



Major Economic News

- Saudi Arabia has reduced the volume of July-loading crude that it will supply to at least five buyers in Asia. The cuts were mainly for medium and heavy grades and were seen at refineries in countries such as China. (Source: Zawya))

Major Corporate News

- Amlak International for Real Estate Finance issued a prospectus for its initial public offering on the Saudi Stock Exchange. The company will float 27.2mn shares, or 30% of its share capital. (Source: Argaam)
- Al-Babtain Power & Telecommunication Co. signed the final legal drafting of the sale and purchase agreement as well as the shareholders' agreement to sell 49% of Al-Babtain France to Portuguese Metalgalva for SAR 12.5mn (EUR 3mn). (Source: Argaam)
- Al Gassim Investment Holding Co. was allowed by virtue of a letter from the Ministry of Environment, Water, and Agriculture to own a 74.0mn square meter-land plot out of the total area granted thereto in Shari, Qassim. (Source: Argaam)
- Jazan Energy and Development Co. signed an agreement to acquire an 80% stake in Fish Day Co., the owner and operator of the Fish Day portal, which offers fresh fish home delivery services for SAR 1mn. (Source: Argaam)
- Al-Omran Industries & Trading Co. submitted a request to move to the main stock market, Tadawul All Share Index, through the automated system set for this purpose. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 0.4% to 7,263.7. The value traded stood at SAR 5.6bn (down 97.9% over previous day), while the advance-decline ratio stood at 68/118. The parallel market index increased 8.0% to 9,356.2 points. The value traded stood at SAR 22.7mn (down 25.7% over previous day). Most sectors in the main market ended in the red. Commercial Service and Food & Staples (up 2.1% and 0.7%, respectively) advanced the most; Media and Software & Services (down 1.9% and 1.0%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q1-20	Q1-19	Y/Y %	Q4-19	Q/Q %
Emaar The Economic City	-282.0	7.0	NM	-223.0	NM
Makkah Const. and Dev.	41.0	48.0	-14.6	27.0	51.9
United Coop. Assurance	-3.1	-5.5	NM	6.2	NM

**NA: Not Meaningful

Top Gainers

Company	Price	Change%
SFICO	24.68	8.2
CITY CEMENT	14.90	5.8
SABB TAKAFUL	20.88	5.8
KEC	8.40	4.5
TECO	21.92	4.4

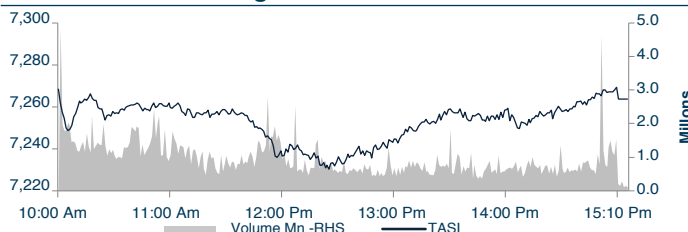
Top Losers

Company	Price	Change%
FIPCO	43.65	-4.1
FARM SUP.	23.18	-3.4
NADEC	27.00	-2.9
SISCO	20.80	-2.8
ALKHABEER	8.67	-2.8

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %	PE (TTM)
TASI	7,264	7,272	7,229	(0.4)	(13.4)	25.5
NomuC	9,356	9,356	8,616	8.0	30.3	High

TASI movement during session



Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	4,921	(0.1)	(9.6)	19.6
Materials	4,569	0.1	(11.6)	49.9
Capital Goods	3,832	(0.5)	(11.6)	Neg
Commercial Service	3,783	2.1	(20.7)	14.1
Transportation	3,662	(0.3)	(16.7)	16.5
Consumer Durables	3,203	(0.6)	(8.7)	Neg
Consumer Services	3,296	(0.8)	(16.8)	25.9
Media	7,323	(1.9)	(22.1)	21.4
Retailing	6,474	(0.8)	(15.9)	19.6
Food & Staples	9,000	0.7	36.0	44.8
Food & Beverages	5,107	(0.2)	17.3	41.5
Healthcare	3,817	(1.0)	2.3	26.4
Pharma & Bio Tech	3,951	0.3	9.9	Neg
Banks	6,443	(0.9)	(20.5)	12.0
Diversified Financials	3,106	0.7	(6.0)	High
Insurance	4,466	(0.6)	(1.1)	29.8
Telecom	6,514	(0.1)	0.6	20.3
Utilities	3,511	0.1	(20.2)	45.7
REITs	3,591	(0.5)	(14.4)	22.5
Real Estate	2,458	(0.1)	(21.5)	High
Software & Services	6,047	(1.0)	22.6	12.1

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
7,305	7,281	7,116	29.00

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	269.5	2,645.1	506.6
Previous week	25.9	1,290.1	1,256.7

Top Weighted Companies

Company	Price	Change%
Al Rajhi	58.70	-0.8
Saudi Aramco	32.25	0.0
NCB	37.95	-1.8
SABIC	88.80	0.3
STC	99.00	0.5



