



Major Economic News

- Saudi Arabia, through the Ministry of Finance, completed an early redemption of a portion of the issuer's outstanding bonds maturing in August, September, November and December 2020 at a total value of SAR 34.3bn. (Source: Argaam)

Major Corporate News

- NEOM Co. signed a contract with STC group to establish a 5G network infrastructure. In addition to the one-year contract to develop the network, the partnership also includes the development of an innovation center in NEOM to explore new 5G opportunities. (Source: Argaam)
- Tabuk Agricultural Development Co. (TADCO) signed a non-binding MoU term sheet to sell its full stake (50% of capital) in Horizon Food Co. Ltd., Al Khobar, to Saudia Dairy and Foodstuff Co. TADCO added that it expects a positive financial impact upon completing the deal. (Source: Argaam)
- Ayyan Investment Company completed the cancellation of the license of its subsidiary, Saudi Japanese Textile Manufacturing Co. (SJTC). SJTC will be excluded from the consolidated financial results as of Q3-20. (Source: Argaam)
- Saudi Advanced Industries Co. announced extension of MoU with Saudi Arabian Military Industries Company to sell a 10% stake in Alsalam Aerospace for SAR 100mn until June 30, 2021 due to the negative impact of COVID-19. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 0.3% to 7,455.7. The value traded stood at SAR 4.5bn (down 7.5% over previous day), while the advance-decline ratio stood at 130/53. The parallel market index decreased 0.5% to 8,083.7 points. The value traded stood at SAR 6.9mn (up 12.3% over previous day). Most sectors in the main market ended in the green. Food & Staples and Software & Services (up 3.0% and 1.8%, respectively) advanced the most; Real Estate and Utilities (down 0.6% and 0.2%, respectively) were the only laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q2-20	Q2-19	Y/Y %	Q1-20	Q/Q %
Zoujaj	-10.1	-1.4	NM	2.3	NM
Petro Rabigh	-1,435.0	-308.0	NM	-1,797	NM
Bank AlJazira	165.8	251.8	-34.2	181.6	-8.7
Amlak International	23.8	19.7	20.9	29.5	-19.3
Zamil Industrial	-58.3	-49.6	NM	-28.8	NM
Saudi Industrial Dev.	4.3	-1.7	NM	-10.0	NM
Middle East Healthcare	16.4	12.3	33.1	21.2	-22.8

Source: Tadawul, AJC

Top Gainers

Company	Price	Change%
ARAB SEA	53.90	5.3
HB	64.50	4.7
RED SEA	15.42	4.1
ZOUJAJ	21.90	3.6
TAPRCO	24.24	3.6

Top Losers

Company	Price	Change%
SEDCO	8.52	-2.5
CITY CEM.	17.18	-2.4
AJZ REIT	13.88	-2.4
JABAL O.	26.55	-2.2
SAMBA	25.90	-1.9

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %	PE (TTM)
TASI	7,456	7,463	7,424	0.3	(11.1)	22.1
NomuC	8,084	8,150	8,072	(0.5)	12.6	High

TASI movement during session



Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,030	0.5	(7.6)	21.4
Materials	4,669	0.5	(9.6)	High
Capital Goods	4,159	0.2	(4.0)	Neg
Commercial Service	3,886	0.3	(18.6)	16.3
Transportation	3,902	0.1	(11.2)	23.4
Consumer Durables	3,648	1.0	4.0	Neg
Consumer Services	3,532	0.0	(10.8)	11.2
Media	7,313	0.4	(22.2)	25.5
Retailing	6,915	0.8	(10.2)	42.5
Food & Staples	9,634	3.0	45.6	40.7
Food & Beverages	5,373	0.4	23.4	38.1
Healthcare	4,505	1.1	20.8	31.5
Pharma & Bio Tech	4,110	0.2	14.3	Neg
Banks	6,481	0.1	(20.1)	12.2
Diversified Financials	3,331	0.3	0.9	High
Insurance	5,059	0.5	12.1	35.4
Telecom	6,357	0.3	(1.8)	19.5
Utilities	3,472	(0.2)	(21.1)	High
REITs	3,787	0.5	(9.8)	23.7
Real Estate	2,677	(0.6)	(14.6)	Neg
Software & Services	8,415	1.8	70.6	15.9

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
7,432	7,419	7,391	5.79

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	9.3	409.8	478.1
Previous week	31.6	1,574.4	1,532.5

Top Weighted Companies

Company	Price	Change%
Al Rajhi	59.00	0.2
Saudi Aramco	32.95	0.6
NCB	36.00	0.3
SABIC	88.50	1.0
STC	97.10	0.0



