



Major Economic News

- Saudi Arabia's merchandise imports rose by 17% Y/Y in April to SAR 49.1bn. Imports fell by SAR 1.6bn or 3% in April, compared to March. The increase in imports was driven by a 13% rise in imports of vehicles, aircraft, vessels and associated transport equipment and a 23% growth in machinery and mechanical appliances. (Source: Argaam)

Major Corporate News

- CMA approved a request by Arabian Internet and Communications Services Co. (STC solutions) to float a 20% stake or 24mn shares in an IPO. The offering's approval is valid for six months as of June 28. (Source: Argaam)
- Sumou Real Estate Co. announced the acquisition of a 10% stake in Tanal Real Estate Development and Investment Co. valued at SAR 68.1mn. The acquisition will have a positive impact on the company's financial results as of H1-21. (Source: Argaam)
- Shareholders of Gulf General Cooperative Insurance Co. approved the recommendation by the board of directors to increase the company's capital by offering rights issue worth SAR 300mn. (Source: Argaam)
- Methanol Chemicals Co.'s shareholders approved a 44.1% capital cut to SAR 674.5mn from SAR 1.2bn to restructure the company's capital and offset accumulated losses. Meanwhile, shareholders rejected increasing the capital through a SAR 480mn rights issue. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 0.1% to 10,957.1. The value traded stood at SAR 12.7bn (down 4.1% over previous day), while the advance-decline ratio stood at 96/96. The parallel market index decreased 0.6% to 22,915.8 points. The value traded stood at SAR 22.8mn (up 4.0% over previous day). Most sectors in the main market ended in the red. Pharma & Bio Tech and Consumer Services (up 3.1% and 1.8%, respectively) advanced the most; Media and Commercial Service (down 2.0% and 0.5%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q1-21	Q1-20	Y/Y %	Q4-21	Q/Q %
SIECO	-2.6	0.2	NM	-5.6	NM
Abo Moati*	0.8	3.8	-77.9	3.0	-72.3

*- Q4-21 results, as year ending is March

Top Gainers

Company	Price	Change%
GULF GENERAL	33.00	10.0
NCLE	62.50	7.0
SHAKER	33.20	6.6
GULF UNION ALAHLIA	22.40	5.9
ATHEEB TELECOM	40.50	5.3

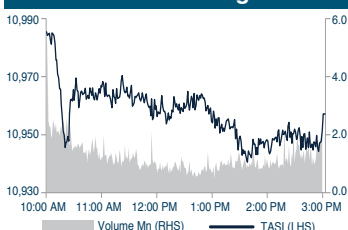
Top Losers

Company	Price	Change%
ASTRA INDUSTRIAL	49.85	-3.2
ANAAM HOLDING	104.00	-2.4
NGC	53.10	-2.4
SRMG	182.00	-2.2
SIPCHEM	30.20	-2.1

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,957	10,986	10,940	(0.1)	26.1
NomuC	22,916	23,064	22,877	(0.6)	(12.7)

TASI movement during session



TASI Ratios

P/E* (x)	40.9
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	5,538	(0.1)	2.8	34.8
Materials	7,270	(0.3)	26.5	49.4
Capital Goods	9,230	0.2	41.2	High
Commercial Service	4,412	(0.5)	8.7	Neg
Transportation	6,314	0.2	30.4	Neg
Consumer Durables	8,309	1.2	45.2	High
Consumer Services	4,977	1.8	16.6	Neg
Media	22,200	(2.0)	117.3	High
Retailing	11,271	(0.2)	31.7	Neg
Food & Staples	10,759	(0.4)	2.1	33.0
Food & Beverages	6,362	0.5	16.4	34.9
Healthcare	7,716	0.9	36.5	43.6
Pharma & Bio Tech	7,559	3.1	46.2	High
Banks	10,309	(0.2)	35.8	26.2
Diversified Financials	8,071	(0.0)	75.6	Neg
Insurance	6,810	0.9	13.0	29.2
Telecom	8,294	(0.2)	20.2	24.6
Utilities	5,378	0.6	16.7	14.4
REITs	4,944	(0.1)	15.4	High
Real Estate	3,621	(0.5)	19.9	Neg
Software & Services	21,633	(0.0)	53.5	High

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
10,926	10,882	10,816	13.53

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	26.0	803.8	976.2
Previous week	63.5	1,881.1	2,336.3

Top Weighted Companies

Company	Price	Change%
Al Rajhi	111.20	0.4
Saudi Aramco	35.10	-0.1
NCB	57.40	-1.0
SABIC	121.20	0.0
STC	130.00	-0.2



