

SAUDI KEY SECTOR INDEX PERFORMANCE

Main Index		Close	% DTD	% MTD	% YTD
Tadawul All Share Index	▼	6,901	-0.5%	-1.6%	-4.3%
NOMU	▼	4,149	-1.4%	-11.8%	-30.9%
Key Sectoral Indices					
Energy	▼	4,193	-0.7%	-6.6%	-15.7%
Materials	▼	4,741	-0.4%	-2.7%	-4.9%
Retailing	▲	5,644	0.2%	2.8%	14.9%
Banks	▼	4,842	-0.3%	0.3%	-4.8%
Telecommunication	▼	4,728	-1.5%	1.3%	-5.5%
Real Estate	▼	4,715	-0.9%	-4.0%	-6.0%

Source: Tadawul Stock Exchange

SAUDI ARABIA

TOP GAINERS

Stock Name	Close	% DTD	Stock Name	Close	% DTD
Sharqiya Dev Co	40.5	3.1%	Emaar EC	14.0	-7.2%
AlHokair	38.0	2.3%	MEPCO	16.0	-5.0%
AICC	13.3	1.5%	GASCO	30.6	-4.3%
SACO	101.4	1.4%	SIDC	11.4	-4.3%
SAICO	21.2	1.2%	Mouwasat	143.0	-4.1%

Source: Tadawul Stock Exchange

TOP LOSERS

TOP 5 MOST ACTIVE STOCKS – VALUE TRADED

Stock Name	Close	Value Traded (SAR mn)	% cont. to total value trade of TASI
Alinma	14.5	287.1	14.2%
SABIC	98.4	232.8	11.5%
Al Rajhi	62.1	135.3	6.7%
Dar Al Arkan	6.2	87.8	4.3%
Sharqiya Dev Co	40.5	68.5	3.4%

Source: Tadawul Stock Exchange

GLOBAL MARKET INDICES

US Indices	Close	% DTD	% MTD	% YTD	PE*(x)	
DJ Average	▲	21,012	0.4%	0.3%	6.3%	18.5
NASDAQ Composite	▲	6,163	0.4%	1.9%	14.5%	32.9
S&P 500 Comp.	▲	2,404	0.2%	0.8%	7.4%	21.4

European Indices	Close	% DTD	% MTD	% YTD	PE*(x)	
FTSE 100- UK	▲	7,515	0.4%	4.3%	5.2%	34.8
DAX - Germany	▼	12,643	-0.1%	1.6%	10.1%	19.8
CAC 40- France	▼	5,341	-0.1%	1.4%	9.9%	19.8

Asian Indices	Close	% DTD	% MTD	% YTD	PE*(x)	
SENSEX - India	▼	30,302	-0.2%	1.3%	13.8%	22.3
SSE Composite - China	▲	3,064	0.1%	-2.9%	-1.3%	16.6
NIKKEI 225 - Japan	▲	19,743	0.7%	2.8%	3.3%	19.0
Hang Seng - Hong Kong	▲	25,429	0.1%	3.3%	15.6%	14.3

Source: Bloomberg, Note: * - PE is TTM

MARKET COMMENTARY

Saudi Arabia Commentary

TASI and NOMU lost 0.5% and 1.4% respectively on Wednesday. Among Sectors, Materials (-0.4%) and Banks (-0.3%) led the decliners. Overall, 17 sub-sectors fell and three gained; 136 stocks retreated, whereas 27 stocks gained. In Materials, shares of Saudi Kayan (-0.9%) and Maaden (-0.8%) led the losses. In Banks, shares of Al Rajhi (-0.7%) and NCB (-0.6%) dragged the sector.

GCC Commentary

Most of the GCC markets declined on Wednesday amid thin volumes of trade, ahead of the Ramadan holiday; overall six GCC benchmark indices retreated and only one gained (BSE). Kuwait's KSE index dropped the most on Wednesday, down -0.6%, followed by Saudi Arabia's TASI index (-0.5%).

GCC Economic and Corporate Update

- Saudi Aramco plans to invest USD30.0 bn in US based Motiva Enterprises in two phases by 2023 to expand the company's operations in the petrochemical value chain.
- According to the Ministry of Development Planning and Statistics, Qatar's inward foreign investment grew 11.0% Y-o-Y to QR537.3 bn with FDI accounting for about one-fourth of the total inflow.
- Oman raised USD2.0 bn from its Islamic bond sale, pricing its bond at par with a seven-year sukuk and a coupon rate of 4.4%.

GCC MARKET INDICES

GCC Markets Indices	Close	% DTD	% MTD	% YTD	PE*(x)	
KSE Price Index	▼	6,703	-0.6%	-2.1%	16.6%	18.5
DFM Index	▼	3,352	-0.4%	-1.9%	-5.1%	16.0
ADX Index	▼	4,532	-0.3%	0.2%	-0.3%	16.4
Bahrain All Share	▲	1,314	0.3%	-1.6%	7.7%	8.2
QE Index	▼	10,087	-0.4%	0.2%	-3.3%	15.1
MSM 30 Index	▼	5,392	-0.2%	-2.2%	-6.8%	12.3

Source: Bloomberg, Note: * - PE is TTM

MARKET COMMENTARY

Global Market Commentary

U.S. stocks extended their rally for the fifth straight day on Wednesday led by materials and real estate companies. Most of the European stock markets closed slightly lower on Wednesday, as investors kept a close watch on the Federal Reserve's meeting minutes due later in the day. Asian markets mostly advanced on Thursday after U.S. Federal Reserve May meeting minutes hinted a rate hike in June.

