



Major Economic News

- Saudi Arabia's ultra-luxury destination project Amaala will award a multi-billion-riyal Public-Private Partnership contract within three to four months, according to CEO John Pagano. (Source: Argaam)

Major Corporate News

- Saudi Aramco's new "Trust Certificate Issuance Program" was assigned an expected rating of 'A(EXP)' from Fitch Ratings, and (P) A1 rating from Moody's. (Source: Argaam)
- Basic Chemical Industries Co. announced that its chlorine derivatives plant in Jubail Industrial City is expected to be completed by the end of November 2021 instead of June due to a delay in finalizing the engineering and technical designs amid COVID-19 pandemic. The project construction costs increased to SAR 750mn from SAR 685mn. (Source: Argaam)
- Al Moammar Information Systems Co. signed a binding MOU with Saudi Fransi Capital to establish a private investment fund to develop, own, and operate data centers across the Kingdom. Both parties expect the fund to have an initial size of around SAR 700mn. (Source: Argaam)
- CMA approved Fitaihi Holding Group's request to reduce its capital from SAR 550mn to SAR 275mn by reducing the number of shares from 55mn to 27.5mn. (Source: Argaam)
- Filling and Packing Materials Manufacturing Co. renewed a SAR 73.7mn Shariah-compliant credit facility agreement with Riyad Bank. The credit facility is guaranteed by a promissory note and will be used to finance working capital needs of the company and its subsidiary, FPC Industries Co. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 0.3% to 10,719.9. The value traded stood at SAR 14.9bn (down 0.3% over previous day), while the advance-decline ratio stood at 105/73. The parallel market index increased 1.0% to 23,725.1 points. The value traded stood at SAR 21.9mn (down 10.8% over previous day). Most sectors in the main market ended in the green. Media and Capital Goods (up 5.5% and 3.6%, respectively) advanced the most; Telecom and Diversified Financials (down 0.5% and 0.3%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
ASTRA INDUSTRIAL	45.75	10.0
ALYAMAMAH STEEL	46.45	9.9
NGC	45.90	9.9
BAAZEEM	120.20	9.9
SVCP	112.40	8.9

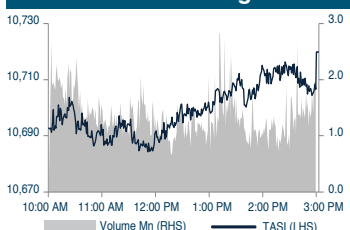
Top Losers

Company	Price	Change%
LAZURDE	22.90	-4.0
TADCO	42.30	-3.9
ARABIAN SHIELD	34.15	-3.3
SAIC	54.10	-3.1
GACO	32.45	-2.4

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,720	10,720	10,682	0.3	23.4
NomuC	23,725	23,792	23,314	1.0	(9.6)

TASI movement during session



TASI Ratios

P/E* (x)	38.5
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	5,569	0.3	3.4	35.2
Materials	7,313	0.4	27.3	High
Capital Goods	9,152	3.6	40.0	High
Commercial Service	4,366	0.2	7.5	Neg
Transportation	6,174	0.3	27.5	Neg
Consumer Durables	8,061	(0.2)	40.9	High
Consumer Services	4,856	0.5	13.7	Neg
Media	17,979	5.5	76.0	High
Retailing	10,653	0.4	24.5	Neg
Food & Staples	10,967	0.0	4.1	33.6
Food & Beverages	6,018	2.0	10.1	32.9
Healthcare	7,621	1.7	34.8	43.6
Pharma & Bio Tech	6,095	0.2	17.9	High
Banks	9,846	(0.1)	29.7	25.0
Diversified Financials	7,935	(0.3)	72.7	Neg
Insurance	6,506	(0.1)	8.0	28.0
Telecom	8,426	(0.5)	22.1	24.9
Utilities	5,473	0.8	18.7	14.7
REITs	4,985	0.4	16.3	High
Real Estate	3,636	0.8	20.4	Neg
Software & Services	19,254	2.8	36.6	High

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
10,672	10,590	10,456	13.21

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	29.9	860.5	1,106.0
Previous week	61.7	2,052.7	2,323.6

Top Weighted Companies

Company	Price	Change%
Al Rajhi	103.40	0.0
Saudi Aramco	35.45	0.1
NCB	53.80	0.2
SABIC	126.00	0.6
STC	132.00	-0.8



