



Major Economic News

- CITC said that Saudi Arabia moved up nine notches in the United Nations E-Government Development Index this year. Saudi Arabia improved its telecommunication infrastructure index ranking, jumping 40 notches to the 27th globally. (Source: Argaam)
- The Saudi Stock Exchange will start from July 12, changing the opening calculation methodology of all indices. The first level of all indices will be calculated at the beginning of the trading session, after the opening auction instead of the previous closing price.

Major Corporate News

- Advanced Petrochemical Company inked a Murabaha facility agreement with Riyadh Bank, SAMBA Financial Group and Al Rajhi Bank at a total value of SAR 1.5bn. (Source: Argaam)
- Saudi Telecom Co. extended the non-binding MoU to acquire 55% stake in Vodafone Group's Egyptian business for additional 60 days. The telecom provider said that due to the logistics challenges caused by the COVID-19 pandemic, both parties need more time to complete the required procedures, including due diligence. (Source: Argaam)
- Saudi Aramco increased Octane 91 price to SAR 1.29 per liter for July from SAR 0.90 per liter in June. It also raised Octane 95 prices to SAR 1.44 per liter from SAR 1.08 per liter in June. (Source: Argaam)
- Southern Province Cement Co.'s board of directors approved the resignation of CEO, Safar Bin Mohammed Bin Zufair upon his request and named Oqail Kadasah to replace Zufair as of July 12, 2020. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 0.3% to 7,416.7 on Thursday. The value traded stood at SAR 5.9bn (down 2.4% over previous day), while the advance-decline ratio stood at 118/68. The parallel market index decreased 0.4% to 8,329.6 points. The value traded stood at SAR 13.2mn (down 50.2% over previous day). Most sectors in the main market ended in the green. Commercial Service and Real Estate (up 1.8% and 1.5%, respectively) advanced the most; Utilities and Insurance (down 0.4% each) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q2-20	Q2-19	Y/Y %	Q1-20	Q/Q %
NCLE	12.1	13.5	-9.9	13.4	-9.8
Advanced Petchem	155.0	192.3	-19.4	104.3	48.6

Source: Tadawul, AJC

Top Gainers

Company	Price	Change%
TECO	24.32	10.0
WALAA	18.00	9.9
SHAKER	11.68	6.2
ANAAM HOLDING	165.00	5.8
MAHARAH	73.30	3.5

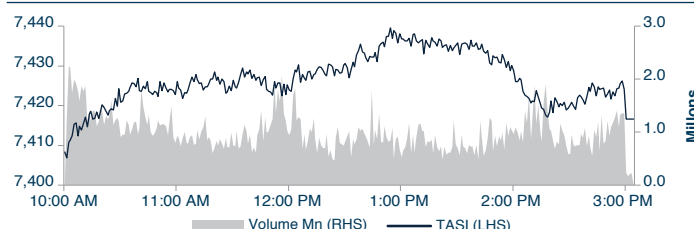
Top Losers

Company	Price	Change%
BONYAN	8.60	-3.2
ENAYA	18.66	-2.8
GULF UNI.	14.48	-2.7
ATC	25.00	-2.3
BURUJ	17.82	-1.9

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %	PE (TTM)
TASI	7,417	7,440	7,405	0.3	(11.6)	22.1
NomuC	8,330	8,376	8,275	(0.4)	16.0	High

TASI movement during session



Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,067	0.2	(6.9)	21.6
Materials	4,662	0.3	(9.8)	High
Capital Goods	3,994	0.7	(7.8)	Neg
Commercial Service	3,873	1.8	(18.8)	16.2
Transportation	3,768	0.8	(14.3)	22.8
Consumer Durables	3,464	(0.1)	(1.2)	Neg
Consumer Services	3,477	0.4	(12.2)	11.1
Media	7,500	0.3	(20.2)	25.6
Retailing	6,876	0.7	(10.7)	42.1
Food & Staples	9,396	0.5	42.0	39.5
Food & Beverages	5,307	0.3	21.9	37.8
Healthcare	4,443	1.1	19.1	31.4
Pharma & Bio Tech	3,951	1.2	9.9	Neg
Banks	6,457	0.3	(20.4)	12.2
Diversified Financials	3,260	0.5	(1.3)	High
Insurance	4,894	(0.4)	8.4	34.2
Telecom	6,453	(0.3)	(0.3)	19.8
Utilities	3,439	(0.4)	(21.8)	High
REITs	3,821	0.0	(9.0)	24.0
Real Estate	2,567	1.5	(18.1)	Neg
Software & Services	6,906	0.5	40.0	13.2

