



Major Economic News

- Saudi Real Estate Refinance Company, a subsidiary of Public Investment Fund, signed an agreement with the Public Pension Agency to acquire mortgage portfolio worth more than SAR 3bn. The deal is the largest ever housing real estate refinancing transaction in the Kingdom. (Source: Argaam)

Major Corporate News

- Qiddiya Investment Company awarded a SAR 700mn contract to Shibh Al Jazira Contracting Co. for the construction of roads and bridges. The 3-year contract includes building 7 bridges and 45km of road. (Source: Argaam)
- Saudi Aramco announced that the government of Saudi Arabia (selling shareholder) will transfer the bonus shares into the portfolio accounts of eligible Saudi retail investors on July 25, 2020. (Source: Argaam)
- Raydan Food Co. signed a franchise agreement with Soul Advanced Limited in Al Baha at a total value of SAR 112,500, including the franchise fees and a percentage of sales. Under the deal, Raydan's commercial agent will offer meals under Raydan brand for 5 renewable years. (Source: Argaam)
- Tihama Advertising and Public Relations Co. is launching the subscription to new shares and rights trading to increase its capital from SAR 75mn to SAR 175mn from July 20. (Source: Argaam)
- Al-Omran Industrial Trading Co. will start trading on the Saudi Stock Exchange on Tuesday, July 21, 2020, with symbol 4141 under capital goods industry group. The stock's daily fluctuation limit stands at 10%.

Market Analysis

- The Saudi Stock Exchange remained flat at 7,423.2 on Sunday. The value traded stood at SAR 5.5bn (down 5.0% over previous day), while the advance-decline ratio stood at 119/59. The parallel market index increased 1.7% to 8,316.8 points. The value traded stood at SAR 9.5mn (down 35.6% over previous day). Most sectors in the main market ended in the green. Software & Services and Insurance (up 5.0% and 1.6%, respectively) advanced the most; Pharma & Bio Tech and Energy (down 0.6% each) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q2-20	Q2-19	Y/Y %	Q1-20	Q/Q %
Saudi Kayan Petchem.	-398.2	-273.1	NM	-516.8	NM
Thoub Al-Aseel	52.3	48.3	8.2	17.5	198.8
United Electronics Co	90.5	72.5	24.9	34.7	161.0
Yanbu National Petchem.	44.8	316.1	-85.8	104.5	-57.1

Source: Tadawul, AJC

Top Gainers

Company	Price	Change%
ARAB SEA	50.10	10.0
RED SEA	15.28	9.9
TAPRCO	23.28	9.9
SFICO	22.20	8.0
ABO MOATI	19.50	6.6

Top Losers

Company	Price	Change%
FIPCO	46.00	-2.1
S. ALHABIB	85.90	-1.3
SIIG	18.50	-1.2
SAVOLA	46.50	-1.1
CARE	45.65	-1.0

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %	PE (TTM)
TASI	7,423	7,449	7,417	0.0	(11.5)	22.1
NomuC	8,317	8,361	8,191	1.7	15.8	High

TASI movement during session



Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,056	(0.6)	(7.1)	21.6
Materials	4,643	(0.2)	(10.1)	High
Capital Goods	4,126	0.4	(4.8)	Neg
Commercial Service	3,923	(0.1)	(17.8)	16.5
Transportation	3,913	1.3	(11.0)	23.5
Consumer Durables	3,546	0.6	1.1	Neg
Consumer Services	3,580	0.8	(9.6)	11.3
Media	7,517	0.9	(20.0)	26.2
Retailing	6,922	(0.5)	(10.1)	42.4
Food & Staples	9,319	0.3	40.9	39.4
Food & Beverages	5,348	(0.3)	22.9	38.0
Healthcare	4,414	0.3	18.3	30.9
Pharma & Bio Tech	4,050	(0.6)	12.7	Neg
Banks	6,431	(0.1)	(20.7)	12.2
Diversified Financials	3,333	1.3	0.9	High
Insurance	5,089	1.6	12.8	35.5
Telecom	6,295	(0.2)	(2.8)	19.3
Utilities	3,449	1.0	(21.6)	High
REITs	3,782	0.0	(9.9)	23.7
Real Estate	2,687	0.9	(14.2)	Neg
Software & Services	7,989	5.0	61.9	15.1

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
7,412	7,409	7,341	5.49

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	5.5	273.9	278.0
Previous week	27.5	1,455.3	1,349.2

Top Weighted Companies

Company	Price	Change%
Al Rajhi	57.30	-0.2
Saudi Aramco	33.15	-0.7
NCB	36.00	0.3
SABIC	87.90	-0.3
STC	95.90	-0.1



