



## Major Economic News

- The value of KSA's oil exports reached around SAR 24bn in April, down 65% Y/Y. Oil exports accounted for 64.7% of the total exports for the month, which reached SAR 37.1bn. On a M/M basis, oil exports saw a decrease of SAR 8.9bn. (Source: Argaam)
- Saudi Arabia will be "very soon" announcing a solar project that will take the lead in terms of the lowest-cost per kilowatt of electricity, as per Minister of Energy, Prince Abdulaziz bin Salman. (Source: Argaam)

## Major Corporate News

- National Petrochemical Co. said that the board of directors of its subsidiary, Saudi Polymers Co., decided to shut down the polystyrene unit and amortize its value due to difficulties in achieving profits amid the global polystyrene market conditions. The company expected this process to have an impact of up to SAR 277mn on its financial statements for Q2-20. (Source: Argaam)
- National Commercial Bank signed a framework agreement with Samba Financial Group to begin due diligence process and negotiate definitive and binding terms of a potential merger. Shareholders of Samba will receive between 0.736 and 0.787 newly issued share of National Commercial Bank in exchange for every share of Samba, subject to the results of the reciprocal due diligence exercise. (Source: Argaam)
- MEFIC REIT Fund approved to terminate lease agreements with the operators of Makkah-based Drnef Ajyad, Drnef Kuddai and Riyadh's hospitality building to protect unit holders' rights and ensure the highest receivables through leasing these assets to new operators. (Source: Argaam)
- Al-Etihad Cooperative Insurance Co.'s shareholders approved the board's recommendation on withholding dividend for FY19 ending on December 31 (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange increased 0.3% to 7,232.3 on Thursday. The value traded stood at SAR 4.3bn (down 9.5% over previous day), while the advance-decline ratio stood at 94/85. The parallel market index decreased 1.4% to 7,923.9 points. The value traded stood at SAR 10.5mn (down 53.1% over previous day). Most sectors in the main market ended in the green. Pharma & Bio Tech and Banks (up 2.4% and 1.1%, respectively) advanced the most; Media and Food & Beverages (down 2.0% and 1.7%, respectively) led the laggards.

## Top Gainers

Company	Price	Change%
NCLE	46.45	9.9
SPM	31.25	4.7
KEC	9.01	4.2
SAMBA	23.94	4.1
TALEEM REIT	11.86	4.0

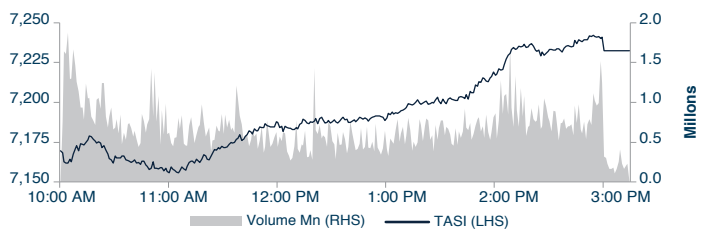
## Top Losers

Company	Price	Change%
SAVOLA	43.50	-3.1
NADEC	28.15	-2.4
ARAB SEA	34.30	-2.1
SRMG	64.80	-2.1
WATANIYA	25.25	-1.9

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %	PE (TTM)
TASI	7,232	7,244	7,155	0.3	(13.8)	24.7
NomuC	7,924	8,066	7,858	(1.4)	10.4	High

## TASI movement during session



Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	4,970	(0.3)	(8.7)	19.8
Materials	4,526	0.0	(12.4)	49.2
Capital Goods	3,757	(0.2)	(13.3)	Neg
Commercial Service	3,748	0.3	(21.4)	14.0
Transportation	3,688	0.5	(16.1)	16.6
Consumer Durables	3,339	0.7	(4.8)	Neg
Consumer Services	3,426	1.0	(13.5)	27.2
Media	7,834	(2.0)	(16.7)	22.9
Retailing	6,695	0.4	(13.0)	20.2
Food & Staples	9,148	0.0	38.3	45.3
Food & Beverages	5,170	(1.7)	18.7	42.1
Healthcare	3,907	(0.2)	4.8	27.1
Pharma & Bio Tech	3,898	2.4	8.4	Neg
Banks	6,368	1.1	(21.5)	11.8
Diversified Financials	3,115	0.6	(5.7)	High
Insurance	4,498	(0.4)	(0.4)	30.4
Telecom	6,407	(0.4)	(1.0)	20.1
Utilities	3,519	0.0	(20.0)	45.8
REITs	3,635	0.5	(13.4)	22.8
Real Estate	2,397	0.2	(23.5)	High
Software & Services	6,276	1.1	27.2	12.5

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
7,263	7,285	7,280	19.20

## Market Statistics

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

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	57.80	0.5
Saudi Aramco	32.70	-0.3
NCB	37.25	0.0
SABIC	87.70	-0.1
STC	98.90	-0.1



## Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi decreased 0.6% and 1.0%, respectively. Egypt, Qatar, Kuwait and Bahrain declined 1.4%, 0.4%, 0.3% and 0.1%, respectively. Meanwhile, Oman remained flat.
- US GDP contracted 5.0% Q/Q in Q1-20, in line with the consensus, unrevised from the previous estimate. Consumer spending fell 6.8% Q/Q (consensus: a decline of 6.9%). (Source: Econoday)
- According to Baker Hughes, North America's rig count decreased to 278 in the week ended June 26 from 283 earlier. The rig count fell to 265 from 266 in the US, and to 13 from 17 in Canada. The rig count in the Gulf of Mexico remained unchanged at 11. (Source: Econoday)
- US initial jobless claims dropped to 1,480k (consensus: 1,380k), representing a fall of 60,000 from the previous week's revised level of 1,540k. (Source: Econoday)
- Oil prices fell 0.1% on Friday due to fears of more-than-expected economic impact of COVID-19 worldwide.
- Gold prices rose 0.5% as investors seek safe haven amid a new global rise in coronavirus cases.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	97.4	0.0	-0.9	1.1
Euro	1.12	0.0	1.1	0.1
Japanese Yen	107.2	0.0	-0.5	-1.3
Sterling Pound	1.23	-0.7	-0.1	-7.0
Chinese Yuan	7.08	0.0	-0.8	1.7
Indian Rupee	75.6	0.0	0.0	6.0
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.67	0.1	0.7	0.7
Kuwaiti Dinar	0.31	0.2	-0.1	1.6
Omani Rial	0.38	-0.1	-0.1	0.0
Bahraini Dinar	0.38	0.0	0.1	0.1
Egyptian Pound	16.11	-0.1	1.6	0.7

## Corporate Calendar

Date	Company	Event
28 <sup>th</sup> Jun	SSP	OGM
28 <sup>th</sup> Jun	SISCO	OGM
29 <sup>th</sup> Jun	Anaam Holding	OGM
29 <sup>th</sup> Jun	Walaa Insurance	EGM
29 <sup>th</sup> Jun	Amana Insurance	OGM
29 <sup>th</sup> Jun	City Cement	OGM

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,087	-0.6	7.3	-24.5	6.3
Abu Dhabi (ADX)	4,286	-1.0	3.5	-15.6	11.6
Kuwait (KSE)	4,202	-0.3	1.2	-14.4	10.5
Qatar (QE)	9,185	-0.4	3.8	-11.9	14.1
Oman (MSM)	3,526	0.0	-0.5	-11.4	8.1
Bahrain (BSE)	1,279	-0.1	0.8	-20.5	9.1
Egypt (EGX30)	10,890	-1.4	6.6	-22.0	8.0

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	25,016	-2.8	-1.4	-12.3	19.1
Nasdaq	9,757	-2.6	2.8	8.7	28.4
S&P 500	3,009	-2.4	-1.2	-6.9	21.1
FTSE 100	6,159	0.2	1.4	-18.3	16.6
Germany DAX 30	12,089	-0.7	4.3	-8.8	18.9
France CAC 40	4,910	-0.2	4.6	-17.9	19.7
Japan Nikkei 225	22,512	1.1	2.9	-4.8	20.3
Hong Kong Hang Seng	24,550	-0.9	6.9	-12.9	10.7
China Shanghai Composite	2,980	0.0	4.5	-2.3	12.1
Australia ASX 200	5,904	1.5	2.6	-11.7	16.6
India Sensex	35,171	0.9	8.5	-14.7	19.5

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	36.5	6.6	27.4	-47.0
Brent Crude (\$/bbl)	41.0	-0.1	16.1	-37.8
Texas crude (\$/bbl)	38.5	-0.6	8.5	-37.0
Natural Gas (\$/mmbtu)	1.50	0.9	-19.1	-31.7
Gold (\$/oz)	1,771	0.5	2.6	16.7
Silver (\$/oz)	17.8	-0.7	-0.5	-0.4
Steel (\$/ton)	492	-0.6	-4.1	-16.3
Iron Ore (CNY/MT)	806	1.0	3.9	16.0
Wheat (\$/bu)	474	-2.6	-9.0	-15.2
Corn (\$/bu)	317	-0.1	-2.7	-18.2
Sugar (\$/lb)	11.6	-2.2	5.9	-13.9
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	0.306	2.2	-3.8	-160.2
Saudi Arabia(SAIBOR)	0.993	-0.6	-9.0	-123.9
UAE (EIBOR)	0.761	5.3	15.6	-144.8
Qatar (QIBOR)	1.062	-3.5	-21.5	-118.8
Bahrain (BHIBOR)	2.250	0.0	3.3	-41.7

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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