



Major Economic News

- SAMA injected the SAR 50bn worth of liquidity in all Saudi banks in the form of zero-interest, one-year deposits. The move is aimed to enhance liquidity and reduce the burden for banks, which covered the deferred payments of large companies that are not included in the private sector support program. (Source: Argaam)
- Saudi Arabia's general reserves increased by SAR 21.9mn M/M to SAR 469.6bn in April. The Kingdom's current account fell by SAR 15.2bn M/M to SAR 24.4bn in April. (Source: Argaam)

Major Corporate News

- Electrical Industries Co. reopened its 2 factories, Saudi Power Transformers Co. and Cable Trays Factory, in Dammam Industrial City II at full capacity. (Source: Argaam)
- Saudi Cable Co. signed a credit facility rescheduling agreement with Al Rajhi Bank, for a value of SAR 264.2mn. The credit facility is rescheduled due to unpaid loan overdue and the rescheduling is guaranteed by a signed promissory note. (Source: Argaam)
- Alandalus Property Co. announced that its malls and commercial centers will be gradually reopened back to business as usual by June 20. (Source: Argaam)
- Al Moammar Information Systems Co.'s shareholders approved a SAR 40mn capital hike to SAR 200mn from SAR 160mn to boost company resources. (Source: Argaam)
- Walaa Cooperative Insurance Co. announced that it received a confirmation from Arab National Bank, to provide insurance coverage on the auto leasing financing program. The value of the contract is more than SAR 40mn and the term of the contract is 1 year. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 1.1% to 7,288.8. The value traded stood at SAR 6.7bn (up 2.3% over previous day), while the advance-decline ratio stood at 140/47. The parallel market index increased 3.4% to 7,366.1 points. The value traded stood at SAR 56.6mn (up 175.8% over previous day). Most of the sectors in the main market ended in the green. Food & Beverages and Materials (up 4.4% and 2.1%, respectively) advanced the most; Transportation and Energy (down 0.6% and 0.2%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
GULF UNION	15.34	9.9
ALMARAI	54.00	7.1
SHAKER	8.99	6.6
DAR ALARKAN	7.45	6.0
MAADEN	37.65	5.3

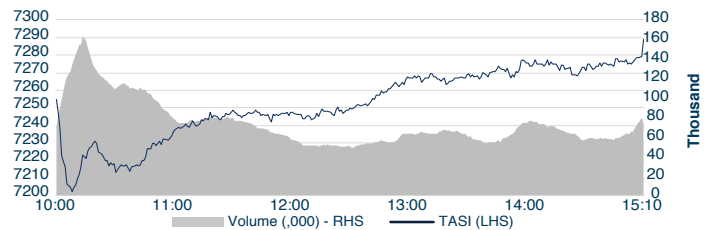
Top Losers

Company	Price	Change%
ALMRAKEZ	21.48	-2.7
MASHAAR	7.30	-2.7
SHARQIYAH	63.50	-2.3
ABO MOATI	16.50	-2.0
SGS	28.10	-1.9

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %	PE (TTM)
TASI	7,289	7,289	7,202	1.1	(13.1)	20.4
NomuC	7,366	7,572	7,107	3.4	2.6	High

TASI movement during session



Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	4,986	(0.2)	(8.4)	20.0
Materials	4,519	2.1	(12.5)	49.4
Capital Goods	3,537	2.0	(18.4)	Neg
Commercial Service	3,682	1.5	(22.8)	13.8
Transportation	3,557	(0.6)	(19.1)	16.2
Consumer Durables	3,188	1.1	(9.1)	Neg
Consumer Services	3,206	0.6	(19.0)	25.3
Media	7,363	1.8	(21.7)	21.5
Retailing	6,391	(0.1)	(17.0)	19.3
Food & Staples	9,423	0.6	42.4	46.6
Food & Beverages	5,009	4.4	15.1	41.0
Healthcare	3,578	0.4	(4.1)	24.5
Pharma & Bio Tech	3,687	0.2	2.6	Neg
Banks	6,536	0.7	(19.4)	12.2
Diversified Financials	2,932	0.2	(11.2)	High
Insurance	4,420	0.3	(2.1)	29.5
Telecom	6,502	0.9	0.5	20.4
Utilities	3,737	0.0	(15.1)	48.9
REITs	3,676	1.0	(12.4)	23.0
Real Estate	2,528	1.2	(19.3)	High
Software & Services	6,200	0.2	25.7	12.3

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
7,129	6,952	6,848	6.59

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	13.2	657.0	588.7
Previous week	27.7	1,136.6	995.4

Top Weighted Companies

Company	Price	Change%
Al Rajhi	58.10	0.7
Saudi Aramco	32.90	-0.3
NCB	40.85	2.1
SABIC	88.00	2.6
STC	100.00	0.5



