



Major Economic News

- OPEC and its allies are considering increasing the group's total production by about 500,000 bpd in the meeting scheduled for next week, according to OPEC+ delegates. (Source: Argam)
- The point-of-sale transactions declined by 7% to SAR 8.3bn in the week ending June 19, from SAR 8.9bn in the previous week. A total of 94.8mn transactions were processed during the week. (Source: Argam)
- Saudi Arabia licensed 59 new factories worth SAR 532mn in May 2021, according to the Ministry of Industry and Mineral Resources. The total number of factories that began actual production reached 33 last month. (Source: Argam)

Major Corporate News

- Al Moammar Information Systems Co. (MIS) announced the cabinet's approval to grant the required license to Saudi Digital Bank, in which the company contributed SAR 25mn. The contribution from MIS comes as a founder within a consortium of several commercial entities, with a capital of SAR 1.5bn. (Source: Argam)
- Sahara International Petrochemical Co. is planning to mothball operations of Gulf Advanced Cable Insulation Co. (GACI), an affiliate in Al-Jubail Industrial City, starting from July 1 until further notice. The temporary suspension of GACI plant will positively boost the company's results in the future. (Source: Argam)

Market Analysis

- The Saudi Stock Exchange remained flat at 10,894.2. The value traded stood at SAR 14.2bn (up 11.6% over previous day), while the advance-decline ratio stood at 79/107. The parallel market index decreased 0.5% to 23,094.5 points. The value traded stood at SAR 21.9mn (down 43.2% over previous day). Most sectors in the main market ended in the red. Software & Services and Media (up 9.7% and 5.9%, respectively) advanced the most; Telecom and Diversified Financials (down 1.3% and 0.9%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
MIS	126.00	10.0
ARAB SEA	115.00	9.3
EMAAR EC	12.96	8.7
TCC	21.96	8.5
SHAKER	30.70	8.5

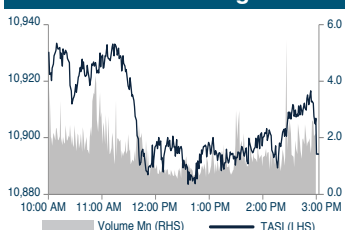
Top Losers

Company	Price	Change%
ALABDULLATIF	38.85	-3.7
WATANIYA	48.00	-3.5
SADR	362.00	-3.2
SPPC	32.10	-2.7
SALAMA	28.40	-2.4

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,894	10,936	10,881	0.0	25.4
NomuC	23,094	23,355	23,028	(0.5)	(12.0)

TASI movement during session



TASI Ratios

P/E* (x)	40.7
Price-to-Book (x)	2.5
Dividend Yield (%)	3.5
Return on Equity (%)	12.8

Source: Argam
* Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,540	(0.3)	2.8	34.9
Materials	7,150	0.1	24.4	48.7
Capital Goods	8,970	(0.6)	37.2	High
Commercial Service	4,424	0.1	9.0	Neg
Transportation	6,278	(0.4)	29.6	Neg
Consumer Durables	8,024	(0.1)	40.2	High
Consumer Services	4,854	0.4	13.7	Neg
Media	23,150	5.9	126.6	High
Retailing	11,444	1.1	33.7	Neg
Food & Staples	10,729	(0.4)	1.8	33.1
Food & Beverages	6,288	1.0	15.1	34.5
Healthcare	7,672	(0.7)	35.7	43.5
Pharma & Bio Tech	7,335	0.0	41.8	High
Banks	10,257	(0.1)	35.2	26.1
Diversified Financials	8,042	(0.9)	75.0	Neg
Insurance	6,766	(0.4)	12.3	29.1
Telecom	8,302	(1.3)	20.3	24.6
Utilities	5,358	(0.2)	16.3	14.4
REITs	4,935	(0.5)	15.1	High
Real Estate	3,661	1.2	21.2	Neg
Software & Services	21,458	9.7	52.3	High

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
10,858	10,858	10,754	13.56

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	49.5	1,490.7	1,836.7
Previous week	64.7	1,862.0	2,366.5

Top Weighted Companies

Company	Price	Change%
Al Rajhi	109.60	-0.4
Saudi Aramco	35.20	-0.3
NCB	57.00	0.5
SABIC	121.00	-0.8
STC	130.40	-1.8



