



Major Economic News

- Remittances from expatriates in Saudi Arabia rose by 36%, or SAR 3.5bn Y/Y to SAR 13.3bn in April 2021. Compared to March 2021, remittances from expatriates in Saudi Arabia declined around 5%, or SAR 770mn. (Source: Argaam)

Major Corporate News

- Saudi Re for Cooperative Reinsurance Co. obtained the approval of CMA to increase its capital from SAR 810mn to SAR 891mn. The capital hike will be carried out through 1-for-10 bonus share distribution to shareholders. The increase will be paid by transferring SAR 81mn from the retained earnings account to the company's capital. Consequently, the number of shares will be increased from 81mn to 89.1mn. (Source: Argaam)
- Anaam International Holding Group extended the non-binding MoU signed with Saudi Wasit Establishment for an additional 30 days, starting June 3, 2021 – which is the end day for the original MoU period. (Source: Argaam)
- Gulf General Cooperative Insurance Co. unveiled the prospectus for its capital increase through offering rights issue shares worth SAR 300mn. The capital increase represents a hike of 150% to SAR 500mn. (Source: Argaam)
- Lazurde Company for Jewelry's shareholders approved the board of directors' recommendation to increase capital to SAR 575mn through a rights issue worth SAR 145mn. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 0.6% to 10,656.8. The value traded stood at SAR 8.3bn (down 45.3% over previous day), while the advance-decline ratio stood at 99/80. The parallel market index increased 0.1% to 23,939.9 points. The value traded stood at SAR 26.0mn (down 61.2% over previous day). Most sectors in the main market ended in the green. Diversified Financials and Food & Beverages (up 2.8% and 1.4%, respectively) advanced the most; Pharma & Bio Tech and Media (down 2.5% each) led the laggards.

Top Gainers

Company	Price	Change%
SAIC	48.50	8.3
JADWA REIT ALHARMN	10.56	5.2
CHUBB	44.85	4.7
TASNEE	19.88	4.3
GULF GENERAL	27.40	3.4

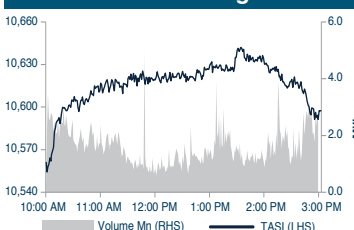
Top Losers

Company	Price	Change%
WAFRAH	177.80	-3.7
SAPTCO	26.85	-3.4
ZOUJAJ	38.90	-3.0
LAZURDE	24.36	-3.0
SRMG	129.80	-2.6

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,657	10,680	10,610	0.6	22.6
NomuC	23,940	24,002	23,612	0.1	(8.8)

TASI movement during session



TASI Ratios

P/E* (x)	38.2
Price-to-Book (x)	2.5
Dividend Yield (%)	3.5
Return on Equity (%)	12.9

Source: Argaam
* Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,558	0.0	3.2	35.1
Materials	7,274	0.8	26.6	49.7
Capital Goods	8,611	(0.1)	31.7	High
Commercial Service	4,336	(0.3)	6.8	Neg
Transportation	6,161	(0.4)	27.2	Neg
Consumer Durables	7,469	(0.6)	30.5	High
Consumer Services	4,796	0.4	12.3	Neg
Media	16,243	(2.5)	59.0	High
Retailing	10,500	0.0	22.7	Neg
Food & Staples	11,010	0.5	4.5	33.9
Food & Beverages	5,876	1.4	7.5	32.1
Healthcare	7,523	0.0	33.1	43.1
Pharma & Bio Tech	6,082	(2.5)	17.6	High
Banks	9,921	0.7	30.7	25.2
Diversified Financials	7,268	2.8	58.2	Neg
Insurance	6,351	0.9	5.4	27.3
Telecom	8,249	0.3	19.6	24.4
Utilities	5,435	0.5	17.9	14.6
REITs	4,994	0.2	16.5	High
Real Estate	3,556	(0.0)	17.8	Neg
Software & Services	18,283	(0.2)	29.7	49.1

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
10,575	10,479	10,401	11.72

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	48.9	1,640.2	1,848.0
Previous week	54.2	1,744.2	2,097.1

Top Weighted Companies

Company	Price	Change%
Al Rajhi	104.00	0.0
Saudi Aramco	35.40	0.0
NCB	54.20	1.9
SABIC	125.20	1.0
STC	129.20	0.3