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi increased 0.1% and 1.1%, respectively. Kuwait and Egypt rose 0.1% and 0.5%, respectively; while Qatar and Bahrain declined 0.3% and 0.1%, respectively. Meanwhile, Oman remained flat.
- US Senate Republicans proposed USD 1.0tn COVID-19 aid package plan, as expanded unemployment benefits for millions of workers expire this week. The plan includes slashing of the expiring supplemental unemployment benefits of USD 600 per week by two-thirds. (Source: Reuters)
- US durable goods orders increased 7.3% M/M in June (consensus: an increase of 7.2% M/M) compared to a downwardly revised 15.1% M/M rise in May. The growth was led by orders for transportation, rising 20.0% M/M in June versus 78.9% M/M in May. (Source: Econoday, RTT News)
- Oil prices rose 0.2%, as investors anticipate dovish stance from US Federal Reserve in its meeting later in the week.
- Gold prices increased 2.2%, reaching to a record high, due to subdued outlook on world economy hit by COVID-19 and weaker US dollar.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	93.7	-0.8	-3.8	-2.8
Euro	1.18	0.8	4.6	4.8
Japanese Yen	105.4	-0.7	-2.4	-3.0
Sterling Pound	1.29	0.7	3.9	-2.9
Chinese Yuan	7.00	-0.3	-1.0	0.5
Indian Rupee	74.8	0.1	-1.0	4.8
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	-0.6	1.0
Omani Rial	0.38	0.0	0.0	0.0
Bahraini Dinar	0.38	-0.2	-0.2	-0.1
Egyptian Pound	15.94	0.0	-1.1	-0.4

Corporate Calendar

Date	Company	Event
06 th Aug	MULKIA REIT	Cash Dividend Distribution
10 th Aug	DERAYAH REIT	Cash Dividend Distribution
10 th Aug	Atheeb Telecom	EGM
12 th Aug	JAZADCO	EGM
12 th Aug	ALHOKAIR	OGM
17 th Aug	GACO	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,061	0.1	-0.2	-25.4	7.0
Abu Dhabi (ADX)	4,331	1.1	1.0	-14.7	11.6
Kuwait (KSE)	4,075	0.1	-2.8	-17.0	10.5
Qatar (QE)	9,351	-0.3	3.9	-10.3	14.6
Oman (MSM)	3,557	0.0	1.2	-10.7	7.8
Bahrain (BSE)	1,282	-0.1	0.3	-20.4	9.1
Egypt (EGX30)	10,575	0.5	-1.8	-24.3	7.7

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	26,585	0.4	3.0	-6.8	20.8
Nasdaq	10,536	1.7	4.7	17.4	31.0
S&P 500	3,239	0.7	4.5	0.3	23.3
FTSE 100	6,105	-0.3	-1.1	-19.1	16.4
Germany DAX 30	12,839	0.0	4.3	-3.1	19.5
France CAC 40	4,940	-0.3	0.1	-17.4	20.8
Japan Nikkei 225	22,716	-0.2	1.9	-4.0	20.6
Hong Kong Hang Seng	24,603	-0.4	0.7	-12.7	10.8
China Shanghai Composite	3,205	0.3	7.4	5.1	13.1
Australia ASX 200	6,044	0.3	2.5	-9.6	16.9
India Sensex	37,935	-0.5	8.6	-8.0	22.1

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	43.1	0.1	22.4	-37.4
Brent Crude (\$/bbl)	43.4	0.2	5.5	-34.2
Texas crude (\$/bbl)	41.6	0.8	5.9	-32.0
Natural Gas (\$/mmbtu)	1.73	-4.1	-1.0	-20.8
Gold (\$/oz)	1,942	2.2	9.1	28.0
Silver (\$/oz)	24.6	8.2	35.7	38.0
Steel (\$/ton)	475	0.0	-2.7	-19.2
Iron Ore (CNY/MT)	866	-0.5	9.8	24.6
Wheat (\$/bu)	528	-2.2	7.7	-5.5
Corn (\$/bu)	325	-0.4	-4.0	-16.2
Sugar (\$/lb)	12.1	5.5	2.4	-9.7
SMP* (EUR/MT)	2,145	0.0	-2.1	-16.5

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.247	0.2	-5.5	-166.2
Saudi Arabia(SAIBOR)	0.931	0.0	-5.4	-130.0
UAE (EIBOR)	0.569	-4.2	-15.3	-164.0
Qatar (QIBOR)	1.088	11.2	-7.0	-116.2
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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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.
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