



Major Economic News

- Saudi Arabia's General Department of Traffic called on all vehicle owners to have valid vehicle insurance before the resumption of the automatic issuance of traffic violations from July 22. (Source: Zawya)
- CMA has been coordinating with the Saudi Stock Exchange to launch the derivatives market and is planning to launch index futures contract on Tadawul by the end of Q3-20, as per CMA Chairman Mohammed Elkuwaiz. (Source: Argaam)
- The aggregate sales of 17 Saudi cement producers soared 86% Y/Y to 4.7mn tons in June 2020, compared to 2.5mn tons in June 2019. Clinker production grew by 8% Y/Y to 4.2mn tons. However, clinker inventories reached 42.2mn tons by the end of June, edging down 1% Y/Y. (Source: Argaam)
- The Saudi health insurance sector's aggregate gross written premiums rose 10% Y/Y to about SAR 7.7bn Q1-20. (Source: Argaam)
- Saudi Arabia nominated the Advisor at Royal Court, Mohammad bin Maziad Al-Tuwaijri, as its candidate for the post of Director General of the World Trade Organization (Source: Argaam)

Major Corporate News

- Al-EtiHAD Cooperative Insurance Co. said that it expects the General Department of Traffic's decision of compulsory motor insurance to have a positive impact on its motor policy sales. It expects the move will likely reflect positively on the company's gross written premiums as of Q3-20. (Source: Argaam)
- Albilad Capital announced the rebalancing of the Sukuk basket for Albilad Saudi Sovereign Sukuk ETF in line with the Index constituents. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 0.1% to 7,394.3. The value traded stood at SAR 6.0bn (up 15.3% over previous day), while the advance-decline ratio stood at 100/81. The parallel market index increased 0.9% to 8,359.1 points. The value traded stood at SAR 26.6mn (down 15.0% over previous day). Most sectors in the main market ended in the green. Insurance and Capital Goods (up 4.0% and 0.7%, respectively) advanced the most; Media and Software & Services (down 1.3% and 1.2%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
AXA COOPERATIVE	34.75	10.0
WALAA	16.38	9.9
MALATH INSURANCE	14.00	9.9
ALSAGR INSURANCE	9.79	9.5
ALRAJHI TAKAFUL	70.50	8.5

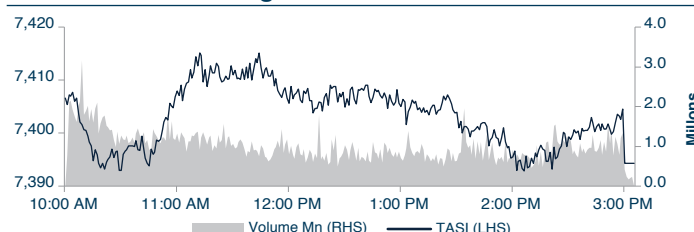
Top Losers

Company	Price	Change%
ALDREES	60.00	-3.9
GULF UNION	14.88	-3.8
YANSAB	51.20	-3.0
MUSHARAKA	8.70	-2.7
SAFCO	76.10	-2.4

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %	PE (TTM)
TASI	7,394	7,416	7,391	(0.1)	(11.9)	22.1
NomuC	8,359	8,606	8,169	0.9	16.4	High

TASI movement during session



Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,057	0.2	(7.1)	21.6
Materials	4,684	0.0	(9.4)	High
Capital Goods	3,968	0.7	(8.4)	Neg
Commercial Service	3,802	0.5	(20.3)	15.9
Transportation	3,739	0.1	(14.9)	22.6
Consumer Durables	3,469	0.5	(1.1)	Neg
Consumer Services	3,462	0.0	(12.5)	11.0
Media	7,476	(1.3)	(20.5)	25.5
Retailing	6,828	(1.0)	(11.3)	41.8
Food & Staples	9,353	0.6	41.4	39.4
Food & Beverages	5,262	0.0	20.9	37.6
Healthcare	4,395	0.1	17.8	30.9
Pharma & Bio Tech	3,905	0.3	8.6	Neg
Banks	6,439	(0.1)	(20.6)	12.2
Diversified Financials	3,235	0.0	(2.0)	High
Insurance	4,911	4.0	8.8	34.3
Telecom	6,473	(0.2)	0.0	19.8
Utilities	3,453	(0.1)	(21.5)	High
REITs	3,822	(0.8)	(9.0)	24.0
Real Estate	2,531	0.0	(19.2)	Neg
Software & Services	6,874	(1.2)	39.3	13.1

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
7,377	7,318	7,305	5.41

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	24.1	1,283.9	1,110.9
Previous week	24.6	1,285.9	1,248.6

Top Weighted Companies

Company	Price	Change%
Al Rajhi	57.80	0.0
Saudi Aramco	33.25	0.2
NCB	37.20	0.0
SABIC	88.80	-0.4
STC	98.00	-0.7