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi increased 0.1% and 0.2%, respectively. Oman and Kuwait gained 0.6% and 0.3%, respectively; while Qatar and Bahrain rose 0.2% each. Meanwhile, Egypt declined 1.2%.
- US economy expanded at a faster rate from early April to late May due to the positive effects of increased Covid-19 vaccination rates and relaxed social distancing measures, according to the Federal Reserve's Beige Book. (Source: RTT News)
- China's Caixin/Markit services PMI decreased to 55.1 in May compared to 56.3 in April. The slower pace of expansion was attributed to a fall in overseas demand as Covid-19 cases abroad impacted business activity. (Source: CNBC)
- Japan's services PMI fell to 46.5 in May from 49.5 in April. New business declined at a faster pace due to rise in COVID-19 cases and the reimposition of a state of emergency to curb the spread of infections. (Source: RTT News)
- Oil prices increased 1.6% driven by demand optimism and OPEC+'s decision to stick to gradual restoring of oil supply.
- Gold prices rose 0.4% due to lower US treasury yields ahead of economic data on inflation.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	89.9	0.1	-0.1	0.0
Euro	1.22	0.0	-0.1	0.0
Japanese Yen	109.5	0.1	0.0	6.1
Sterling Pound	1.42	0.2	-0.3	3.6
Chinese Yuan	6.38	0.0	0.2	-2.2
Indian Rupee	73.0	0.1	0.6	-0.1
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	0.0	-1.0	0.0
Kuwaiti Dinar	0.30	0.1	0.1	-1.0
Omani Rial	0.38	0.0	0.0	0.1
Bahraini Dinar	0.38	0.2	0.2	0.1
Egyptian Pound	15.64	0.1	-0.1	-0.3

Corporate Calendar

Date	Company	Event
03 rd Jun	SEDCO CAPITAL REIT	Cash Dividend Distribution
03 rd Jun	SGS	OGM
06 th Jun	Etihad Etisalat	Cash Dividend Distribution
06 th Jun	Thimar	OGM
07 th Jun	ALALAMIYA	EGM
09 th Jun	JARIR	Cash Dividend Distribution

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,839	0.1	1.5	13.9	21.3
Abu Dhabi (ADX)	6,626	0.2	1.0	31.3	17.9
Kuwait (KSE)	5,210	0.3	0.5	14.4	14.0
Qatar (QE)	10,805	0.2	0.5	3.5	18.1
Oman (MSM)	3,915	0.6	1.6	7.0	10.2
Bahrain (BSE)	1,522	0.2	-0.4	2.2	9.1
Egypt (EGX30)	10,121	-1.2	-1.8	-6.7	8.1

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	34,600	0.1	0.2	13.0	22.7
Nasdaq	13,756	0.1	0.1	6.7	32.1
S&P 500	4,208	0.1	0.1	12.0	27.6
FTSE 100	7,108	0.4	1.2	10.0	17.8
Germany DAX 30	15,603	0.2	1.2	13.7	19.0
France CAC 40	6,522	0.5	1.2	17.5	46.7
Japan Nikkei 225	28,946	0.5	0.3	5.5	17.1
Russia MOEX	3,818	1.4	2.6	16.1	11.0
Hong Kong Hang Seng	29,298	-0.6	0.5	7.6	14.5
South Korea KOSPI	3,224	0.1	0.6	12.2	20.6
China Shanghai Composite	3,597	-0.8	-0.5	3.6	13.1
Australia ASX 200	7,218	1.1	0.8	9.6	22.4
India Sensex	51,849	-0.2	-0.2	8.6	29.1
MSCI EM	1,388	-0.2	0.9	7.5	17.4
MSCI World	2,986	0.1	0.3	11.0	29.8

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	70.6	2.7	2.7	41.4
Brent Crude (\$/bbl)	71.4	1.6	2.9	37.7
Texas crude (\$/bbl)	68.8	1.6	3.8	41.9
Natural Gas (\$/mmbtu)	3.08	-0.9	3.0	21.1
Gold (\$/oz)	1,908	0.4	0.1	0.5
Silver (\$/oz)	28.2	1.1	0.5	7.0
Steel (\$/ton)	1,658	0.2	-0.4	65.0
Iron Ore (CNY/MT)	1,233	-2.7	4.3	14.2
Wheat (\$/bu)	688	-0.9	3.6	7.3
Corn (\$/bu)	675	-2.0	2.8	39.5
Sugar (\$/lb)	17.7	-0.1	1.8	14.1
SMP* (EUR/MT)	2,620	0.0	0.0	17.8

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.129	-0.3	-0.3	-11.0
Saudi Arabia(SAIBOR)	0.791	0.0	0.0	-2.6
UAE (EIBOR)	0.345	-6.5	-3.0	-16.8
Qatar (QIBOR)	1.171	1.6	0.3	5.0
Bahrain (BHIBOR)	1.605	0.0	-1.3	-64.5

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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