Global Economic Update

- The Bank of Canada kept its benchmark interest rate unchanged at 0.5% citing the current degree of monetary stimulus as appropriate.
- US home resales fell more-than-expected to a seasonally adjusted rate of 5.57 mn units in April, amid lower demand due to high prices.

Commodity Market Update

- Oil prices settled lower slightly Wednesday as investors digested a smaller-than-expected U.S. gasoline stocks draw and awaited the outcome of discussions in Vienna between OPEC and other oil-exporting countries on output cuts.
- Gold prices inched higher on Wednesday, as the minutes of the Federal Reserve's policy meeting signalled that the U.S. central bank was vigilant about raising interest rates.

COMMODITY PRICE MOVEMENTS

Commodity Name	Close	% DTD	% MTD	% YTD
Brent Crude (\$/bbl)	▼ 54.0	-0.4%	4.3%	-5.0%
OPEC Crude Oil (\$/bl)	— 51.3	0.0%	4.1%	-3.7%
Gold (\$/Oz)	▲ 1,258.8	0.6%	-0.7%	9.2%
Silver (\$/Oz)	▲ 17.2	1.0%	0.2%	8.3%
Copper (\$/MT)	▼ 5,662.5	-0.6%	-0.8%	2.5%
Zinc (\$/MT)	▼ 2,625.0	-0.9%	0.2%	2.6%

Source: Bloomberg

GLOBAL ECONOMIC CALENDAR

Date	Nature of Release	Country	Period	Actual	Estimate	Previous
24 May	Bank of Canada Rate Decision	CA	24 May	0.5%	0.5%	0.5%
24 May	Existing Home Sales	US	Apr	5.57m	5.65m	5.70m
25 May	GDP Q-o-Q	UK	1Q	-	0.3%	0.3%
25 May	Initial Jobless Claims	US	20-May	-	238.0k	232.0k
26 May	GDP Annualized Q-o-Q	US	1Q	-	0.9%	0.7%
26 May	Durable Goods Orders	US	Apr	-	-1.5%	1.7%

Source: Bloomberg

INTEREST RATE WATCH

Interest Rates(%)	1M	3M	6M	12M
LIBOR (USD)	1.029	1.192	1.419	1.727
Europe (EURIBOR)	-0.374	-0.329	-0.251	-0.129
KSA (SAIBOR)	1.270	1.724	2.003	2.201
UAE (EIBOR)	1.048	1.483	1.688	2.171

Source: Bloomberg

CURRENCY MOVEMENT

Currency	Spot	3m	Currency	Spot	3m
EUR/USD	1.1219	1.1273	USD/KWD	0.3036	0.3037
GBP/USD	1.2972	1.3009	USD/BHD	0.3770	0.3773
USD/SAR	3.7502	3.7513	USD/QAR	3.6415	3.6458
USD/AED	3.6730	3.6741	USD/OMR	0.3850	0.3854

TECHNICAL ANALYSIS

TASI - DAILY CHART



Source: Thomson Reuters

The TASI ended the day at 6,901.43. On Wednesday, the index ended in a bearish candlestick for the second consecutive day in a row suggesting index could correct in the near term. The negative slope of the RSI on the daily chart corroborates with the above observations. On the upside, it could face resistance 6,930 and 6,975. Conversely; the index could find support 6,870 and 6,830.

COMPANIES CLOSEST TO RESISTANCE

Company	Ticker	Price	R1	R2
Arab National Bank	1080	19.70	19.73	19.77
Kingdom Holding Co	4280	10.28	10.30	10.33
Jabal Omar Development Co	4250	67.51	67.67	67.84
Banque Saudi Fransi	1050	26.60	26.67	26.73
United International Transportation Co	4260	22.51	22.57	22.64
Bupa Arabia for Cooperative Insurance Co	8210	115.46	115.81	116.15
Saudi Vitrified Clay Pipe Co	2360	55.00	55.17	55.33
Abdullah Al Othaim Markets Co	4001	105.00	105.33	105.67
Riyad Bank	1010	10.30	10.33	10.37
National Shipping Company of Saudi Arabia	4030	35.53	35.65	35.78

Source: Thomson Reuters

COMPANIES CLOSEST TO SUPPORT

Company	Ticker	Price	S1	S2
Jabal Omar Development Co	4250	67.51	67.42	67.34
Halwani Brothers Co	6001	49.50	49.43	49.37
City Cement Co C	3003	11.55	11.53	11.52
Saudi Vitrified Clay Pipe Co	2360	55.00	54.92	54.83
Riyad Bank	1010	10.30	10.28	10.27
Aseer Trading Tourism and Manufacturing Co	4080	16.40	16.37	16.33
Al Jouf Cement Co	3091	7.95	7.93	7.92
National Shipping Company of Saudi Arabia	4030	35.53	35.45	35.38
Banque Saudi Fransi	1050	26.60	26.67	26.73
Kingdom Holding Co	4280	10.28	10.25	10.23



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