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi decreased 1.9% and 0.2%, respectively. Kuwait and Bahrain rose 0.3% and 0.1%, respectively; while Egypt and Qatar declined 0.6% each. Meanwhile, Oman remained flat.
- Trump administration is preparing an infrastructure proposal of around USD 1tn to bring the economy back to life. (Source: Reuters)
- The Federal Reserve is planning to buy individual corporate bonds, on top of the exchange-traded funds it is purchasing already. The program could buy up to USD 750bn worth of corporate credit. (Source: CNBC)
- The Bank of Japan maintained short-term interest rates at -0.1% and the 10-year government bond yield around 0%. The central bank said that it expects to pump around JPY 110tn (USD 1tn) to the economy through its market operations and lending facilities to fight against the health crisis due to coronavirus pandemic. (Source: CNBC)
- Oil prices increased 2.6% aided by the statement from a white house official that US president Trump is not planning to close the economy again due to rise in Covid-19 cases.
- Gold prices fell 0.3%, as fears of the US economy closing down again receded.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	96.7	-0.6	-1.7	0.3
Euro	1.13	0.6	2.0	1.0
Japanese Yen	107.3	0.0	-0.4	-1.2
Sterling Pound	1.26	0.5	2.1	-5.0
Chinese Yuan	7.09	0.1	-0.6	1.8
Indian Rupee	76.0	-0.1	0.5	6.5
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.66	-0.4	0.4	0.5
Kuwaiti Dinar	0.31	-0.1	-0.2	1.6
Omani Rial	0.38	0.1	0.0	0.0
Bahraini Dinar	0.38	0.2	0.1	0.1
Egyptian Pound	16.15	0.1	1.8	0.9

Corporate Calendar

Date	Company	Event
16 th Jun	Saudi Electric.	Cash Dividend Distribution
16 th Jun	Salama	OGM
16 th Jun	Allianz SF	EGM
16 th Jun	Arab Sea	OGM
16 th Jun	SADAFCO	EGM
17 th Jun	TADCO	OGM

*EGM: Extra Ordinary Meeting
 *OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,052	-1.9	5.5	-25.8	6.2
Abu Dhabi (ADX)	4,268	-0.2	3.0	-15.9	11.6
Kuwait (KSE)	4,186	0.3	0.9	-14.8	10.6
Qatar (QE)	9,134	-0.6	3.3	-12.4	14.0
Oman (MSM)	3,521	0.0	-0.7	-11.6	8.1
Bahrain (BSE)	1,275	0.1	0.4	-20.8	9.1
Egypt (EGX30)	10,668	-0.6	4.4	-23.6	7.9

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	25,763	0.6	1.5	-9.7	19.4
Nasdaq	9,777	1.2	2.3	12.0	30.2
S&P 500	3,067	0.8	0.7	-5.1	21.2
FTSE 100	6,065	-0.7	-0.2	-19.6	15.7
Germany DAX 30	11,911	-0.3	2.8	-10.1	18.9
France CAC 40	4,816	-0.5	2.6	-19.4	19.2
Japan Nikkei 225	21,531	-3.5	-1.6	-9.0	19.4
Hong Kong Hang Seng	23,777	-2.2	3.6	-15.7	10.4
China Shanghai Composite	2,890	-1.0	1.3	-5.2	11.8
Australia ASX 200	5,720	-2.2	-0.6	-14.4	16.1
India Sensex	33,229	-1.6	2.5	-19.5	18.2

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	32.4	-4.7	13.1	-53.0
Brent Crude (\$/bbl)	39.7	2.6	12.4	-39.8
Texas crude (\$/bbl)	37.1	2.4	4.6	-39.3
Natural Gas (\$/mmbtu)	1.67	-3.6	-9.7	-23.8
Gold (\$/oz)	1,725	-0.3	-0.1	13.7
Silver (\$/oz)	17.4	-0.1	-2.3	-2.2
Steel (\$/ton)	511	0.0	-0.4	-13.1
Iron Ore (CNY/MT)	803	2.4	3.4	15.5
Wheat (\$/bu)	505	0.5	-3.1	-9.7
Corn (\$/bu)	329	-0.2	1.1	-15.1
Sugar (\$/lb)	12.0	1.4	10.4	-10.3
SMP* (EUR/MT)	2,180	0.7	0.6	-15.2

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.321	0.8	-2.3	-158.8
Saudi Arabia(SAIBOR)	1.029	-0.1	-5.4	-120.3
UAE (EIBOR)	0.831	8.9	22.6	-137.8
Qatar (QIBOR)	1.255	3.4	-2.1	-99.5
Bahrain (BHIBOR)	2.183	0.0	-3.3	-48.3

Data Sources: Tadawul, Bloomberg, Reuters
 * Three-month Interbank rate **NA: Not Available
 Updated as of June 15, 2020



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1. **Overweight:** This rating implies that the stock is currently trading at a discount to its 12 months price target. Stocks rated "Overweight" will typically provide an upside potential of over 10% from the current price levels over next twelve months.
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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