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi decreased 0.7% each. Egypt and Bahrain rose 0.7% and 0.2%, respectively; while Oman and Qatar declined 0.3% and 0.2%, respectively. Meanwhile, Kuwait remained flat.
- According to EIA, oil inventories in the US increased 5.7mn barrels (prior: down 7.2mn) to 539.2mn in the week ended July 03. Distillate inventories rose 3.1mn barrels (prior: down 0.6mn) to 177.3mn, and gasoline inventories declined 4.8mn barrels (prior: up 1.2mn) to 251.7mn. (Source: EIA, Econoday)
- US consumer credit fell by USD 18.2bn in May (consensus: a decrease USD 15.5bn) after plunging by a revised USD 70.2bn in April. (Source: RTT News)
- China's CPI rose 2.7% Y/Y in June (in line with consensus) compared to an increase of 2.4% in May. On a monthly basis, consumer prices were down 0.1% (consensus: a fall of 0.4%) versus 0.8% decline in May. (Source: Econoday, RTT News)
- Oil prices increased 0.5% due to a decline in gasoline inventories in the US.
- Gold prices rose 0.9%, reaching a nine-year high, as investors resorted to the safe-haven metal amid continued rise in new COVID-19 cases.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	96.4	-0.5	-1.0	0.0
Euro	1.13	0.5	0.9	1.1
Japanese Yen	107.3	-0.2	-0.6	-1.3
Sterling Pound	1.26	0.6	1.7	-4.9
Chinese Yuan	7.00	-0.1	-0.9	0.6
Indian Rupee	74.9	0.2	-0.8	5.0
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	0.0	0.0	0.0
Kuwaiti Dinar	0.31	-0.1	0.0	1.5
Omani Rial	0.38	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	0.0	0.1
Egyptian Pound	15.97	-0.1	-0.9	-0.2

Corporate Calendar

Date	Company	Event
12 th Jul	Sharqiya Dev Co.	OGM
12 th Jul	JAZADCO	EGM
13 th Jul	Musharaka REIT	Cash Dividend Distribution
14 th Jul	SIIG	Cash Dividend Distribution
15 th Jul	Fitaihi Group	OGM
15 th Jul	Tihama	EGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,083	-0.7	0.9	-24.7	6.3
Abu Dhabi (ADX)	4,312	-0.7	0.6	-15.1	11.6
Kuwait (KSE)	4,197	0.0	0.2	-14.5	10.6
Qatar (QE)	9,225	-0.2	2.5	-11.5	14.1
Oman (MSM)	3,494	-0.3	-0.6	-12.2	7.7
Bahrain (BSE)	1,283	0.2	0.4	-20.3	9.1
Egypt (EGX30)	11,128	0.7	3.4	-20.3	8.1

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	26,067	0.7	1.0	-8.7	19.8
Nasdaq	10,493	1.4	4.3	16.9	30.1
S&P 500	3,170	0.8	2.2	-1.9	22.1
FTSE 100	6,156	-0.5	-0.2	-18.4	16.5
Germany DAX 30	12,495	-1.0	1.5	-5.7	19.6
France CAC 40	4,981	-1.2	0.9	-16.7	20.0
Japan Nikkei 225	22,439	-0.8	0.7	-5.1	19.9
Hong Kong Hang Seng	26,129	0.6	7.0	-7.3	11.4
China Shanghai Composite	3,403	1.7	14.0	11.6	14.0
Australia ASX 200	5,920	-1.5	0.4	-11.4	16.6
India Sensex	36,329	-0.9	4.0	-11.9	20.8

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	43.8	1.2	24.2	-36.4
Brent Crude (\$/bbl)	43.3	0.5	5.2	-34.4
Texas crude (\$/bbl)	40.9	0.7	4.2	-33.1
Natural Gas (\$/mmbtu)	1.82	-2.8	4.2	-16.7
Gold (\$/oz)	1,810	0.9	1.7	19.3
Silver (\$/oz)	18.8	2.6	3.5	5.3
Steel (\$/ton)	481	-0.8	-1.4	-18.2
Iron Ore (CNY/MT)	840	4.6	6.5	20.9
Wheat (\$/bu)	518	5.1	5.6	-7.4
Corn (\$/bu)	348	0.9	2.9	-10.2
Sugar (\$/lb)	12.1	-0.8	2.0	-10.0
SMP* (EUR/MT)	2,196	1.9	0.3	-14.6

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.268	-0.8	-3.4	-164.0
Saudi Arabia(SAIBOR)	0.967	-0.6	-1.9	-126.4
UAE (EIBOR)	0.782	7.1	6.1	-142.6
Qatar (QIBOR)	1.170	11.0	1.2	-108.0
Bahrain (BHIBOR)	2.300	0.0	5.0	-36.7

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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