



Major Economic News

- Online sales transacted through Mada cards jumped by 54% Y/Y to reach SAR 5.7bn in May. The sales were performed through 27.9mn transactions. (Source: Argaam)

Major Corporate News

- Al Hammadi Company for Development and Investment inked an agreement to acquire Gulf Investment Corporation's 35% stake in Sudair Pharmaceutical Company. (Source: Argaam)
- Savola Group's wholly-owned subsidiary, Savola Foods Co., signed a binding share purchase agreement to acquire 100% of Bayara Holding Limited for SAR 975mn. (Source: Argaam)
- Abdulmohsen Alhokair Group for Tourism and Development will start subscription to new shares and rights trading on July 26, rights trading will end on August 02, while subscription to new shares will close on August 05. (Source: Argaam)
- Yanbu National Petrochemical Co. announced a temporary shutdown of its plants due to a technical failure. The shutdown is expected to continue for 12 days starting July 11. The related financial impact is estimated at SAR 120mn and will appear during the Q3-21. (Source: Argaam)
- Jarir Marketing Co. opened a new showroom in Al Rass Governorate, fourth in FY21, bringing the total number of outlets to 66. The total investment cost amounted to SAR 28mn. (Source: Argaam)
- Theeb Rent a Car Co. officially inaugurated its second branch and the new regional administration headquarters in Al Khobar, Eastern Province. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 1.3% to 10,688.3 on Sunday. The value traded stood at SAR 8.9bn (down 17.5% over previous day), while the advance-decline ratio stood at 33/159. The parallel market index decreased 0.8% to 22,955.2 points. The value traded stood at SAR 28.2mn (up 37.4% over previous day). Most sectors in the main market ended in the red. Media and Pharma & Bio Tech (up 2.1% and 0.4%, respectively) were the only gainers; Software & Services and Food & Beverages (down 2.8% and 2.5%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q2-21	Q2-20	Y/Y %	Q1-21	Q/Q %
United Electronics Co.	100.5	90.4	11.2	81.2	23.8

Top Gainers

Company	Price	Change%
CHEMANOL	28.55	5.4
NGC	55.60	3.9
SPM	69.00	3.9
MEPCO	34.90	3.9
ASEER	26.40	3.5

Top Losers

Company	Price	Change%
FITAIHI GROUP	32.10	-4.5
BURUJ	31.10	-4.0
SVCP	111.20	-4.0
AI RAJHI REIT	11.72	-3.8
BAAZEEM	148.00	-3.8

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,688	10,883	10,659	(1.3)	23.0
NomuC	22,955	23,177	22,735	(0.8)	(12.5)

TASI movement during session



TASI Ratios

P/E* (x)	39.8
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	5,489	(0.6)	1.9	34.4
Materials	7,206	(0.7)	25.4	49.3
Capital Goods	8,956	(1.8)	37.0	High
Commercial Service	4,245	(0.7)	4.6	Neg
Transportation	6,198	(1.2)	28.0	Neg
Consumer Durables	8,165	(2.4)	42.7	High
Consumer Services	4,833	(1.0)	13.2	Neg
Media	20,711	2.1	102.7	High
Retailing	10,658	(1.5)	24.6	Neg
Food & Staples	10,184	(1.9)	(3.3)	31.5
Food & Beverages	5,937	(2.5)	8.7	32.5
Healthcare	7,474	(1.0)	32.2	42.4
Pharma & Bio Tech	7,507	0.4	45.2	High
Banks	10,000	(1.7)	31.8	25.4
Diversified Financials	7,918	(0.0)	72.3	Neg
Insurance	6,660	(1.6)	10.6	28.8
Telecom	8,001	(1.6)	16.0	23.8
Utilities	5,431	(0.8)	17.8	14.6
REITs	4,975	(1.0)	16.1	High
Real Estate	3,553	(1.0)	17.7	Neg
Software & Services	25,870	(2.8)	83.6	High

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
10,889	10,939	10,908	11.14

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	8.9	248.9	385.2
Previous week	56.9	1,613.6	2,175.4

Top Weighted Companies

Company	Price	Change%
Al Rajhi	106.60	-1.7
Saudi Aramco	34.60	-0.7
NCB	55.40	-1.8
SABIC	116.80	-0.2
STC	126.80	-1.6



