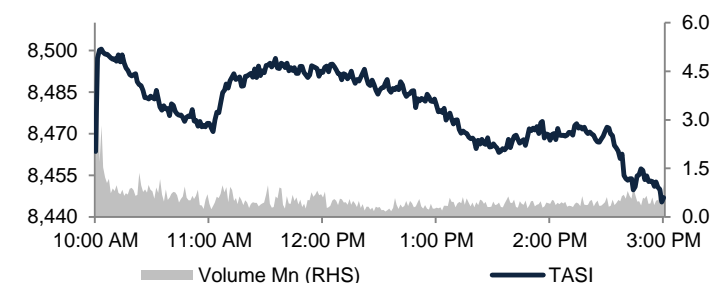


## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change %	YTD %
TASI	8,448	8,503	8,445	(0.2)	16.9
NOMU	2,788	2,840	2,787	(1.6)	(11.2)

## TASI movement during session



Index	Close	Daily Change %	% YTD	PE (TTM)
Energy	4,993	0.9	16.7	17.0
Materials	6,069	(0.1)	20.1	22.4
Capital Goods	4,089	(0.9)	(5.8)	-30.1
Commercial Service	4,619	(3.9)	9.8	19.8
Transportation	4,020	0.0	0.2	19.1
Consumer Durables	3,899	(0.8)	(5.8)	-19.0
Consumer Services	3,499	(1.4)	(5.0)	15.2
Media	12,443	(2.3)	60.8	512.7
Retailing	6,257	(0.3)	11.1	20.5
Food & Staples	6,567	(1.8)	17.1	19.5
Food & Beverages	4,483	(1.0)	(8.5)	27.3
Healthcare	4,957	0.4	11.6	22.5
Pharma & Bio Tech	4,294	0.8	8.1	25.8
Banks	7,345	(0.1)	33.5	13.9
Diversified Financials	3,851	(0.5)	(4.5)	-36.3
Insurance	4,172	(1.3)	(11.7)	33.8
Telecom	5,381	1.0	26.5	32.4
Utilities	4,499	(0.7)	(1.4)	79.9
REITs	3,922	(0.4)	(15.3)	57.8
Real Estate	3,779	(0.5)	(19.6)	30.7

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
8,456	8,434	8,355	3.11

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000 shares)
Current Week	6.9	265.8	176.2
Previous week	14.8	558.8	447.8

## Top Gainers

Company	Price	Change%
Saudi Kayan	18.14	6.2
Nama Chemicals	30.80	5.8
Ethihad Etisalat	20.76	4.2
CHEMANOL	10.70	3.9
Petro Rabigh	28.65	3.2

## Top Losers

Company	Price	Change%
Amana Insurance	20.18	-8.5
Enaya	26.40	-8.3
YCC	25.20	-4.9
Wataniya	26.55	-4.7
Catering	90.00	-4.3

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	89.50	0.7
SABIC	129.20	-0.2
NCB	47.90	-0.2
SAMBA	32.70	-0.6
STC	87.60	0.1

## Major Economic News

- According to Saudi Standards, Metrology and Quality Organization (SASO), Saudi Electricity Co. (SEC), along with four other state-run entities, would set up facilities to service electric vehicles. The other four government entities are SASO; the Electricity and Cogeneration Regulatory Authority (ECRA); the Ministry of Energy, Industry, and Mineral Resources; and the Ministry of Municipal and Rural Affairs. (Source: Argaam)
- According to data released by the Saudi General Authority for Statistics (GASTAT), prices of 124 goods and services in KSA increased year-on-year (YoY) in June, while prices of 35 commodities declined. Moreover, among 88 food products, prices of 15 items fell YoY in June, while prices of other 72 products rose. (Source: Argaam)

