



Major Economic News

- CITC announced that the open access agreement between the Kingdom's six telecom service providers has entered into force. The agreement will provide fiber-to-the-home (FTTH) broadband services through any subscriber-selected service provider, independent of infrastructure ownership and targets over 3.5mn FTTH across the kingdom. (Source: Argaam)
- CMA exempted listed companies from paying certain fees for 1 year and debt issuers until end of 2025. (Source: Argaam)

Major Corporate News

- Saudi Aramco raised its July 2020 contract prices for propane to USD 360 per ton, a rise of USD 10 per ton, compared to June 2020 prices. The company also increased July contract prices for butane by USD 10 per ton M/M to USD 340 per ton. (Source: Argaam)
- Sadara Chemical Company signed an agreement with the Saudi Arabian Railway Co. to transport its solids and liquids through the latter's trains and containers. Under the 25-year agreement, total of 125,000 containers are expected to be handled annually, and railway lines will be extended from Sadara's complex to both ports. (Source: Argaam)
- Najran Cement Company said that it requested Banque Saudi Fransi for a full pre-settlement of the remaining amount of its existing loan facility which was provided to finance the Waste Heat Recovery project with a total repayment of SAR 45mn. (Source: Argaam)
- Saudi Paper Manufacturing Co. signed an agreement with Alinma Bank to reschedule outstanding credit facilities which represent 40% of the company's total loans. The rescheduled amount is SAR 282.1mn divided into SAR 199.8mn credit sales facilities and SAR 82.3mn stand-by-credit financing. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 0.4% to 7,253.3. The value traded stood at SAR 4.2bn (down 28.8% over previous day), while the advance-decline ratio stood at 106/74. The parallel market index decreased 2.2% to 7,841.6 points. The value traded stood at SAR 9.7mn (down 12.9% over previous day). Most sectors in the main market ended in the green. Healthcare and Food & Beverages (up 4.8% and 2.0%, respectively) advanced the most; Retailing and Commercial Service (down 1.2% and 0.3%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
SULAIMAN ALHABIB	80.80	7.3
TAKWEEN	7.46	5.4
NCLE	47.10	4.7
MOUWASAT	94.50	4.7
TADCO	17.40	4.3

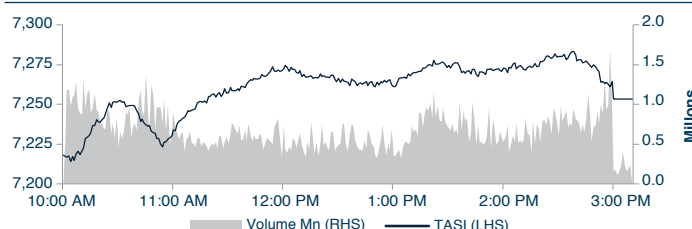
Top Losers

Company	Price	Change%
ALHOKAIR	18.10	-4.2
SIIG	19.50	-3.5
WAFRAH	43.00	-2.7
ARAB SEA	36.75	-2.4
ATAA	37.10	-2.4

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %	PE (TTM)
TASI	7,253	7,284	7,214	0.4	(13.5)	25.1
NomuC	7,842	8,137	7,828	(2.2)	9.2	High

TASI movement during session



Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	4,965	0.5	(8.8)	21.3
Materials	4,575	0.1	(11.5)	High
Capital Goods	3,801	0.4	(12.3)	Neg
Commercial Service	3,719	(0.3)	(22.1)	15.6
Transportation	3,723	0.1	(15.3)	22.5
Consumer Durables	3,373	(0.2)	(3.8)	Neg
Consumer Services	3,402	(0.1)	(14.1)	10.8
Media	7,609	0.0	(19.1)	26.0
Retailing	6,629	(1.2)	(13.9)	19.5
Food & Staples	8,959	(0.1)	35.4	37.8
Food & Beverages	5,074	2.0	16.6	36.3
Healthcare	4,152	4.8	11.3	29.1
Pharma & Bio Tech	3,826	0.0	6.4	Neg
Banks	6,357	0.5	(21.6)	12.1
Diversified Financials	3,135	(0.2)	(5.1)	High
Insurance	4,507	0.5	(0.1)	31.7
Telecom	6,410	0.0	(1.0)	19.7
Utilities	3,471	0.5	(21.1)	High
REITs	3,685	0.1	(12.2)	23.2
Real Estate	2,485	0.0	(20.7)	Neg
Software & Services	6,546	(0.3)	32.7	12.5

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
7,258	7,273	7,282	4.19

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	20.3	1,074.8	1,032.8
Previous week	23.4	1,207.5	1,216.1

Top Weighted Companies

Company	Price	Change%
Al Rajhi	57.10	0.9
Saudi Aramco	32.70	0.6
NCB	37.10	-0.4
SABIC	88.10	0.0
STC	98.40	-0.6