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi increased 1.5% and 0.7%, respectively. Qatar gained 2.0%, while Kuwait and Egypt rose 0.1% each. Oman declined 0.3%. Meanwhile, Bahrain remained flat.
- President Donald Trump warned states that he would deploy the military if states and cities fail to control the demonstrations sparked by the killing of George Floyd. (Source: CNBC)
- US PMI manufacturing index rose to 43.1 in May (consensus: 42.7) compared with 41.5 in April. Employment index increased to 32.1 in May from 27.5 in April. The new orders index grew to 31.8 in May from 27.1 in April and the production index rose to 33.2 from 27.5. (Source: Econoday, RTT News)
- Eurozone manufacturing PMI increased to 39.4 in May (consensus: 39.5) from 33.4 in April. The improvement was due to restarting of work by companies after coronavirus lockdown eased. (Source: Econoday, RTT News)
- Oil prices rose 8.5% ahead of OPEC+ meet on production cuts. (Source: CNBC)
- Gold prices increased 0.8%, as investors seek safe haven amid violent protests in the US. (Source: RTT News)

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	97.8	-0.5	-0.5	1.5
Euro	1.11	0.3	0.3	-0.7
Japanese Yen	107.6	-0.2	-0.2	-0.9
Sterling Pound	1.25	1.2	1.2	-5.8
Chinese Yuan	7.12	-0.1	-0.1	2.3
Indian Rupee	75.5	-0.1	-0.1	5.8
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.67	0.4	0.4	0.7
Kuwaiti Dinar	0.31	-0.1	-0.1	1.6
Omani Rial	0.38	0.1	0.1	0.1
Bahraini Dinar	0.38	0.1	0.1	0.1
Egyptian Pound	15.88	0.6	0.6	-0.7

Corporate Calendar

Date	Company	Event
02nd Jun	Saudi Electric.	OGM
02nd Jun	Dar Al-Arkan	OGM
02nd Jun	Wafa Insurance	OGM
03rd Jun	LAZURDE	OGM
03rd Jun	MEDGULF	EGM
03rd Jun	Yanbu Cement	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	1,974	1.5	1.5	-28.6	7.7
Abu Dhabi (ADX)	4,171	0.7	0.7	-17.8	11.3
Kuwait (KSE)	4,155	0.1	0.1	-15.4	10.4
Qatar (QE)	9,020	2.0	2.0	-13.5	13.8
Oman (MSM)	3,535	-0.3	-0.3	-11.2	8.1
Bahrain (BSE)	1,270	0.0	0.0	-21.1	9.1
Egypt (EGX30)	10,227	0.1	0.1	-26.7	7.3

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	25,475	0.4	0.4	-10.7	19.5
Nasdaq	9,599	0.5	0.5	9.9	29.9
S&P 500	3,056	0.4	0.4	-5.4	1.9
FTSE 100	6,166	1.5	1.5	-18.2	16.0
Germany DAX 30	11,587	0.0	0.0	-12.5	18.0
France CAC 40	4,763	1.4	1.4	-20.3	18.9
Japan Nikkei 225	22,062	0.8	0.8	-6.7	19.9
Hong Kong Hang Seng	23,733	3.4	3.4	-15.8	10.3
China Shanghai Composite	2,915	2.2	2.2	-4.4	12.0
Australia ASX 200	5,819	1.1	1.1	-12.9	16.4
India Sensex	33,304	2.7	2.7	-19.3	18.5

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	33.0	15.4	15.4	-52.0
Brent Crude (\$/bbl)	38.3	8.5	8.5	-41.9
Texas crude (\$/bbl)	35.4	-0.1	-0.1	-42.0
Natural Gas (\$/mmbtu)	1.77	-4.1	-4.1	-19.0
Gold (\$/oz)	1,740	0.8	0.8	14.7
Silver (\$/oz)	18.3	2.4	2.4	2.5
Steel (\$/ton)	515	0.4	0.4	-12.4
Iron Ore (CNY/MT)	803	3.4	3.4	15.5
Wheat (\$/bu)	515	-1.1	-1.1	-7.8
Corn (\$/bu)	323	-0.8	-0.8	-16.6
Sugar (\$/lb)	11.0	0.8	0.8	-18.0
SMP* (EUR/MT)	2,155	-0.6	-0.6	-16.1

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.344	-0.6	-0.6	-156.4
Saudi Arabia(SAIBOR)	1.080	-0.3	-0.3	-115.1
UAE (EIBOR)	0.796	19.1	19.1	-141.3
Qatar (QIBOR)	1.115	-16.2	-16.2	-113.5
Bahrain (BHIBOR)	2.217	0.0	0.0	-45.0

Data Sources: Tadawul, Bloomberg, Reuters

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

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2. **Underweight:** This rating implies that the stock is currently trading at a premium to its 12 months price target. Stocks rated "Underweight" would typically decline by over 10% from the current price levels over next twelve months.
3. **Neutral:** The rating implies that the stock is trading in the proximate range of its 12 months price target. Stocks rated "Neutral" is expected to stagnate within +/- 10% range from the current price levels over next twelve months.
4. **Suspension of rating or rating on hold (SR/RH):** This basically implies suspension of a rating pending further analysis of a material change in the fundamentals of the company.

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