
Market Breadth	156 : 56

Key statistics	
1D return %	0.41%
MTD return %	-1.67%
QTD return	4.99%
YTD return	6.11%
ADT vol. 3M* (mn)	173.5
ADT val. 3M (SARmn)	4,762.2

\*ADT stands for Average Daily Traded

### TASI market commentary

- TASI witnessed a rise on Thursday which was led by index heavyweight Telecommunication Services (1.91% D/D) and Materials (0.51% D/D) sectors. At close, the Saudi market ended the day with a change of 0.41% at 11,119. In terms of activity, total volumes and value traded were ~176mn and ~SAR 4.7bn respectively. The advance-decline ratio came in at 156/56.

### Technical outlook

- TASI closed near 11,119 after gaining 46 points. As expected, a significant buying power appeared near the 20-day SMA to halt the prior sell-off and push the index up. TASI developed a piercing line candlesticks pattern which reflected an alter in the selling attitude; suggesting a further rise toward the 10-day SMA. The RSI indicator is still inside the positive territory above its 50 level and started pointing up suggesting to witness a further rise in the index. TASI currently has immediate resistance near the level of 11,160 where a downside gap was created; followed by the 10-day SMA near 11,200. If penetrated, the level of 11,275 will be the next resistance. Immediate support is seen around the level of 127.2% Fibonacci external retracement near 11,100 followed by the 20-day SMA near 11,050. If breached, the index would be expected to meet the next support near 10,960. Traders are advised to cautiously buy and keep track of a stop loss below the 20-day SMA at 11,050.

Key price levels						
S3	S2	S1	Pivot	R1	R2	R3
10,850	10,960	11,050	11,100	11,160	11,200	11,275



Source: Bloomberg, Argaam

### TASI daily chart

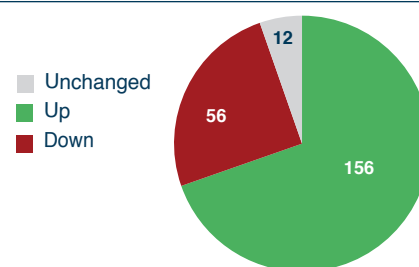


Source: Tradingview, Aljazira Capital

### Our view



### Market depth





## SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	Close*	Buy range	Target 1	Target 2	% Reward	Stop loss
2220	National Metal Manufacturing and Casting Co.	20.28	20.25 – 20.28	20.50	20.65	1.82%	20.10
2090	National Gypsum Company	25.10	25.05 – 25.10	25.35	25.55	1.79%	24.85
4162	Almunajem Foods Co.	61.80	61.65 – 61.80	62.30	63.20	2.27%	61.20
4163	Aldawaa Medical Services Co.	81.00	80.80 – 81.00	82.00	82.80	2.22%	80.20
2281	Tanmiah Food Company	141.80	141.45 – 141.80	142.80	146.20	3.10%	140.40
8020	Malath Cooperative Insurance Company	14.58	14.55 – 14.58	14.70	15.10	3.57%	14.45
8190	United Cooperative Assurance Co.	8.66	8.65 – 8.66	8.75	8.95	3.35%	8.55
7020	Etihad Etisalat Co.	45.40	45.30 – 45.40	45.95	46.40	2.20%	44.95
2082	ACWA Power Company	160.00	159.60 – 160.00	161.80	163.80	2.38%	158.40
7203	Elm Co.	437.60	436.50 – 437.60	442.00	444.00	1.46%	433.20

\* As of 04<sup>th</sup> May 2023

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

## CHARTS OF THE DAY

## Technical observations

**Maadaniyah** started to bounce off the level of prior peaks which coincides with the 10-day SMA. Moreover, all the technical indicators show bullish structure.

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



Source: Tradingview, AlJazira Capital

## Technical observations

**NGC** developed a bullish engulfing candlesticks pattern after re-testing the level of the middle peak of a completed positive double bottom pattern. Moreover, all the technical indicators show bullish structure.

## National Gypsum Company (NGC)



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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