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi remained flat. Qatar and Oman rose 1.0% and 0.1%, respectively; while Kuwait and Bahrain fell 0.1% and 0.4%, respectively. Meanwhile, Egypt remained closed.
- Asia's economy is expected to contract for the first time in FY20 by 1.6%, according to IMF. The fund downgraded its previous forecast of no growth in April and warned that the region could take several years to recover. (Source: CNBC)
- According to EIA, oil inventories in the US fell 7.2mn barrels (prior: up 1.4mn) to 533.5mn in the week ended June 26. Distillate inventories decreased 0.6mn barrels (prior: up 0.2mn) to 174.1mn, while gasoline inventories rose 1.2mn barrels (prior: down 1.7mn) to 256.5mn. (Source: EIA, Econoday)
- US ISM manufacturing PMI increased to 52.6 in June (consensus: 49.0) from 43.1 in May. The new orders index rose to 56.4 in June from 31.8 in May, while the production index soared to 57.3 from 33.2. (Source: Econoday, RTT News)
- Oil prices jumped 2.1% driven by a decline in US crude oil inventories.
- Gold prices fell 0.6%, as profit booking from investors was partly offset by fear of rising COVID-19 cases.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	97.2	-0.2	-0.2	0.8
Euro	1.13	0.2	0.2	0.4
Japanese Yen	107.5	-0.4	-0.4	-1.1
Sterling Pound	1.25	0.6	0.6	-6.0
Chinese Yuan	7.07	0.1	0.1	1.6
Indian Rupee	75.5	-0.1	-0.1	5.8
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.67	0.8	0.8	0.8
Kuwaiti Dinar	0.31	0.0	0.0	1.5
Omani Rial	0.38	0.0	0.0	0.0
Bahraini Dinar	0.38	0.1	0.1	0.1
Egyptian Pound	16.08	-0.2	-0.2	0.5

Corporate Calendar

Date	Company	Event
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
12 th Jul	JAZADCO	EGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,064	0.0	0.0	-25.3	6.2
Abu Dhabi (ADX)	4,285	0.0	0.0	-15.6	11.6
Kuwait (KSE)	4,186	-0.1	-0.1	-14.8	10.5
Qatar (QE)	9,088	1.0	1.0	-12.8	13.9
Oman (MSM)	3,518	0.1	0.1	-11.6	8.0
Bahrain (BSE)	1,272	-0.4	-0.4	-21.0	9.1
Egypt (EGX30)	10,765	0.0	0.0	-22.9	7.9

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	25,735	-0.3	-0.3	-9.8	19.7
Nasdaq	10,155	1.0	1.0	13.2	29.3
S&P 500	3,116	0.5	0.5	-3.6	21.7
FTSE 100	6,158	-0.2	-0.2	-18.4	16.5
Germany DAX 30	12,261	-0.4	-0.4	-7.5	19.2
France CAC 40	4,927	-0.2	-0.2	-17.6	19.8
Japan Nikkei 225	22,122	-0.7	-0.7	-6.5	19.7
Hong Kong Hang Seng	24,427	0.0	0.0	-13.3	10.7
China Shanghai Composite	3,026	1.4	1.4	-0.8	12.3
Australia ASX 200	5,934	0.6	0.6	-11.2	16.7
India Sensex	35,414	1.4	1.4	-14.2	20.0

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	43.1	22.2	22.2	-37.4
Brent Crude (\$/bbl)	42.0	2.1	2.1	-36.3
Texas crude (\$/bbl)	39.8	1.4	1.4	-34.9
Natural Gas (\$/mmbtu)	1.67	-4.6	-4.6	-23.7
Gold (\$/oz)	1,770	-0.6	-0.6	16.7
Silver (\$/oz)	17.9	-1.0	-1.0	0.6
Steel (\$/ton)	491	0.6	0.6	-16.5
Iron Ore (CNY/MT)	805	2.0	2.0	15.8
Wheat (\$/bu)	499	1.8	1.8	-10.7
Corn (\$/bu)	348	2.9	2.9	-10.2
Sugar (\$/lb)	12.2	2.8	2.8	-9.3
SMP* (EUR/MT)	2,184	-0.3	-0.3	-15.0

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.302	0.6	0.0	-160.6
Saudi Arabia(SAIBOR)	0.984	-0.1	-0.1	-124.7
UAE (EIBOR)	0.631	-9.1	-9.1	-157.8
Qatar (QIBOR)	1.077	-8.1	-8.1	-117.3
Bahrain (BHIBOR)	2.250	0.0	0.0	-41.7

Data Sources: Tadawul, Bloomberg, Reuters

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

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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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