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
7,398	7,336	7,310	5.48

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	-	-	-
Previous week	30.0	1,598.1	1,396.6

Top Weighted Companies

Company	Price	Change%
Al Rajhi	57.70	-0.2
Saudi Aramco	33.30	0.2
NCB	37.10	-0.3
SABIC	88.70	-0.1
STC	98.00	0.0



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi decreased 0.1% and 0.4%, respectively. Qatar and Bahrain rose 1.0% and 0.2%, respectively, while Egypt declined 1.5%. Meanwhile, Kuwait and Oman remained flat.
- US President Donald Trump said he is not focused on a possible next phase of the trade deal with China, adding that the relationship between the two nations has been "severely damaged" by the coronavirus pandemic. (Source: CNBC)
- According to Baker Hughes, North America's rig count increased to 284 in the week ended July 10 from 281 earlier. The rig count fell to 258 from 263 in the US, while remained unchanged in the Gulf of Mexico at 12. The rig count in Canada increased to 26 from 18 earlier. (Source: Econoday)
- US initial jobless claims dropped to 1,314k (consensus: 1,375k), representing a fall of 99,000 from the previous week's revised level of 1,413k. (Source: Econoday)
- Oil prices increased 2.1% on Friday driven by improved demand outlook from the International Energy Agency and decline in rigs count in the US.
- Gold prices fell 0.2% as investors turned to risky assets following positive economic data.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	96.7	0.0	-0.8	0.3
Euro	1.13	0.2	0.6	0.8
Japanese Yen	106.9	-0.3	-1.0	-1.6
Sterling Pound	1.26	0.1	1.8	-4.8
Chinese Yuan	7.00	0.1	-0.9	0.5
Indian Rupee	75.2	0.1	-0.5	5.4
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	0.0	1.5
Omani Rial	0.38	0.0	0.0	0.1
Bahraini Dinar	0.38	0.0	0.0	0.1
Egyptian Pound	15.94	0.0	-1.1	-0.4

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)	2,082	-0.1	0.8	-24.7	6.3
Abu Dhabi (ADX)	4,295	-0.4	0.2	-15.4	11.6
Kuwait (KSE)	4,198	0.0	0.2	-14.5	10.5
Qatar (QE)	9,316	1.0	3.5	-10.6	14.3
Oman (MSM)	3,494	0.0	-0.6	-12.2	7.7
Bahrain (BSE)	1,286	0.2	0.7	-20.1	9.1
Egypt (EGX30)	10,957	-1.5	1.8	-21.5	8.1

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	26,075	1.4	1.0	-8.6	20.3
Nasdaq	10,617	0.7	5.6	18.3	31.1
S&P 500	3,185	1.0	2.7	-1.4	22.4
FTSE 100	6,095	0.8	-1.2	-19.2	16.4
Germany DAX 30	12,634	1.2	2.6	-4.6	19.8
France CAC 40	4,970	1.0	0.7	-16.9	19.9
Japan Nikkei 225	22,291	-1.1	0.0	-5.8	20.2
Hong Kong Hang Seng	25,727	-1.8	5.3	-8.7	11.3
China Shanghai Composite	3,383	-1.9	13.4	10.9	13.8
Australia ASX 200	5,919	-0.6	0.4	-11.4	16.6
India Sensex	36,594	-0.4	4.8	-11.3	21.3

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	44.1	0.7	25.1	-36.0
Brent Crude (\$/bbl)	43.2	2.1	5.1	-34.5
Texas crude (\$/bbl)	40.6	2.3	3.3	-33.7
Natural Gas (\$/mmbtu)	1.81	1.5	3.1	-17.5
Gold (\$/oz)	1,798	-0.2	1.0	18.5
Silver (\$/oz)	18.7	0.1	3.0	4.7
Steel (\$/ton)	481	0.0	-1.4	-18.2
Iron Ore (CNY/MT)	828	-1.5	4.9	19.1
Wheat (\$/bu)	536	1.8	9.3	-4.1
Corn (\$/bu)	341	-3.1	0.6	-12.2
Sugar (\$/lb)	11.8	-0.7	-0.7	-12.4
SMP* (EUR/MT)	2,191	0.1	0.0	-14.7

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.268	0.2	-3.4	-164.0
Saudi Arabia(SAIBOR)	0.966	-0.1	-2.0	-126.6
UAE (EIBOR)	0.643	-14.0	-7.9	-156.6
Qatar (QIBOR)	1.045	-12.5	-11.3	-120.5
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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