



Major Economic News

- Saudi Arabia's Ministry of Industry and Mineral Resources extended the term of industrial licenses to five years from three years. The decision will apply to applications for new licenses or license renewals, as long as it fulfills the regulatory requirements. (Source: Argaam)
- Crown Prince Mohammed bin Salman inaugurated eight housing and medical projects for Ministry of Defense staff in several provinces as a part of the developmental projects carried out recently by the ministry at a total cost exceeding SAR 4bn. These include six housing projects with 3,797 units. (Source: Argaam)
- Saudi Arabia was ranked first worldwide in three international indicators during the COVID-19 pandemic outbreak in FY20 and FY21, including "government's response in supporting entrepreneurs", according to the Global Entrepreneurship Monitor report for 2020-21. (Source: Argaam)

Major Corporate News

- Bank Aljazira's BAJ Sukuk Tier 1 Ltd, a special purpose vehicle incorporated in the Cayman Islands, is set to issue Tier I capital certificates at not more than USD 500mn. The issue will take place via a private placement, in which certificates are redeemable after five years from the date of issuance. (Source: Argaam)
- Ataa Educational Co. announced the completion of all the procedures required to purchase and transfer the entire stake of Al-Elm International Schools Co. from the selling partners. The financial impact of the deal will appear on Q4-21 financials, ending July 31, 2021. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 0.6% to 10,790.8 on Sunday. The value traded stood at SAR 11.6bn (down 18.0% over previous day), while the advance-decline ratio stood at 60/128. The parallel market index decreased 1.0% to 23,066.0 points. The value traded stood at SAR 19.1mn (down 13.7% over previous day). Most sectors in the main market ended in the red. Diversified Financials and Telecom (up 3.1% and 0.9%, respectively) advanced the most; Pharma & Bio Tech and Banks (down 1.4% and 1.1%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
SAUDI RE	19.74	9.7
GULF GENERAL	30.95	8.6
SAIC	58.70	6.5
MALATH INSURANCE	33.25	6.4
NGC	51.80	6.2

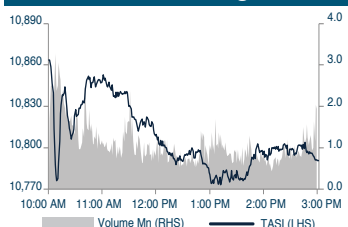
Top Losers

Company	Price	Change%
JADWA REIT SAUDI	15.92	-2.9
SABB	31.70	-2.5
EXTRA	134.60	-2.3
EIC	32.40	-2.3
BAWAN	39.10	-2.3

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,791	10,864	10,771	(0.6)	24.2
NomuC	23,066	23,717	23,036	(1.0)	(12.1)

TASI movement during session



TASI Ratios

P/E* (x)	40.3
Price-to-Book (x)	2.5
Dividend Yield (%)	3.5
Return on Equity (%)	12.8

Source: Argaam
* Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,563	0.2	3.3	35.0
Materials	7,124	(0.9)	24.0	48.5
Capital Goods	8,936	(1.1)	36.7	High
Commercial Service	4,395	(0.1)	8.3	Neg
Transportation	6,224	(0.1)	28.5	Neg
Consumer Durables	7,956	(0.2)	39.0	High
Consumer Services	4,803	0.1	12.5	Neg
Media	19,503	(0.2)	90.9	High
Retailing	11,122	0.8	30.0	Neg
Food & Staples	10,852	0.5	3.0	33.2
Food & Beverages	6,199	(0.5)	13.5	33.9
Healthcare	7,691	(0.1)	36.0	43.5
Pharma & Bio Tech	7,282	(1.4)	40.8	High
Banks	10,102	(1.1)	33.1	25.6
Diversified Financials	8,172	3.1	77.8	Neg
Insurance	6,673	0.5	10.8	28.7
Telecom	8,389	0.9	21.6	24.9
Utilities	5,356	(0.9)	16.2	14.4
REITs	4,942	(1.1)	15.3	High
Real Estate	3,609	(0.3)	19.5	Neg
Software & Services	19,278	(1.1)	36.8	High

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
10,849	10,818	10,684	13.76

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	-	-	-
Previous week	64.7	1,862.0	2,366.5

Top Weighted Companies

Company	Price	Change%
Al Rajhi	108.00	-1.8
Saudi Aramco	35.30	0.1
NCB	54.60	0.0
SABIC	120.00	-1.8
STC	132.40	1.5