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai increased 0.4%, while Abu Dhabi decreased 0.1%. Egypt, Kuwait, Bahrain and Oman rose 0.7%, 0.6%, 0.4% and 0.3%, respectively; while Qatar declined 0.1%.
- According to EIA, oil inventories in the US fell 7.6mn barrels (prior: down 7.4mn) to 459.1mn in the week ended June 18. Distillate inventories increased 1.8mn barrels (prior: down 1.0mn) to 137.9mn, while gasoline inventories decreased 2.9mn barrels (prior: up 2.0mn) to 240.1mn. (Source: EIA, Econoday)
- US new home sales declined 5.9% to an annual rate of 769,000 in May (consensus: 868,000) compared to a drop of 7.8% to a downwardly revised rate of 817,000 in April. (Source: Econoday, RTT News)
- Eurozone flash composite PMI increased to 59.2 in June (consensus: 58.8), the highest level since June 2006, compared to 56.9 in May. Manufacturing PMI rose to 63.1 in June from 62.8 in May, while services PMI jumped to 58.0 from 55.1. (Source: Econoday)
- Oil prices increased 0.5%, reaching new highs since 2018, driven by a drawdown in US oil inventories last week.
- Gold prices remained flat as the impact of stronger US dollar was offset by US Fed Chairman's testimony stating that the central bank will not rush into increasing the interest rates.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	91.8	0.1	2.0	2.1
Euro	1.19	-0.1	-2.5	-2.4
Japanese Yen	110.9	0.3	1.3	7.5
Sterling Pound	1.40	0.1	-1.8	2.1
Chinese Yuan	6.47	-0.1	1.6	-0.8
Indian Rupee	74.1	-0.3	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	-0.2	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	15.61	-0.3	-0.3	-0.5

Corporate Calendar

Date	Company	Event
24 th Jun	Maadaniyah	OGM
24 th Jun	SABB Takaful	OGM
24 th Jun	BUPA ARABIA	EGM
27 th Jun	Theeb	OGM
27 th Jun	Jazira Takaful	OGM
27 th Jun	GACO	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,868	0.4	2.5	15.1	21.8
Abu Dhabi (ADX)	6,643	-0.1	1.3	31.7	17.6
Kuwait (KSE)	5,383	0.6	3.9	18.3	14.5
Qatar (QE)	10,767	-0.1	0.2	3.2	18.0
Oman (MSM)	4,048	0.3	5.1	10.6	10.4
Bahrain (BSE)	1,579	0.4	3.4	6.0	9.1
Egypt (EGX30)	10,273	0.7	-0.4	-5.3	7.9

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	33,874	-0.2	-1.9	10.7	22.2
Nasdaq	14,272	0.1	3.8	10.7	33.0
S&P 500	4,242	-0.1	0.9	12.9	27.8
FTSE 100	7,074	-0.2	0.7	9.5	17.7
Germany DAX 30	15,456	-1.2	0.2	12.7	19.1
France CAC 40	6,551	-0.9	1.6	18.0	45.4
Japan Nikkei 225	28,875	0.0	0.1	5.2	17.1
Russia MOEX	3,837	0.4	3.1	16.7	11.0
Hong Kong Hang Seng	28,817	1.8	-1.1	5.8	15.0
South Korea KOSPI	3,276	0.4	2.3	14.0	20.9
China Shanghai Composite	3,566	0.2	-1.4	2.7	12.8
Australia ASX 200	7,299	-0.6	1.9	10.8	22.7
India Sensex	52,306	-0.5	0.7	9.5	27.7
MSCI EM	1,361	1.0	-1.1	5.4	17.0
MSCI World	2,998	-0.1	0.7	11.4	29.9

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	75.0	1.5	9.1	50.3
Brent Crude (\$/bbl)	75.2	0.5	8.5	45.2
Texas crude (\$/bbl)	73.1	0.3	10.2	50.6
Natural Gas (\$/mmbtu)	3.33	2.3	11.6	31.3
Gold (\$/oz)	1,779	0.0	-6.7	-6.3
Silver (\$/oz)	25.9	0.4	-7.8	-1.9
Steel (\$/ton)	1,658	0.0	-0.4	65.0
Iron Ore (CNY/MT)	1,255	3.2	6.2	16.3
Wheat (\$/bu)	661	1.6	-0.3	3.2
Corn (\$/bu)	664	0.7	1.1	37.2
Sugar (\$/lb)	16.7	1.6	-3.9	7.7
SMP* (EUR/MT)	2,595	0.0	-1.0	16.6

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.134	-0.4	0.2	-10.5
Saudi Arabia(SAIBOR)	0.793	0.0	0.1	-2.5
UAE (EIBOR)	0.425	-1.8	5.0	-8.8
Qatar (QIBOR)	1.007	-2.2	-16.1	-11.3
Bahrain (BHIBOR)	1.642	0.0	2.3	-60.8

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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