

## Major Economic News

- Saudi Arabia and its Gulf allies are not planning to extend voluntary cuts in oil output into July as they were for June only, as per Energy Minister Prince Abdulaziz bin Salman. He also added that the deeper voluntary cuts were successful in serving their purpose. (Source: Argaam)

## Major Corporate News

- Saudi Aramco raised the official selling price for its July Arab light crude oil prices to Asia by USD 6.1 per barrel M/M, the steepest increase in at least two decades. (Source: Argaam)
- ACWA Power signed a share purchase agreement with Samsung C&T to acquire 4.99% of its shares in Hajr Electricity Production Co. (Source: Argaam)
- BinDawood Holding is planning to offer its supermarket business for an IPO by the end of July to list on the Saudi Stock Exchange. The company aims to take advantage of a rise in demand for its online delivery business due to the shutdown. (Source: Argaam)
- Najran Cement Co. received the full amount of SAR 355mn of the Shariah-compliant credit facility from Bank Aljazira. The facility will be paid within 5 years in semi-annual installments, with SAR 51mn paid annually in the first 4 years and the remaining amount in the fifth year. (Source: Argaam)
- AlAhli Takaful Co. received the approval of SAMA on the board of directors' decision as regards appointing Omar Hashem as chairman of the board. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange increased 0.4% to 7,300.5. The value traded stood at SAR 5.6bn (up 27.1% over previous day), while the advance-decline ratio stood at 132/51. The parallel market index increased 8.6% to 8,231.5 points. The value traded stood at SAR 49.3mn (up 90.1% over previous day). Most sectors in the main market ended in the green. Pharma & Bio Tech and Consumer Services (up 2.7% and 2.2%, respectively) advanced the most; Food & Staples and Commercial Service (down 0.9% and 0.5%, respectively) led the laggards.

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

Company	Q1-20	Q1-19	Y/Y %	Q4-19	Q/Q %
Tourism Enterprise Co.	-2.7	1.2	NM	-5.4	NM

\*\*NA: Not Meaningful

## Top Gainers

Company	Price	Change%
FIPCO	45.70	10.0
DUR	24.24	10.0
ALAHLIA	9.85	9.9
ASTRA INDUSTRIAL	18.76	8.4
SAUDI CERAMICS	31.15	6.5

## Top Losers

Company	Price	Change%
WATANIYA	21.68	-2.7
ALINMA T.	12.00	-2.6
WALAA	12.92	-2.0
SALAMA	12.78	-1.8
SAUDI GE.	29.00	-1.7

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %	PE (TTM)
TASI	7,300	7,306	7,247	0.4	(13.0)	20.1
NomuC	8,231	8,277	8,007	8.6	14.7	High

## TASI movement during session



Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	4,911	(0.2)	(9.8)	19.6
Materials	4,539	0.2	(12.1)	49.7
Capital Goods	3,644	2.2	(15.9)	Neg
Commercial Service	3,659	(0.5)	(23.3)	13.7
Transportation	3,551	1.5	(19.2)	16.1
Consumer Durables	3,195	0.3	(8.9)	Neg
Consumer Services	3,238	2.2	(18.2)	25.6
Media	7,223	0.5	(23.2)	21.1
Retailing	6,358	0.0	(17.4)	19.2
Food & Staples	8,972	(0.9)	35.6	44.7
Food & Beverages	5,198	0.1	19.4	42.1
Healthcare	3,632	(0.1)	(2.6)	24.7
Pharma & Bio Tech	3,813	2.7	6.1	Neg
Banks	6,587	1.0	(18.8)	12.3
Diversified Financials	3,004	1.3	(9.0)	High
Insurance	4,504	0.8	(0.2)	30.1
Telecom	6,469	(0.1)	(0.1)	20.3
Utilities	3,525	0.1	(19.9)	45.9
REITs	3,619	0.3	(13.8)	22.6
Real Estate	2,482	0.3	(20.7)	High
Software & Services	6,054	(0.2)	22.7	12.2

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
7,257	7,193	6,954	5.59

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	10.0	501.2	472.5
Previous week	30.1	1,521.6	1,381.3

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	58.90	0.3
Saudi Aramco	32.25	-0.5
NCB	39.55	0.0
SABIC	88.60	-0.6
STC	99.30	-0.2

