



Major Economic News

- Remittances from expatriates in Saudi Arabia rose by 18% Y/Y to SAR 11.8bn in May 2020. On a monthly basis, expat remittances increased 21%, or SAR 2.0bn, by the end of May. (Source: Argaam)

Major Corporate News

- Saudi Arabia Public Transport Co. will launch operations of Riyadh public transport network in Q4-20. The company added that project costs cannot be currently estimated, as coordination is ongoing with related parties on the required work plan. (Source: Argaam)
- Najran Cement Company said that the setup of a limited liability specialized transportation company is 70% complete. The company expects the completion of the establishment's procedures by September 30, 2020, attributing the delay to suspending employees' attendance at government agencies due to coronavirus outbreak. (Source: Argaam)
- The Capital Market Authority approved the listing of a 20% stake, or 22.9mn shares of BinDawood Holding Company. (Source: Argaam)
- Amlak International for Real Estate Finance's IPO's institutional book building process was successfully completed at SAR 16 per share. The offered shares were 500% oversubscribed. (Source: Argaam)
- National Company for Learning & Education's board of directors approved the cancelation of the lease agreement of an educational complex between Al-Ghad National Schools Co., a wholly-owned subsidiary, and Yamami Holdings, a related party. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 0.9% to 7,224.1. The value traded stood at SAR 5.9bn (down 4.0% over previous day), while the advance-decline ratio stood at 46/139. The parallel market index increased 3.3% to 8,017.6 points. The value traded stood at SAR 11.2mn (down 52.7% over previous day). Most sectors in the main market ended in the red. Real Estate and Software & Services (up 0.5% and 0.2%, respectively) advanced the most; Pharma & Bio Tech and Consumer Durables (down 2.7% and 2.1%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q4-19	Q4-18	Y/Y %	Q3-19	Q/Q %
Fawaz Abdulaziz Alhokair*	-915.5	-143.1	NM	36.0	NM

* indicates Q4-19 results, as year ending in Mar-20.

Top Gainers

Company	Price	Change%
ARAB SEA	37.65	4.0
ZOUJAJ	16.10	3.1
ALJAZIRA REIT	13.10	2.7
ABO MOATI	16.32	2.6
WATANIYA	24.82	2.6

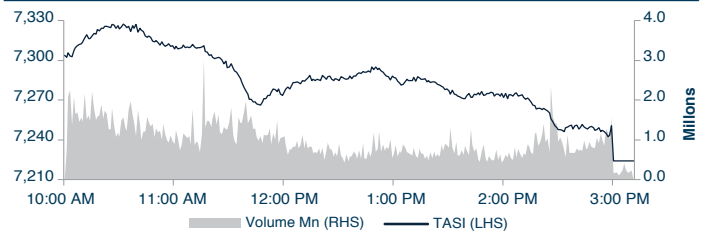
Top Losers

Company	Price	Change%
CITY CEM.	16.14	-4.5
SPCC	54.30	-4.2
YCC	28.00	-3.8
OASIS	49.10	-3.7
TCC	12.24	-3.3

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %	PE (TTM)
TASI	7,224	7,328	7,224	(0.9)	(13.9)	24.7
NomuC	8,018	8,078	7,657	3.3	11.7	High

TASI movement during session



Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	4,941	(0.5)	(9.2)	21.1
Materials	4,572	(1.4)	(11.5)	High
Capital Goods	3,787	(1.3)	(12.6)	Neg
Commercial Service	3,732	(0.5)	(21.8)	15.7
Transportation	3,720	(0.7)	(15.4)	22.5
Consumer Durables	3,380	(2.1)	(3.6)	Neg
Consumer Services	3,405	(1.1)	(14.0)	10.8
Media	7,611	(1.6)	(19.0)	26.0
Retailing	6,707	(0.3)	(12.9)	19.8
Food & Staples	8,969	(0.2)	35.6	37.8
Food & Beverages	4,976	(1.9)	14.3	35.6
Healthcare	3,963	0.0	6.2	27.5
Pharma & Bio Tech	3,826	(2.7)	6.4	Neg
Banks	6,329	(1.0)	(21.9)	12.0
Diversified Financials	3,143	(0.9)	(4.8)	High
Insurance	4,485	(1.1)	(0.6)	31.6
Telecom	6,412	0.0	(0.9)	19.8
Utilities	3,455	(0.8)	(21.5)	High
REITs	3,682	0.0	(12.3)	23.1
Real Estate	2,486	0.5	(20.6)	Neg
Software & Services	6,564	0.2	33.0	12.5

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
7,250	7,279	7,281	17.31

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	16.2	859.2	810.6
Previous week	23.4	1,207.5	1,216.1

Top Weighted Companies

Company	Price	Change%
Al Rajhi	56.60	-1.0
Saudi Aramco	32.50	-0.5
NCB	37.25	-0.3
SABIC	88.10	-0.8
STC	99.00	0.2