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai decreased 0.7%, while Abu Dhabi increased 0.4%. Kuwait and Oman rose 0.5% and 0.3%, respectively; while Qatar and Egypt declined 0.4% and 0.3%, respectively. Meanwhile, Bahrain remained closed.
- G20 financial leaders have agreed on the way forward for a "more stable and fairer international tax architecture." The group will aim for national leaders to approve the plan at a G-20 summit in October. (Source: CNBC)
- UK's GDP grew 0.8% M/M in May (consensus: 1.5% growth) compared to a rise of 2.0% in April. GDP rose for the fourth straight month. (Source: RTT News)
- China's central bank reduced reserve requirement ratio for major commercial banks by 0.5%, with effect from July 15. The central bank added that the measure will release CNY 1tn of liquidity into the system. (Source: RTT News)
- China's inflation eased to 1.1% in June (consensus: 1.3%) compared to 1.3% in May. Inflation decreased due to a fall in food prices and a slower growth in factory gate price. Core inflation that excludes food and energy prices, was steady at 0.9% in June. (Source: RTT News)

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	92.1	0.0	-0.3	2.4
Euro	1.19	0.0	0.2	-2.8
Japanese Yen	110.1	0.0	-0.9	6.7
Sterling Pound	1.39	0.0	0.5	1.7
Chinese Yuan	6.48	0.0	0.3	-0.7
Indian Rupee	74.5	0.0	0.2	2.0
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.69	-0.2	-0.3	1.3
Kuwaiti Dinar	0.30	0.0	0.1	-1.0
Omani Rial	0.38	-0.1	0.0	0.0
Bahraini Dinar	0.38	0.1	0.1	0.0
Egyptian Pound	15.64	0.0	-0.1	-0.3

Corporate Calendar

Date	Company	Event
12 th Jul	SADAFECO	EGM
13 th Jul	YANSAB	Cash Dividend Distribution
14 th Jul	SABIC AGRI-NUTRIENTS	Cash Dividend Distribution
14 th Jul	ALRAJHI	Cash Dividend Distribution
14 th Jul	Sipchem	Cash Dividend Distribution
14 th Jul	ANB	Cash Dividend Distribution

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,761	-0.7	-1.8	10.8	21.1
Abu Dhabi (ADX)	6,993	0.4	2.3	38.6	18.1
Kuwait (KSE)	5,314	0.5	-0.1	16.7	14.4
Qatar (QE)	10,794	-0.4	0.6	3.4	18.1
Oman (MSM)	4,132	0.3	1.7	12.9	10.7
Bahrain (BSE)	1,575	0.0	-0.8	5.7	9.1
Egypt (EGX30)	10,153	-0.3	-1.0	-6.4	7.2

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	34,870	0.0	1.1	13.9	22.8
Nasdaq	14,702	0.0	1.4	14.1	34.7
S&P 500	4,370	0.0	1.7	16.3	28.8
FTSE 100	7,122	0.0	1.2	10.2	17.8
Germany DAX 30	15,688	0.0	1.0	14.4	19.1
France CAC 40	6,529	0.0	0.3	17.6	45.2
Japan Nikkei 225	27,940	0.0	-3.0	1.8	16.5
Russia MOEX	3,855	0.0	0.4	17.2	11.1
Hong Kong Hang Seng	27,345	0.0	-5.1	0.4	14.4
South Korea KOSPI	3,218	0.0	-2.4	12.0	20.6
China Shanghai Composite	3,524	0.0	-1.9	1.5	12.3
Australia ASX 200	7,273	0.0	-0.5	10.4	22.3
India Sensex	52,386	0.0	-0.2	9.7	27.5
MSCI EM	1,318	0.0	-4.1	2.1	16.5
MSCI World	3,053	0.0	1.2	13.5	30.3

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	75.8	0.0	1.0	51.8
Brent Crude (\$/bbl)	75.6	0.0	0.6	45.8
Texas crude (\$/bbl)	74.6	0.0	1.5	53.7
Natural Gas (\$/mmbtu)	3.67	0.0	0.7	44.7
Gold (\$/oz)	1,808	0.0	2.2	-4.8
Silver (\$/oz)	26.1	0.0	-0.1	-1.1
Steel (\$/ton)	1,790	0.0	-1.1	78.1
Iron Ore (CNY/MT)	1,346	0.0	-2.5	24.7
Wheat (\$/bu)	609	0.0	-9.4	-5.0
Corn (\$/bu)	630	0.0	-12.5	30.1
Sugar (\$/lb)	17.3	0.0	-2.0	11.6
SMP* (EUR/MT)	2,500	0.0	-3.8	12.4

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.119	0.0	-2.7	-11.9
Saudi Arabia(SAIBOR)	0.793	0.0	0.0	-2.5
UAE (EIBOR)	0.355	-0.8	0.5	-15.8
Qatar (QIBOR)	0.977	-5.7	-2.1	-14.4
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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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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