## Regional and International Markets

- Among other regional markets, Dubai increased 1.4%, while Abu Dhabi decreased 0.8%. Bahrain, Kuwait and Egypt rose 0.6%, 0.5% and 0.3%, respectively, while Qatar declined 0.4%. Meanwhile, Oman remained flat.
- US economy ended its longest expansion in history in February and entered recession as a result of the coronavirus pandemic, according to the Business Cycle Dating Committee of the National Bureau of Economic Research. (Source: Reuters)
- UK retail sales declined 5.9% Y/Y in May (consensus:), compared to a 19.1% fall in April due to easing restrictions to limit spread of COVID-19. Like-for-like sales increased 7.9% Y/Y. Online sales showed record growth in May. (Source: RTT News)
- Oil prices plunged 3.5% despite OPEC+ cuts due to fears of higher production from US, Mexico and Libya.
- Gold prices rose 0.6% ahead of the Federal Reserve meet later this week amid hopes of continued stimulus from the central bank.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	96.6	-0.3	-1.8	0.2
Euro	1.13	0.1	1.7	0.7
Japanese Yen	108.4	-1.1	0.6	-0.2
Sterling Pound	1.27	0.5	3.1	-4.1
Chinese Yuan	7.07	-0.2	-0.9	1.6
Indian Rupee	75.4	-0.2	-0.3	5.6
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.66	-0.1	0.5	0.6
Kuwaiti Dinar	0.31	0.0	-0.2	1.6
Omani Rial	0.38	0.0	0.0	0.0
Bahraini Dinar	0.38	0.2	0.1	0.1
Egyptian Pound	16.15	-0.5	1.8	0.9

## Corporate Calendar

Date	Company	Event
09 <sup>th</sup> Jun	Buruj	OGM
09 <sup>th</sup> Jun	GACO	OGM
09 <sup>th</sup> Jun	Nama Chemicals	OGM
09 <sup>th</sup> Jun	ACIG	OGM
10 <sup>th</sup> Jun	Alandalus Property	Cash Dividend Distribution
10 <sup>th</sup> Jun	AlAbdullatif	OGM

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

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,164	1.4	11.3	-21.7	8.5
Abu Dhabi (ADX)	4,369	-0.8	5.5	-13.9	11.9
Kuwait (KSE)	4,217	0.5	1.6	-14.1	10.6
Qatar (QE)	9,316	-0.4	5.3	-10.6	14.3
Oman (MSM)	3,537	0.0	-0.2	-11.1	8.1
Bahrain (BSE)	1,277	0.6	0.6	-20.7	9.1
Egypt (EGX30)	11,147	0.3	9.1	-20.2	7.7

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	27,572	1.7	8.6	-3.4	20.5
Nasdaq	9,902	0.8	3.6	13.4	30.8
S&P 500	3,232	1.2	6.2	0.0	22.2
FTSE 100	6,473	-0.2	6.5	-14.2	16.7
Germany DAX 30	12,820	-0.2	10.6	-3.2	20.3
France CAC 40	5,176	-0.4	10.2	-13.4	20.6
Japan Nikkei 225	23,178	1.4	5.9	-2.0	20.9
Hong Kong Hang Seng	24,777	0.0	7.9	-12.1	10.8
China Shanghai Composite	2,938	0.2	3.0	-3.7	12.1
Australia ASX 200	5,999	0.0	4.2	-10.3	16.9
India Sensex	34,371	0.2	6.0	-16.7	18.9

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	37.3	5.2	30.4	-45.8
Brent Crude (\$/bbl)	40.8	-3.5	15.5	-38.2
Texas crude (\$/bbl)	38.2	-3.4	7.6	-37.5
Natural Gas (\$/mmbtu)	1.79	0.4	-3.2	-18.3
Gold (\$/oz)	1,695	0.6	-1.8	11.7
Silver (\$/oz)	17.9	2.8	0.1	0.2
Steel (\$/ton)	515	-0.4	0.4	-12.4
Iron Ore (CNY/MT)	797	0.2	2.6	14.6
Wheat (\$/bu)	512	-0.7	-1.8	-8.5
Corn (\$/bu)	334	0.8	2.5	-13.9
Sugar (\$/lb)	11.9	-0.7	9.4	-11.0
SMP* (EUR/MT)	2,139	-0.3	-1.3	-16.8

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.313	-0.5	-3.1	-159.6
Saudi Arabia(SAIBOR)	1.049	-0.6	-3.4	-118.3
UAE (EIBOR)	0.725	-2.0	12.1	-148.4
Qatar (QIBOR)	1.112	-2.4	-16.5	-113.8
Bahrain (BHIBOR)	2.183	-3.3	-3.3	-48.3

Data Sources: Tadawul, Bloomberg, Reuters  
 \* Three-month Interbank rate \*\*NA: Not Available  
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- 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.
- 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.
- 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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