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai decreased 1.1%, while Abu Dhabi increased 0.6%. Oman and Bahrain rose 0.3% and 0.2%, respectively; while Qatar, Egypt and Kuwait declined 0.6%, 0.3% and 0.1%, respectively.
- Unemployment rate in Japan stood at 3.0% in May compared to 2.8% in April. The number unemployed people reached 2.1mn in May, representing an increase of 130,000 or 6.6% Y/Y. (Source: Econoday, RTT News)
- Japan's retail sales grew 8.2% in May (consensus: an increase of 7.9%) compared to 12.0% rise in April. (Source: Econoday)
- Japan's inflation is expected to increase in H2-21, according to Bank of Japan. The increase is likely to be primarily driven by continued improvement in economic activity and higher energy prices. (Source: Econoday)
- Oil prices plunged 2.0% due to uncertainty over output hike from OPEC+. The rising COVID-19 cases in Asia also weighed on oil prices.
- Gold prices fell 0.2% amid mixed signals from US Federal Reserve on interest rate hikes.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	91.9	0.0	2.1	2.2
Euro	1.19	-0.1	-2.5	-2.4
Japanese Yen	110.6	-0.1	1.0	7.1
Sterling Pound	1.39	0.0	-2.3	1.5
Chinese Yuan	6.46	0.0	1.4	-1.1
Indian Rupee	74.3	0.1	2.4	1.7
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.69	1.5	0.4	1.5
Kuwaiti Dinar	0.30	0.0	0.2	-0.9
Omani Rial	0.38	0.0	0.0	0.1
Bahraini Dinar	0.38	-0.2	0.0	-0.1
Egyptian Pound	15.62	0.0	-0.3	-0.4

Corporate Calendar

Date	Company	Event
29 th Jun	Gulf Union Alahlia	OGM
29 th Jun	Amana Insurance	OGM
29 th Jun	RAYDAN	OGM
29 th Jun	Allianz SF	OGM
30 th Jun	Sadara Basic Services	EGM
30 th Jun	ALBAHA	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,840	-1.1	1.5	14.0	21.6
Abu Dhabi (ADX)	6,749	0.6	2.9	33.8	17.8
Kuwait (KSE)	5,357	-0.1	3.4	17.7	14.6
Qatar (QE)	10,679	-0.6	-0.6	2.3	17.9
Oman (MSM)	4,057	0.3	5.3	10.9	10.4
Bahrain (BSE)	1,586	0.2	3.8	6.5	9.1
Egypt (EGX30)	10,274	-0.3	-0.3	-5.3	8.1

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	34,283	-0.4	-0.7	12.0	22.4
Nasdaq	14,501	1.0	5.5	12.5	33.4
S&P 500	4,291	0.2	2.1	14.2	28.1
FTSE 100	7,073	-0.9	0.7	9.5	17.7
Germany DAX 30	15,554	-0.3	0.9	13.4	19.0
France CAC 40	6,558	-1.0	1.7	18.1	45.5
Japan Nikkei 225	29,048	-0.1	0.7	5.8	17.2
Russia MOEX	3,826	-0.2	2.8	16.3	11.0
Hong Kong Hang Seng	29,268	-0.1	0.4	7.5	15.5
South Korea KOSPI	3,302	0.0	3.1	14.9	21.1
China Shanghai Composite	3,606	0.0	-0.3	3.8	12.9
Australia ASX 200	7,307	0.0	2.0	10.9	22.5
India Sensex	52,736	-0.4	1.5	10.4	27.8
MSCI EM	1,381	0.1	0.3	6.9	17.2
MSCI World	3,025	0.0	1.7	12.5	30.1

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	75.1	0.9	9.3	50.5
Brent Crude (\$/bbl)	74.7	-2.0	7.7	44.2
Texas crude (\$/bbl)	72.9	-1.5	9.9	50.3
Natural Gas (\$/mmbtu)	3.62	3.5	21.1	42.5
Gold (\$/oz)	1,778	-0.2	-6.7	-6.3
Silver (\$/oz)	26.1	0.1	-7.0	-1.0
Steel (\$/ton)	1,664	0.0	-0.1	65.6
Iron Ore (CNY/MT)	1,352	2.5	14.4	25.3
Wheat (\$/bu)	646	1.4	-2.6	0.9
Corn (\$/bu)	676	6.1	2.9	39.6
Sugar (\$/lb)	17.2	2.0	-0.7	11.2
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	0.146	0.0	1.5	-9.2
Saudi Arabia(SAIBOR)	0.793	0.0	0.1	-2.5
UAE (EIBOR)	0.353	2.3	-2.3	-16.0
Qatar (QIBOR)	0.967	-13.4	-20.1	-15.4
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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