



Major Economic News

- Saudi Arabia's general reserves fell by SAR 5.1bn M/M to SAR 357.9bn in April 2021. Meanwhile, current account dropped by SAR 24.2bn M/M to SAR 60.0bn in April. (Source: Argaam)
- The point-of-sale transactions soared by 142% to SAR 39.2bn in April 2021, from SAR 16.2bn in April 2020. A total of 371.3mn transactions were processed through 823,700 points-of-sale in the month. (Source: Argaam)
- OPEC+ alliance said it will continue its oil output policy that was announced in April, which targets the gradual easing of curbs on supplies until the end of July. However, OPEC+ did not define the output policy after July, as the upcoming meeting of oil ministers will be held on July 1. (Source: Argaam)

Major Corporate News

- CMA approved Chubb Arabia Cooperative Insurance Co.'s request on increasing its capital from SAR 200mn to SAR 300mn through the issue of one bonus share for two shares held. The capital increase will be financed by transferring SAR 100mn from retained earnings. (Source: Argaam)
- Ataa Educational Co. signed a Shariah-compliant Murabaha financing facility of SAR 125mn with Saudi Investment Bank. The purpose of the agreement is to reschedule several existing loans, worth SAR 100mn, with some Saudi banks and other obligations, in addition to working capital financing and facility line for letters of guarantees issuance. (Source: Argaam)
- Saudi Basic Industries Corp. reduced the Asian Contract Price for monoethylene glycol (MEG) for June 2021 by USD 30 per ton M/M to USD 830 per ton. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 0.4% to 10,597.4. The value traded stood at SAR 15.2bn (up 12.9% over previous day), while the advance-decline ratio stood at 73/115. The parallel market index increased 1.7% to 23,925.2 points. The value traded stood at SAR 67.0mn (up 46.5% over previous day). Most sectors in the main market ended in the green. Media and Telecom (up 8.8% and 2.5%, respectively) advanced the most; Diversified Financials and Retailing (down 0.9% and 0.6%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
GASCO	42.60	9.9
SRMG	133.20	9.9
SAPTCO	27.80	7.5
SEDCO CAPITAL REIT	10.94	5.8
ALAKARIA	20.32	4.2

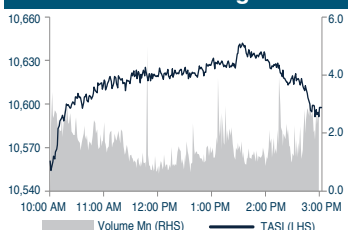
Top Losers

Company	Price	Change%
GACO	30.75	-3.9
NAMA CHEMICALS	43.00	-3.5
AMIAANTIT	28.00	-3.1
SIDC	23.20	-2.9
JAZADCO	23.36	-2.7

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,597	10,644	10,553	0.4	22.0
NomuC	23,925	24,032	23,342	1.7	(8.8)

TASI movement during session



TASI Ratios

P/E* (x)	38.0
Price-to-Book (x)	2.4
Dividend Yield (%)	3.5
Return on Equity (%)	12.9

Source: Argaam
* Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,556	0.3	3.1	35.1
Materials	7,214	(0.0)	25.5	49.3
Capital Goods	8,621	(0.5)	31.9	High
Commercial Service	4,347	(0.3)	7.1	Neg
Transportation	6,188	1.1	27.8	Neg
Consumer Durables	7,513	(0.4)	31.3	High
Consumer Services	4,775	0.4	11.9	Neg
Media	16,657	8.8	63.0	High
Retailing	10,499	(0.6)	22.7	Neg
Food & Staples	10,959	(0.3)	4.0	33.8
Food & Beverages	5,793	(0.3)	6.0	31.5
Healthcare	7,521	0.2	33.0	43.1
Pharma & Bio Tech	6,240	1.9	20.7	High
Banks	9,849	0.5	29.8	25.0
Diversified Financials	7,068	(0.9)	53.8	Neg
Insurance	6,295	(0.4)	4.5	27.0
Telecom	8,222	2.5	19.2	24.3
Utilities	5,407	0.2	17.3	14.5
REITs	4,984	0.5	16.3	High
Real Estate	3,556	1.0	17.8	Neg
Software & Services	18,315	0.4	30.0	49.2

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
10,537	10,451	10,389	15.16

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	40.6	1,372.8	1,542.2
Previous week	54.2	1,744.2	2,097.1

Top Weighted Companies

Company	Price	Change%
Al Rajhi	104.00	0.8
Saudi Aramco	35.40	0.3
NCB	53.20	0.2
SABIC	124.00	-0.2
STC	128.80	3.4