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi increased 0.6% and 0.3%, respectively. Kuwait rose 0.3%, while Qatar and Bahrain fell 0.3% each. Egypt declined 0.2%. Meanwhile, Oman remained flat.
- UK's house prices grew 9.5% Y/Y in May (consensus: a rise of 10.0%) compared to 8.2% increase in April. On M/M basis, house price growth moderated to 1.3% in May (consensus: a rise of 1.2%) from 1.5% in April. (Source: RTT News)
- Japan's GDP contracted by an annualized 3.9% Y/Y in Q1-21 (consensus: a decline of 4.8%) compared to an 11.7% expansion in Q4-20. On Q/Q basis, GDP was down 1.0% (consensus: a decline of 1.2%) versus 2.8% increase in Q4-20. (Source: RTT News)
- Japan's current account surplus decreased to JPY 1,321.8bn in April (consensus: JPY 1,500.6bn) compared to JPY 2,650.1bn surplus in March. Exports surged 38.0% Y/Y and imports increased 11.3%, thus recording a trade surplus of JPY 289.5bn. (Source: RTT News)
- Oil prices fell 0.6%, as some investors booked profits after prices reached two-year high.
- Gold prices increased 0.4%, as weakness in US dollar boosted demand for the yellow metal.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	90.0	-0.2	-0.1	0.0
Euro	1.22	0.2	-0.3	-0.2
Japanese Yen	109.2	-0.2	-0.3	5.8
Sterling Pound	1.42	0.2	-0.2	3.7
Chinese Yuan	6.40	0.0	0.4	-2.0
Indian Rupee	72.8	-0.1	0.4	-0.3
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	-0.8	-1.0	0.0
Kuwaiti Dinar	0.30	-0.1	-0.1	-1.2
Omani Rial	0.38	0.0	0.0	0.1
Bahraini Dinar	0.38	-0.2	0.0	-0.1
Egyptian Pound	15.64	0.0	-0.1	-0.3

Corporate Calendar

Date	Company	Event
09 th Jun	JARIR	Cash Dividend Distribution
09 th Jun	Chemanol	OGM
10 th Jun	Bawan	EGM
10 th Jun	FIPCO	OGM
13 th Jun	ALANDALUS	Cash Dividend Distribution
13 th Jun	Salama	EGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,839	0.6	1.5	13.9	21.3
Abu Dhabi (ADX)	6,646	0.3	1.3	31.7	17.6
Kuwait (KSE)	5,208	0.3	0.5	14.4	14.0
Qatar (QE)	10,708	-0.3	-0.4	2.6	17.9
Oman (MSM)	3,967	0.0	3.0	8.4	10.3
Bahrain (BSE)	1,537	-0.3	0.6	3.2	9.1
Egypt (EGX30)	10,105	-0.2	-2.0	-6.8	8.0

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	34,630	-0.4	0.3	13.1	22.8
Nasdaq	13,882	0.5	1.0	7.7	32.3
S&P 500	4,227	-0.1	0.5	12.5	27.7
FTSE 100	7,077	0.1	0.8	9.5	17.7
Germany DAX 30	15,677	-0.1	1.7	14.3	19.1
France CAC 40	6,544	0.4	1.5	17.9	46.8
Japan Nikkei 225	29,019	0.3	0.6	5.7	17.1
Russia MOEX	3,822	0.4	2.7	16.2	11.0
Hong Kong Hang Seng	28,787	-0.5	-1.3	5.7	15.1
South Korea KOSPI	3,252	0.4	1.5	13.2	20.8
China Shanghai Composite	3,600	0.2	-0.4	3.6	13.1
Australia ASX 200	7,282	-0.2	1.7	10.5	22.5
India Sensex	52,329	0.4	0.8	9.6	29.3
MSCI EM	1,381	-0.1	0.3	6.9	17.3
MSCI World	3,001	0.1	0.8	11.6	29.9

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	71.1	-0.4	3.5	42.5
Brent Crude (\$/bbl)	71.5	-0.6	3.1	38.0
Texas crude (\$/bbl)	69.2	-0.6	4.4	42.7
Natural Gas (\$/mmbtu)	3.07	-0.9	2.8	20.9
Gold (\$/oz)	1,899	0.4	-0.4	0.0
Silver (\$/oz)	27.9	0.3	-0.6	5.8
Steel (\$/ton)	1,648	-0.3	-1.0	64.0
Iron Ore (CNY/MT)	1,280	0.0	8.2	18.6
Wheat (\$/bu)	680	-1.1	2.5	6.2
Corn (\$/bu)	679	-0.5	3.4	40.3
Sugar (\$/lb)	17.4	-1.9	0.1	12.2
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	0.128	-0.3	-0.3	-11.0
Saudi Arabia(SAIBOR)	0.791	0.0	0.0	-2.6
UAE (EIBOR)	0.380	-1.7	0.5	-13.3
Qatar (QIBOR)	1.198	0.5	3.0	7.8
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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