Regional and International Markets

- Among other regional markets, Dubai decreased 0.7%, while Abu Dhabi increased 0.2%. Egypt rose 0.1%; while Qatar, Kuwait and Oman declined 0.6%, 0.4% and 0.1%, respectively. Meanwhile, Bahrain remained flat.
- US consumer confidence index increased to 98.1 (consensus: 90) in June from a downwardly revised 85.9 in May. Improvement in the consumer confidence was driven by reopening of the US economy. (Source: Econoday, RTT News)
- UK GDP contracted 2.2% Q/Q in Q1-20 (consensus: 2.0% contraction), steepest drop since FY79, in comparison with no growth seen in Q4-19. On Y/Y basis, GDP fell 1.7% (consensus: a decline of 1.6%) in Q1-20. (Source: Econoday, RTT News)
- Japan's manufacturing PMI rose to 40.1 in June versus 38.4 in May. Firms operated below full capacity due to slow-moving order books. (Source: Econoday, RTT News)
- Oil prices declined 1.3% due to possibility resumption of oil production in Libya and worries of rising COVID-19 cases.
- Gold prices increased 0.5% driven by continued concerns over second wave of COVID-19 and stimulus measures to support economy.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	97.4	-0.1	-1.0	1.0
Euro	1.12	-0.1	1.2	0.2
Japanese Yen	107.9	0.3	0.1	-0.6
Sterling Pound	1.24	0.8	0.4	-6.5
Chinese Yuan	7.07	-0.2	-1.0	1.5
Indian Rupee	75.5	0.1	-0.1	5.9
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	0.0	0.0	0.0
Kuwaiti Dinar	0.31	0.0	-0.2	1.5
Omani Rial	0.38	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	0.0	0.1
Egyptian Pound	16.11	0.0	1.6	0.7

Corporate Calendar

Date	Company	Event
01 st Jul	Budget Saudi	Cash Dividend Distribution
05 th Jul	SASCO	Cash Dividend Distribution
05 th Jul	SADAFCO	Cash Dividend Distribution
05 th Jul	SAFCO	Cash Dividend Distribution
05 th Jul	Alkhabeer REIT	OGM
12 th Jul	Sharqiya Dev Co.	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,065	-0.7	6.2	-25.3	6.2
Abu Dhabi (ADX)	4,286	0.2	3.5	-15.6	11.6
Kuwait (KSE)	4,190	-0.4	1.0	-14.7	10.6
Qatar (QE)	8,999	-0.6	1.7	-13.7	13.8
Oman (MSM)	3,516	-0.1	-0.8	-11.7	8.0
Bahrain (BSE)	1,278	0.0	0.6	-20.7	9.1
Egypt (EGX30)	10,765	0.1	5.3	-22.9	7.9

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	25,813	0.8	1.7	-9.6	19.5
Nasdaq	10,059	1.9	6.0	12.1	28.8
S&P 500	3,100	1.5	1.8	-4.0	21.4
FTSE 100	6,170	-0.9	1.5	-18.2	16.6
Germany DAX 30	12,311	0.6	6.2	-7.1	19.3
France CAC 40	4,936	-0.2	5.1	-17.4	19.8
Japan Nikkei 225	22,288	1.3	1.9	-5.8	19.8
Hong Kong Hang Seng	24,427	0.5	6.4	-13.3	10.7
China Shanghai Composite	2,985	0.8	4.6	-2.1	12.1
Australia ASX 200	5,898	1.4	2.5	-11.8	16.6
India Sensex	34,916	-0.1	7.7	-15.4	19.5

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	35.2	1.7	23.1	-48.8
Brent Crude (\$/bbl)	41.2	-1.3	16.5	-37.7
Texas crude (\$/bbl)	39.3	-1.1	10.7	-35.8
Natural Gas (\$/mmbtu)	1.75	2.5	-5.3	-20.0
Gold (\$/oz)	1,781	0.5	3.1	17.4
Silver (\$/oz)	18.1	1.5	1.6	1.7
Steel (\$/ton)	488	-0.2	-4.9	-17.0
Iron Ore (CNY/MT)	789	-0.4	1.6	13.5
Wheat (\$/bu)	490	0.9	-5.9	-12.3
Corn (\$/bu)	339	3.8	3.9	-12.7
Sugar (\$/lb)	11.8	1.1	8.5	-11.8
SMP* (EUR/MT)	2,190	0.0	1.0	-14.8

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.296	-1.2	-4.8	-161.2
Saudi Arabia(SAIBOR)	0.986	-0.4	-9.7	-124.6
UAE (EIBOR)	0.721	17.6	11.7	-148.7
Qatar (QIBOR)	1.158	13.4	-11.9	-109.2
Bahrain (BHIBOR)	2.250	0.0	3.3	-41.7

Data Sources: Tadawul, Bloomberg, Reuters

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

Updated as of June 30 2020



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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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