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi increased 1.4% and 0.8%, respectively. Oman gained 1.1%, while Kuwait and Qatar rose 0.3% each. Meanwhile, Egypt and Bahrain declined 0.7% and 0.6%, respectively.
- US ISM manufacturing PMI rose to 61.2 in May (consensus: 60.9) compared to 60.7 in April. The increase was driven by an acceleration in new orders growth, as the new orders index climbed to 67.0 in May from 64.3 in April. (Source: Econoday, RTT News)
- UK's manufacturing PMI increased to 65.6 in May (consensus: 66.1) from 60.9 in April. The manufacturing sector expanded at a record pace in May due to stronger production growth and record gains in new orders, despite higher inflation. (Source: Econoday, RTT News)
- Eurozone CPI rose 2.0% in May (consensus: 1.9% increase) versus an increase of 1.6% in April. Core inflation grew to 0.9% from 0.7% in previous month. (Source: RTT News)
- Oil prices increased 1.3%, to a 15-month high, driven by expectations of higher fuel demand.
- Gold prices fell 0.3%, as firmer bond yields and strong US economic data weighed on demand for the safe haven metal.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	89.8	-0.2	-0.2	-0.1
Euro	1.22	-0.1	-0.1	0.0
Japanese Yen	109.5	-0.1	-0.1	6.0
Sterling Pound	1.41	-0.4	-0.4	3.5
Chinese Yuan	6.38	0.2	0.2	-2.2
Indian Rupee	72.9	0.5	0.5	-0.2
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	-1.0	-1.0	0.0
Kuwaiti Dinar	0.30	0.0	0.0	-1.1
Omani Rial	0.38	0.0	0.0	0.1
Bahraini Dinar	0.38	0.0	0.0	-0.1
Egyptian Pound	15.63	-0.2	-0.2	-0.4

Corporate Calendar

Date	Company	Event
02 nd Jun	Saudi Aramco	Cash Dividend Distribution
02 nd Jun	ALYAMAMAH STEEL	Cash Dividend Distribution
02 nd Jun	Kingdom	OGM
02 nd Jun	ZAIN KSA	OGM
02 nd Jun	AICC	OGM
03 rd Jun	SGS	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,837	1.4	1.4	13.9	21.3
Abu Dhabi (ADX)	6,613	0.8	0.8	31.1	17.9
Kuwait (KSE)	5,196	0.3	0.3	14.1	14.0
Qatar (QE)	10,778	0.3	0.3	3.3	18.0
Oman (MSM)	3,894	1.1	1.1	6.4	10.1
Bahrain (BSE)	1,519	-0.6	-0.6	2.0	9.1
Egypt (EGX30)	10,240	-0.7	-0.7	-5.6	8.2

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	34,575	0.1	0.1	13.0	22.7
Nasdaq	13,736	-0.1	-0.1	6.6	32.2
S&P 500	4,202	0.0	0.0	11.9	27.7
FTSE 100	7,080	0.8	0.8	9.6	17.7
Germany DAX 30	15,567	0.9	0.9	13.5	18.9
France CAC 40	6,489	0.7	0.7	16.9	46.5
Japan Nikkei 225	28,814	-0.2	-0.2	5.0	17.1
Russia MOEX	3,765	1.2	1.2	14.5	10.9
Hong Kong Hang Seng	29,468	1.1	1.1	8.2	14.5
South Korea KOSPI	3,222	0.6	0.6	12.1	20.6
China Shanghai Composite	3,625	0.3	0.3	4.4	13.1
Australia ASX 200	7,143	-0.3	-0.3	8.4	22.2
India Sensex	51,935	0.0	0.0	8.8	29.1
MSCI EM	1,391	1.1	1.1	7.7	17.4
MSCI World	2,982	0.2	0.2	10.9	29.8

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	68.7	0.0	0.0	37.7
Brent Crude (\$/bbl)	70.3	1.3	1.3	35.6
Texas crude (\$/bbl)	67.7	2.1	2.1	39.6
Natural Gas (\$/mmbtu)	3.10	4.0	4.0	22.3
Gold (\$/oz)	1,900	-0.3	-0.3	0.1
Silver (\$/oz)	27.9	-0.5	-0.5	5.8
Steel (\$/ton)	1,654	-0.7	-0.7	64.6
Iron Ore (CNY/MT)	1,267	7.2	7.2	17.4
Wheat (\$/bu)	694	4.5	4.5	8.3
Corn (\$/bu)	689	4.9	4.9	42.3
Sugar (\$/lb)	17.7	1.9	1.9	14.2
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	0.131	0.0	0.0	-10.7
Saudi Arabia(SAIBOR)	0.791	0.0	0.0	-2.6
UAE (EIBOR)	0.410	3.5	3.5	-10.3
Qatar (QIBOR)	1.155	-1.4	-1.4	3.4
Bahrain (BHIBOR)	1.605	-1.3	-1.3	-64.5

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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