



## Major Economic News

- The General Entertainment Authority (GEA) signed an MoU with Social Development Bank to offer up to SAR 500mn loans. Both parties will cooperate in various fields, such as the financial support of entertainment activities. GEA will finance a minimum of 50 projects throughout the MoU term. (Source: Argaam)

## Major Corporate News

- Alkhorayef Water and Power Technologies Co. (AWPT) was awarded an operation and maintenance contract valued at SAR 131.6mn with Jeddah Municipality. The relevant financial impact is expected to reflect on H2-21 financials. (Source: Argaam)
- Mouwasat Medical Services Co. announced the completion of the construction works in its new Mouwasat Hospital in Madinah and the project is ready to launch the trial operation. The project reached 97% completion rate and is expected to be completed in July 2021. (Source: Argaam)
- Sanabil Investments Co., wholly-owned by PIF, announced the fund's approval to increase its capital from SAR 20bn to SAR 30bn. (Source: Argaam)
- Ethihad Atheeb Telecommunication Co. appointed Aljazira Capital as a financial advisor to the executive management. Aljazira Capital will present a future financial plan to the board of directors dealing with how to raise the company's financial solvency, strategic expansion, and improve operational and financial performance. (Source: Argaam)
- Al Moammar Information Systems Co. agreed to establish an equally-owned company with Abunayyan Holding Group to build and develop green data centers based on renewable energy in Saudi Arabia. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange decreased 0.1% to 10,958.6. The value traded stood at SAR 10.6bn (unchanged from previous day), while the advance-decline ratio stood at 60/127. The parallel market index increased 0.4% to 23,038.9 points. The value traded stood at SAR 19.2mn (down 38.3% over previous day). Most sectors in the main market ended in the red. Software & Services and Real Estate (up 2.4% and 1.3%, respectively) advanced the most; Media and Commercial Service (down 1.4% and 0.9%, respectively) led the laggards.

## Top Gainers

Company	Price	Change%
ALOMRAN	126.80	9.9
PETRO RABIGH	26.95	7.4
MIS	164.20	5.1
SIIG	35.90	4.7
OASIS	93.20	4.6

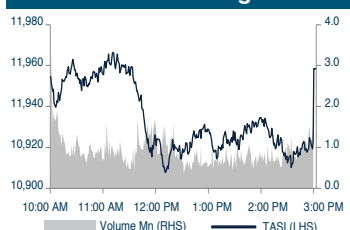
## Top Losers

Company	Price	Change%
AWPT	115.00	-2.9
GULF UNION ALAHLIA	21.34	-2.8
ALAHLI REIT 1	12.18	-2.7
ARAB SEA	138.40	-2.5
SAUDI GERMAN HOSP.	38.65	-2.5

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,959	10,967	10,905	(0.1)	26.1
NomuC	23,039	23,098	22,799	0.4	(12.2)

## TASI movement during session



## TASI Ratios

P/E* (x)	40.6
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	5,549	0.2	3.0	34.7
Materials	7,334	0.0	27.6	High
Capital Goods	9,194	0.1	40.6	High
Commercial Service	4,305	(0.9)	6.0	Neg
Transportation	6,326	(0.8)	30.6	Neg
Consumer Durables	8,520	(0.4)	48.9	High
Consumer Services	4,934	(0.6)	15.6	Neg
Media	20,594	(1.4)	101.6	High
Retailing	10,906	0.5	27.5	Neg
Food & Staples	10,510	(0.2)	(0.3)	32.2
Food & Beverages	6,136	(0.7)	12.3	33.6
Healthcare	7,497	(0.2)	32.6	42.3
Pharma & Bio Tech	7,454	0.7	44.1	High
Banks	10,365	(0.5)	36.6	26.3
Diversified Financials	8,004	(0.9)	74.2	Neg
Insurance	6,785	0.1	12.6	29.3
Telecom	8,145	0.3	18.1	24.2
Utilities	5,597	(0.2)	21.4	15.1
REITs	5,029	(0.3)	17.4	High
Real Estate	3,648	1.3	20.8	Neg
Software & Services	27,137	2.4	92.6	High

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
10,988	10,977	10,917	11.64

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	46.1	1,309.0	1,735.5
Previous week	62.3	1,897.0	2,393.7

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	110.80	-0.9
Saudi Aramco	34.95	0.0
NCB	57.20	-0.7
SABIC	119.00	-0.5
STC	128.80	0.6



## REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai remained flat, while Abu Dhabi decreased 0.2%. Kuwait, Egypt, Qatar and Bahrain rose 1.3%, 1.2%, 0.8% and 0.3%, respectively; while Oman declined 0.3%.
- The minutes of the US Federal Reserve's latest monetary policy meeting indicated that the central bank is not likely to rush to begin tapering of its asset purchase program. (Source: CNBC)
- The European Commission raised its growth forecast for the euro area for FY21 to 4.8% from earlier estimate of 4.3%. The outlook for FY22 was also upgraded to 4.5% growth compared to prior projection of 4.3%. The commission warned that inflation could be higher than expected if supply constraints persist. (Source: RTT News)
- Japan's government is set to declare a state of emergency for Tokyo from July 12 through August 22, amid a new wave of infections. (Source: CNBC)
- Oil prices declined 1.5%, as investors remained concerned over OPEC members overproducing the crude oil, as the cartel failed to agree on August export quotas.
- Gold prices rose 0.3%, as lower treasury yields offset the impact of stronger US dollar.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	92.6	0.1	0.2	3.0
Euro	1.18	-0.3	-0.6	-3.5
Japanese Yen	110.7	0.0	-0.4	7.2
Sterling Pound	1.38	0.0	-0.2	0.9
Chinese Yuan	6.47	-0.1	0.2	-0.8
Indian Rupee	74.8	0.3	0.6	2.4
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.70	0.2	0.1	1.7
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	0.2	0.1
Egyptian Pound	15.62	-0.1	-0.3	-0.4

## Corporate Calendar

Date	Company	Event
08 <sup>th</sup> Jul	ALHOKAIR GROUP	EGM
12 <sup>th</sup> Jul	SADAFECO	EGM
13 <sup>th</sup> Jul	YANSAB	Cash Dividend Distribution
14 <sup>th</sup> Jul	SABIC AGRI-NUTRIENTS	Cash Dividend Distribution
14 <sup>th</sup> Jul	ALRAJHI	Cash Dividend Distribution
14 <sup>th</sup> Jul	Sipchem	Cash Dividend Distribution

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,782	0.0	-1.0	11.6	21.1
Abu Dhabi (ADX)	6,970	-0.2	2.0	38.1	18.2
Kuwait (KSE)	5,325	1.3	0.2	17.0	14.3
Qatar (QE)	10,866	0.8	1.3	4.1	18.2
Oman (MSM)	4,110	-0.3	1.1	12.3	10.6
Bahrain (BSE)	1,578	0.3	-0.6	5.9	9.1
Egypt (EGX30)	10,277	1.2	0.2	-5.2	8.0

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	34,682	0.3	0.5	13.3	22.6
Nasdaq	14,665	0.0	1.1	13.8	34.6
S&P 500	4,358	0.3	1.4	16.0	28.6
FTSE 100	7,151	0.7	1.6	10.7	17.9
Germany DAX 30	15,693	1.2	1.0	14.4	19.1
France CAC 40	6,528	0.3	0.3	17.6	45.2
Japan Nikkei 225	28,367	-1.0	-1.5	3.4	16.8
Russia MOEX	3,895	0.3	1.4	18.4	11.2
Hong Kong Hang Seng	27,961	-0.4	-3.0	2.7	14.8
South Korea KOSPI	3,285	-0.6	-0.3	14.3	21.0
China Shanghai Composite	3,554	0.7	-1.0	2.3	12.5
Australia ASX 200	7,327	0.9	0.2	11.2	22.5
India Sensex	53,055	0.4	1.1	11.1	27.9
MSCI EM	1,341	-0.4	-2.5	3.8	16.8
MSCI World	3,050	0.2	1.1	13.4	30.3

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	76.2	-1.2	1.6	52.8
Brent Crude (\$/bbl)	73.4	-1.5	-2.3	41.8
Texas crude (\$/bbl)	72.2	-1.7	-1.7	48.8
Natural Gas (\$/mmbtu)	3.60	-1.1	-1.5	41.6
Gold (\$/oz)	1,804	0.3	1.9	-5.0
Silver (\$/oz)	26.1	0.0	0.1	-0.9
Steel (\$/ton)	1,785	-0.8	-1.4	77.6
Iron Ore (CNY/MT)	1,346	0.0	-2.5	24.7
Wheat (\$/bu)	615	-0.8	-8.5	-4.0
Corn (\$/bu)	653	-0.5	-9.4	34.8
Sugar (\$/lb)	17.8	-0.7	0.7	14.6
SMP* (EUR/MT)	2,500	-0.7	-3.8	12.4

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.135	-0.3	-1.1	-10.4
Saudi Arabia(SAIBOR)	0.793	0.0	0.0	-2.5
UAE (EIBOR)	0.388	0.0	3.8	-12.5
Qatar (QIBOR)	1.133	3.4	13.5	1.2
Bahrain (BHIBOR)	1.642	0.0	0.0	-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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