



## Major Economic News

- Saudi-listed banks reported a 38% Y/Y plunge in aggregate net profit before Zakat and tax to SAR 2.9bn in April 2020. The sector's aggregate earnings dropped 11% Y/Y to SAR 16.6bn YTD, compared to SAR 18.6bn a year earlier. (Source: Argaam)
- Assets held by SAMA declined by SAR 89.5bn M/M to SAR 1.7tn in April 2020. On yearly basis, SAMA's assets dropped by SAR 185.2bn. SAMA transferred an exceptional SAR 150bn from FX reserves to the Public Investment Fund, leading to a noticeable decline in FX reserves. (Source: Argaam)
- The Capital Market Authority issued a resolution to publish the draft amendment to the rules of special purposes entities for public consultation for a period of 60 days ending July 29, 2020. (Source: Argaam)

## Major Corporate News

- Lazurde Company for Jewelry will reopen its retail outlets in Saudi Arabia, in line with the Kingdom's decision to end coronavirus curfew starting 21 June. (Source: Argaam)
- Naseej International Trading Co. reopened showrooms and warehouses, in accordance with the government guidelines for public health and safety. (Source: Argaam)
- Saudi Public Transport Company resumes intercity services except for Makkah, in line with the government's decision to ease the COVID-19 precautionary measures. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange increased 2.3% to 7,213.0. The value traded stood at SAR 6.5bn (down 26.1% over previous day), while the advance-decline ratio stood at 181/13. The parallel market index decreased 0.6% to 7,124.8 points. The value traded stood at SAR 20.5mn (down 41.8% over previous day). All sectors in the main market ended in the green. Retailing and Banks (up 3.8% and 3.5%, respectively) advanced the most.

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

Company	Q1-20	Q1-19	Y/Y %	Q4-19	Q/Q %
Saudi Paper Mfg. Co.	1.2	23.5	-94.8	-11.3	NM
Abdulmohsen Alhokair Grp	2.1	-32.1	NM	-95.7	NM

\*\*NA: Not Meaningful

## Top Gainers

Company	Price	Change%
MEDGULF	22.52	10.0
RAYDAN	16.44	9.9
GACO	11.78	9.9
ALJOUF	26.20	9.6
MASHAAR REIT	7.50	9.5

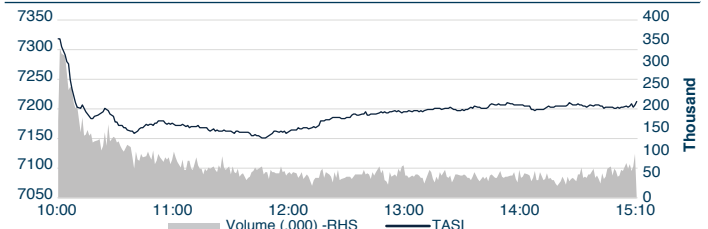
## Top Losers

Company	Price	Change%
ACIG	22.40	-4.6
JADWA RE.	10.94	-2.3
AMIANIT	9.98	-1.8
MOUWASAT	83.60	-1.8
SABB TAK.	17.82	-0.9

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %	PE (TTM)
TASI	7,213	7,339	7,150	2.3	(14.0)	20.4
NomuC	7,125	7,307	7,125	(0.6)	(0.8)	High

## TASI movement during session



Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	4,996	0.1	(8.2)	20.0
Materials	4,425	2.9	(14.3)	48.2
Capital Goods	3,467	1.5	(20.0)	Neg
Commercial Service	3,627	2.2	(24.0)	13.6
Transportation	3,579	2.4	(18.6)	16.4
Consumer Durables	3,154	2.8	(10.0)	Neg
Consumer Services	3,187	1.9	(19.5)	25.3
Media	7,231	1.6	(23.1)	21.1
Retailing	6,397	3.8	(16.9)	19.4
Food & Staples	9,366	2.2	41.6	46.3
Food & Beverages	4,797	1.5	10.2	39.0
Healthcare	3,565	1.2	(4.4)	24.4
Pharma & Bio Tech	3,681	2.2	2.4	Neg
Banks	6,490	3.5	(19.9)	12.1
Diversified Financials	2,926	3.1	(11.4)	High
Insurance	4,408	1.2	(2.3)	29.5
Telecom	6,445	0.5	(0.4)	20.2
Utilities	3,737	0.9	(15.1)	48.9
REITs	3,640	0.4	(13.3)	22.8
Real Estate	2,497	2.5	(20.3)	High
Software & Services	6,189	0.4	25.5	12.3

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
7,056	6,883	6,825	4.74

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	6.5	307.4	299.3
Previous week	27.7	1,136.6	995.4

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	57.70	2.7
Saudi Aramco	33.00	0.0
NCB	40.00	7.0
SABIC	85.80	3.4
STC	99.50	-0.5



## Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi increased 0.3% and 0.7%, respectively. Egypt and Oman rose 1.1% and 4.0%, respectively. Kuwait and Qatar declined 0.3% each, while Bahrain fell 0.1%.
- Several cities in the US imposed curfews as demonstrators took to the streets to vent outrage at the death of a black man. (Source: Reuters)
- US President Donald Trump said that he will initiate end of preferential treatment for Hong Kong in trade and travel, in response to a new security law pushed by Beijing. (Source: BBC)
- US personal income increased by 10.5% in April (consensus: a decline of 6.5%) after falling by a revised 2.2% in March. The rise in income is attributed to the distribution of stimulus checks by the federal government. Disposable personal income also grew 13.4% in April compared to a 1.8% drop in March. (Source: RTT News)
- US consumer sentiment index for May was revised downwardly to 72.3 (consensus: 74.0) from the preliminary reading of 73.7. The index reading stood at 71.8 in April. (Source: RTT News)
- China's Caixin/Markit Manufacturing PMI came in at 50.7 for May (consensus: 49.6) compared to 49.4 in April. (Source: CNBC)
- Eurozone inflation slowed to 0.1% Y/Y in May (in line with consensus), the lowest since June 2016, from 0.3% in April. (Source: RTT News)

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	98.3	0.0	-0.7	2.0
Euro	1.11	0.0	1.3	-1.0
Japanese Yen	107.8	0.0	0.6	-0.8
Sterling Pound	1.23	0.0	-2.0	-6.9
Chinese Yuan	7.13	0.0	1.1	2.5
Indian Rupee	75.6	0.0	0.7	5.9
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.65	-0.2	0.0	0.3
Kuwaiti Dinar	0.31	-0.1	-0.3	1.7
Omani Rial	0.38	0.0	0.0	0.0
Bahraini Dinar	0.38	-0.1	-0.2	0.0
Egyptian Pound	15.79	0.0	0.6	-1.3

## Corporate Calendar

Date	Company	Event
01 <sup>st</sup> Jun	Jazira Takaful	OGM
01 <sup>st</sup> Jun	BCI	OGM
01 <sup>st</sup> Jun	Sagr Insurance	OGM
01 <sup>st</sup> Jun	Al Hokair Group	OGM
01 <sup>st</sup> Jun	MIS	EGM
02 <sup>nd</sup> Jun	Saudi Electric.	OGM

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	1,945	0.3	-4.0	-29.6	7.7
Abu Dhabi (ADX)	4,142	0.7	-2.1	-18.4	11.2
Kuwait (KSE)	4,150	-0.3	-1.8	-15.5	10.5
Qatar (QE)	8,845	-0.3	0.9	-15.2	13.5
Oman (MSM)	3,545	4.0	0.1	-11.0	8.2
Bahrain (BSE)	1,270	-0.1	-3.1	-21.2	9.1
Egypt (EGX30)	10,220	1.1	-3.2	-26.8	7.3

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	25,383	0.0	4.3	-11.1	19.5
Nasdaq	9,556	0.0	6.2	9.4	29.9
S&P 500	3,044	0.0	4.5	-5.8	1.9
FTSE 100	6,077	0.0	3.0	-19.4	14.9
Germany DAX 30	11,587	0.0	6.7	-12.5	18.0
France CAC 40	4,695	0.0	2.7	-21.5	18.7
Japan Nikkei 225	21,878	0.0	15.7	-7.5	19.8
Hong Kong Hang Seng	22,961	0.0	-6.8	-18.5	9.9
China Shanghai Composite	2,852	0.0	-0.3	-6.5	11.7
Australia ASX 200	5,756	0.0	4.2	-13.9	16.2
India Sensex	32,424	0.0	-3.8	-21.4	18.0

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	28.6	0.0	39.3	-58.4
Brent Crude (\$/bbl)	35.3	0.0	39.8	-46.5
Texas crude (\$/bbl)	35.5	0.0	88.4	-42.0
Natural Gas (\$/mmbtu)	1.85	0.0	-5.1	-15.5
Gold (\$/oz)	1,726	0.0	2.8	13.8
Silver (\$/oz)	17.8	0.0	18.8	0.1
Steel (\$/ton)	513	0.0	9.6	-12.8
Iron Ore (CNY/MT)	776	0.0	12.3	11.7
Wheat (\$/bu)	521	0.0	-1.7	-6.8
Corn (\$/bu)	326	0.0	4.6	-16.0
Sugar (\$/lb)	10.9	0.0	5.0	-18.7
SMP* (EUR/MT)	2,168	0.0	17.2	-15.6

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.344	0.0	-21.2	-156.4
Saudi Arabia(SAIBOR)	1.083	-0.9	-15.1	-114.9
UAE (EIBOR)	0.604	-29.1	-94.5	-160.4
Qatar (QIBOR)	1.277	4.7	-0.6	-97.3
Bahrain (BHIBOR)	2.217	-8.3	25.0	-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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