## Major Corporate News

- Saudi Co. for Hardware's board of directors recommended a 10.0% cash dividend for 1H2018 issued at SAR 1.0 per share with a total amount of SAR 24.0mn. (Source: Argaam)
- Sahara Petrochemical Co.'s net profit jumped 95.9% YoY, to SAR 361.4mn in 1H2018, led by a rise in profit at Tasnee and Sahara Olefins Company. (Source: Argaam)
- According to the CEO of National Industrialization Co. (Tasnee), the planned merger between Tronox and Cristal is likely to conclude in 3Q2018. Tronox's plan to acquire the titanium dioxide (TiO<sub>2</sub>) business of National Titanium Dioxide Ltd. (Cristal) was marred by regulatory challenges in the US and Europe on antitrust grounds. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange decreased 0.2% to 8,448.5 on Monday. The value traded stood at SAR 4.0bn (up 43.3% over previous day), while the advance-decline ratio stood at 35/141. The parallel market index decreased 1.6% to 2,787.6 points. The value traded stood at SAR 1.2mn (up 86.7% over previous day). Most sectors in the main market ended in the red. Telecom and Energy (up 1.0% and 0.9% respectively) advanced the most; Commercial Service and Media (down 3.9% and 2.3%, respectively) led the laggards.

## Regional Markets

Market	Close	Daily Change %	MTD %	YTD %
Dubai (DFM)	2,932	0.4	3.9	-13.0
Abu Dhabi (ADX)	4,761	-0.2	4.4	8.2
Kuwait (KSE)	4,946	-0.2	1.7	**NA
Qatar (QE)	9,435	0.8	4.6	10.7
Oman (MSM)	4,433	0.0	-3.0	-13.1
Bahrain (BSE)	1,357	0.4	3.5	1.9
Egypt (EGX30)	15,304	0.0	-6.4	1.9

## International Markets

Index	Close	Daily Change %	MTD %	YTD %
Dow Jones	25,044	-0.1	3.2	1.3
Nasdaq	7,372	0.3	4.7	15.2
S&P 500	2,807	0.2	3.3	5.0
FTSE 100	7,656	-0.3	0.2	-0.4
Germany DAX 30	12,549	-0.1	2.0	-2.9
France CAC 40	5,378	-0.4	1.0	1.2
Japan Nikkei 225	22,698	-0.3	1.8	-0.3
Hong Kong Hang Seng	28,256	0.1	-2.4	-5.6
China Shanghai Composite	2,860	1.1	0.4	-13.5
Australia ASX 200	6,228	-0.9	0.5	2.7
India Sensex	36,719	0.6	3.7	7.8

## Commodity Markets

Commodity	Price	Daily Change %	MTD %	YTD %
Arab Light Crude (\$/bbl)	73.6	1.0	-5.1	13.0
Brent Crude (\$/bbl)	73.1	0.0	-8.0	9.3
Texas crude (\$/bbl)	67.9	-3.4	-8.4	12.3
Natural Gas (\$/mmbtu)	2.72	-1.3	-6.9	-7.9
Gold (\$/oz)	1,224	-0.6	-2.2	-6.0
Silver (\$/oz)	15.4	-0.7	-4.4	-9.3
Steel (\$/ton)	916	-0.3	0.7	38.4
Iron Ore (CNY/MT)	462	0.0	6.1	-5.3
Wheat (\$/bu)	514	-0.4	3.3	20.3
Corn (\$/bu)	357	0.6	2.0	1.9
Sugar (\$/lb)	11.1	-0.4	-6.6	-26.9
SMP* (EUR/MT)	1,440	-7.6	-2.0	3.3

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change (bps)	MTD (bps)	YTD (bps)
USD LIBOR	2.342	0.0	0.6	64.7
Saudi Arabia (SAIBOR)	2.609	0.0	1.5	71.3
UAE (EIBOR)	2.509	-1.1	7.9	71.4
Kuwait (KIBOR)	2.063	0.0	6.3	18.8
Qatar (QIBOR)	2.621	-0.3	-2.1	-2.7
Bahrain (BHIBOR)	3.500	0.0	0.0	77.5