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai decreased 0.4%, while Abu Dhabi remained flat. Bahrain, Kuwait and Qatar rose 0.4%, 0.3% and 0.2%, respectively; while Egypt and Oman declined 0.7% and 0.5%, respectively.
- Covid-19 variant delta, first identified in India, is becoming the dominant variant of the disease globally due to its "significantly increased transmissibility", according to the WHO's chief scientist. Studies suggest delta is around 60% more transmissible than alpha, the variant first identified in the UK. (Source: CNBC)
- Eurozone current account surplus amounted EUR 23bn in April versus EUR 18bn in the previous month. The visible trade surplus rose to EUR 27bn from EUR 24bn during the same period. (Source: RTT News)
- Japan's CPI fell 0.1% Y/Y in May compared to a decline of 0.4% in April. On a M/M basis, CPI was up 0.3% in May versus a decrease of 0.4% in the previous month. Core CPI increased 0.1% Y/Y as against a fall of 0.1% a month earlier. Core CPI was up 0.2% M/M. (Source: RTT News)
- The Bank of Japan maintained its monetary stimulus and announced the introduction of a new funding program to support the efforts on climate change issues and also extended the deadline for Covid support program. (Source: RTT News)

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	92.2	0.0	2.4	2.5
Euro	1.19	0.0	-3.0	-2.9
Japanese Yen	110.2	0.0	0.6	6.7
Sterling Pound	1.38	0.0	-2.8	1.0
Chinese Yuan	6.45	0.0	1.3	-1.1
Indian Rupee	74.1	0.0	2.2	1.5
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	0.0	-1.0	0.0
Kuwaiti Dinar	0.30	0.0	0.2	-0.9
Omani Rial	0.38	-0.1	-0.1	0.0
Bahraini Dinar	0.38	-0.1	0.1	0.0
Egyptian Pound	15.60	-0.2	-0.4	-0.6

Corporate Calendar

Date	Company	Event
22 nd Jun	MEPCO	OGM
22 nd Jun	Jouf Cement	OGM
22 nd Jun	GASCO	OGM
22 nd Jun	ZOUJAJ	OGM
23 rd Jun	ALJOUF	OGM
23 rd Jun	ALKATHIRI	EGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,851	-0.4	1.9	14.4	21.6
Abu Dhabi (ADX)	6,649	0.0	1.4	31.8	17.6
Kuwait (KSE)	5,327	0.3	2.8	17.0	14.4
Qatar (QE)	10,763	0.2	0.1	3.1	18.0
Oman (MSM)	4,057	-0.5	5.3	10.9	10.5
Bahrain (BSE)	1,568	0.4	2.7	5.3	9.1
Egypt (EGX30)	9,798	-0.7	-5.0	-9.7	7.7

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	33,290	0.0	-3.6	8.8	21.9
Nasdaq	14,030	0.0	2.0	8.9	32.7
S&P 500	4,166	0.0	-0.9	10.9	27.4
FTSE 100	7,017	0.0	-0.1	8.6	17.5
Germany DAX 30	15,448	0.0	0.2	12.6	18.8
France CAC 40	6,569	0.0	1.9	18.3	47.0
Japan Nikkei 225	28,964	0.0	0.4	5.5	17.1
Russia MOEX	3,803	0.0	2.2	15.6	10.9
Hong Kong Hang Seng	28,801	0.0	-1.2	5.8	15.2
South Korea KOSPI	3,268	0.0	2.0	13.7	20.9
China Shanghai Composite	3,525	0.0	-2.5	1.5	12.7
Australia ASX 200	7,369	0.0	2.9	11.9	22.7
India Sensex	52,344	0.0	0.8	9.6	29.3
MSCI EM	1,361	0.0	-1.1	5.4	17.0
MSCI World	2,954	0.0	-0.7	9.8	29.4

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	72.8	0.0	5.8	45.8
Brent Crude (\$/bbl)	73.5	0.0	6.0	41.9
Texas crude (\$/bbl)	71.6	0.0	8.0	47.7
Natural Gas (\$/mmbtu)	3.22	0.0	7.7	26.6
Gold (\$/oz)	1,764	0.0	-7.5	-7.1
Silver (\$/oz)	25.8	0.0	-8.1	-2.2
Steel (\$/ton)	1,661	0.0	-0.2	65.3
Iron Ore (CNY/MT)	1,291	0.0	9.2	19.6
Wheat (\$/bu)	663	0.0	-0.1	3.5
Corn (\$/bu)	655	0.0	-0.2	35.4
Sugar (\$/lb)	16.4	0.0	-5.4	6.1
SMP* (EUR/MT)	2,603	0.0	-0.6	17.0

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.135	0.0	0.3	-10.4
Saudi Arabia(SAIBOR)	0.793	0.1	0.1	-2.5
UAE (EIBOR)	0.424	6.9	4.9	-8.9
Qatar (QIBOR)	1.030	-8.9	-13.9	-9.1
Bahrain (BHIBOR)	1.642	0.0	2.3	-60.8

Data Sources: Tadawul, Bloomberg, Reuters

*Three-month Interbank rate **NA: Not Available

Updated as of June 20, 2021



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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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