Regional and International Markets

- Among other regional markets, Dubai increased 0.4%, while Abu Dhabi decreased 0.4%. Qatar rose 0.1%, while Egypt, Bahrain and Kuwait declined 1.5%, 0.9% and 0.7%, respectively. Meanwhile, Oman remained flat.
- US retail sales increased by 7.5% in June (consensus: 5% increase) compared to an upwardly revised 18.2% rise in May. (Source: RTT News)
- US consumer sentiment index fell to 73.2 in July (consensus: 79.0), after rising to 78.1 in June. (Source: RTT News)
- Eurozone inflation rose to 0.3% (in line with consensus) versus 0.1% in May, reflecting gradual easing of coronavirus containment measures. (Source: RTT News)
- ECB kept the main refi rate unchanged at zero and the deposit rate at -0.50% (in line with consensus). The bank will continue its purchases under the pandemic emergency purchase program with a total envelope of EUR 1,350bn. (Source: RTT News)
- China's GDP grew 3.2% Y/Y in Q2-20 (consensus: an increase of 2.5% Y/Y) after falling by 6.8% Q1-20. On a seasonally adjusted Q/Q basis, 11.5% in Q2-20 (consensus: a gain of 9.6%) compared to 9.8% decline in Q1-20. (Source: RTT News)

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	95.9	0.0	-1.5	-0.5
Euro	1.14	0.0	1.7	1.9
Japanese Yen	107.0	0.0	-0.9	-1.5
Sterling Pound	1.26	0.0	1.3	-5.2
Chinese Yuan	6.99	0.0	-1.0	0.4
Indian Rupee	74.9	0.0	-0.9	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	0.0	-0.1	1.5
Omani Rial	0.38	-0.1	-0.1	0.0
Bahraini Dinar	0.38	0.1	-0.1	0.0
Egyptian Pound	15.91	0.0	-1.2	-0.6

Corporate Calendar

Date	Company	Event
20 th Jul	SULAIMAN ALHABIB	Cash Dividend Distribution
23 rd Jul	Advanced	Cash Dividend Distribution
23 rd Jul	GACO	OGM
23 rd Jul	ALKHODARI	OGM
23 rd Jul	Jouf Cement	OGM
26 th Jul	YANSAB	Cash Dividend Distribution

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,061	0.4	-0.2	-25.4	6.2
Abu Dhabi (ADX)	4,256	-0.4	-0.7	-16.2	11.5
Kuwait (KSE)	4,119	-0.7	-1.7	-16.1	10.4
Qatar (QE)	9,317	0.1	3.5	-10.6	14.2
Oman (MSM)	3,451	0.0	-1.8	-13.3	7.6
Bahrain (BSE)	1,291	-0.9	1.1	-19.8	9.1
Egypt (EGX30)	10,281	-1.5	-4.5	-26.4	7.7

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	26,672	0.0	3.3	-6.5	20.6
Nasdaq	10,503	0.0	4.4	17.1	30.7
S&P 500	3,225	0.0	4.0	-0.2	23.1
FTSE 100	6,290	0.0	2.0	-16.6	16.9
Germany DAX 30	12,920	0.0	4.9	-2.5	20.2
France CAC 40	5,069	0.0	2.7	-15.2	20.3
Japan Nikkei 225	22,696	0.0	1.8	-4.1	20.5
Hong Kong Hang Seng	25,089	0.0	2.7	-11.0	11.0
China Shanghai Composite	3,214	0.0	7.7	5.4	13.1
Australia ASX 200	6,034	0.0	2.3	-9.7	16.9
India Sensex	37,020	0.0	6.0	-10.3	21.4

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	42.9	0.0	21.7	-37.7
Brent Crude (\$/bbl)	43.1	0.0	4.8	-34.6
Texas crude (\$/bbl)	40.6	0.0	3.4	-33.6
Natural Gas (\$/mmbtu)	1.72	0.0	-1.9	-21.5
Gold (\$/oz)	1,809	0.0	1.6	19.2
Silver (\$/oz)	19.3	0.0	6.5	8.3
Steel (\$/ton)	475	0.0	-2.7	-19.2
Iron Ore (CNY/MT)	870	0.0	10.3	25.1
Wheat (\$/bu)	535	0.0	9.1	-4.3
Corn (\$/bu)	333	0.0	-1.6	-14.1
Sugar (\$/lb)	11.7	0.0	-0.9	-12.6
SMP* (EUR/MT)	2,148	0.0	-1.9	-16.4

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.272	0.0	-3.0	-163.7
Saudi Arabia(SAIBOR)	0.953	-0.1	-3.3	-127.9
UAE (EIBOR)	0.591	1.6	-13.0	-161.8
Qatar (QIBOR)	1.167	11.7	0.9	-108.3
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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