\* Three-month Interbank rate \*\*NA: Not Available

Data Sources: Tadawul, Bloomberg, Reuters

Updated as of July 24, 2018

## Regional and International Markets

- Among other regional markets, Dubai increased 0.4%, while Abu Dhabi decreased 0.2%. Kuwait decreased 0.2%, while Qatar and Bahrain increased 0.8% and 0.4%, respectively. Meanwhile, Oman and Egypt remained closed.
- The US existing home sales level decreased to 5.380mn in June (consensus: 5.440mn) from 5.410mn in May. On MoM basis, existing home sales fell 0.6% in June compared with 0.7% in May. On YoY basis, it decreased 2.2% in June against 3.4% in May. For home sellers, the good news is that prices have climbed 4.5%. (Source: Econoday)
- The US Chicago Fed National Activity Index level increased to 0.43 in June (consensus: 0.23) from -0.45 in May. This was majorly led by industrial production, specifically manufacturing production, which contributed 0.36, followed by employment with 0.08 and sales, orders, and inventories with 0.06. However, the contribution of personal consumption and housing declined 0.06. (Source: Econoday)
- Oil prices remained flat on Monday, as traders turned their focus toward oversupply concerns, moving away from increasing worries between the US and Iran, which had earlier pushed prices up during the session.
- Gold prices fell 0.6% on Monday, as the US dollar strengthened against the currencies of key bullion consumers China and India.

## Forex / Currency

Currency	Close	Daily Change %	MTD %	YTD %
Dollar Index	94.7	0.2	0.0	2.8
Euro	1.17	-0.2	0.1	-2.6
Japanese Yen	111.3	-0.1	0.6	-1.2
Sterling Pound	1.31	-0.2	-0.8	-3.0
Chinese Yuan	6.79	0.4	2.7	4.4
Indian Rupee	68.8	0.2	0.6	7.8
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	0.0	0.0	0.0
Kuwaiti Dinar	0.30	0.0	0.1	0.5
Omani Rial	0.38	0.0	-0.1	0.0
Bahraini Dinar	0.38	0.1	0.0	0.4
Egyptian Pound	17.87	0.1	0.2	0.8

## Corporate Calendar

Date	Company	Event
24 <sup>th</sup> July	Chubb Arabia	OGM
25 <sup>th</sup> July	BSFR	Cash Dividend Distribution
25 <sup>th</sup> July	Development Works For	EGM
26 <sup>th</sup> July	Al Rajhi	Cash Dividend Distribution
26 <sup>th</sup> July	Saudi Industrial	OGM
29 <sup>th</sup> July	Sagr Insurance	EGM

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

Head of Research

**Talha Nazar**

+966 11 2256250

t.nazar@aljaziracapital.com.sa

Analyst

**Sultan Al Kadi, CAIA**

+966 11 2256374

s.alkadi@aljaziracapital.com.sa

Analyst

**Jassim Al-Jubran**

+966 11 2256248

j.aljabran@aljaziracapital.com.sa

Analyst

**Waleed Al-Jubayr**

+966 11 2256146

W.aljubayr@aljaziracapital.com.sa

Analyst

**Muhanad Al-Odan**

+966 11 2256115

m.alodan@aljaziracapital.com.sa

General Manager - Brokerage Division

**Mr. Ala'a Al-Yousef**

+966 11 2256000

a.yousef@aljaziracapital.com.sa

Regional Manager - West and South Regions

**Mansour Hamad Al-Shuaibi**

+966 12 6618443

m.alshuaibi@aljaziracapital.com.sa

AGM-Head of international and institutional brokerage

**LuayJawad Al-Motawa**

+966 11 2256277

lalmutawa@aljaziracapital.com.sa

Sales And Investment Centers Central Region Manager

**Sultan Ibrahim AL-Mutawa**

+966 11 2256364

s.almutawa@aljaziracapital.com.sa

Area Manager –Qassim & Eastern Province

**Abdullah Al-Rahit**

+966 16 3617547

aalrahit@aljaziracapital.com.sa

AlJazira Capital, the investment arm of Bank AlJazira, is a Shariaa Compliant Saudi Closed Joint Stock company and operating under the regulatory supervision of the Capital Market Authority. AlJazira Capital is licensed to conduct securities business in all securities business as authorized by CMA, including dealing, managing, arranging, advisory, and custody. AlJazira Capital is the continuation of a long success story in the Saudi Tadawul market, having occupied the market leadership position for several years. With an objective to maintain its market leadership position, AlJazira Capital is expanding its brokerage capabilities to offer further value-added services, brokerage across MENA and International markets, as well as offering a full suite of securities business.

## 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 AlJazira Capital from sources believed to be reliable, but AlJazira 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. AlJazira 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 AlJazira 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 AlJazira 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 AlJazira Capital. Funds managed by AlJazira Capital and its subsidiaries for third parties may own the securities that are the subject of this document. AlJazira 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 AlJazira 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 AlJazira 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 AlJazira 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.