



## Major Economic News

- Ministry of Industry and Mineral Resources expects foreign companies to enter and invest in the Saudi mining sector soon, following the implementation of the new Mining Investment Law. (Source: Argaam)

## Major Corporate News

- Abdullah Al Othaim Markets Co.'s consortium signed a contract to acquire the Fourth Milling Co. (MC4) with the National Center for Privatization & PPP. (Source: Argaam)
- The General Authority for Competition issued a no objection certificate to the completion of the economic concentration process between Fawaz Abdulaziz Alhokair Co. (Fawaz Alhokair), Arabian Centres Co. (ACC), and VogaCloset Ltd. Fawaz Alhokair and ACC will acquire 51% of VogaCloset capital. (Source: Argaam)
- Saudi Arabian Mining Co. announced that its subsidiary Maaden Aluminum Co. (MAC), signed a contract with Saudi Calcined Petroleum Coke Co. to supply calcined petroleum coke for use in its aluminum smelter complex in Ras Al Khair Industrial City. Under the five-year contract worth USD 40mn per annum (SAR 150mn), MAC will receive an annual supply of 100,000 metric tons of calcined petroleum coke. (Source: Argaam)
- Emaar The Economic City rescheduled a Murabaha financing agreement with Banque Saudi Fransi. The amended terms amounted to SAR 537.5mn, to be restructured through a seven-year repayment plan (FY23-29) with a three-year grace period, in semi-annual installments. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange increased 0.3% to 10,735.9. The value traded stood at SAR 7.1bn (down 17.4% over previous day), while the advance-decline ratio stood at 77/118. The parallel market index decreased 0.6% to 23,364.7 points. The value traded stood at SAR 35.5mn (up 53.8% over previous day). Most sectors in the main market ended in the green. Software & Services and Retailing (up 4.2% and 1.4%, respectively) advanced the most; Consumer Services and Real Estate (down 0.4% and 0.3%, respectively) led the laggards.

## Earnings update (Net Profit) (SAR mn)

Company	Q2-21	Q2-20	Y/Y %	Q1-21	Q/Q %
Arriyadh Development Co.	143.4	54.6	162.8	111.0	4.7

## Top Gainers

Company	Price	Change%
ARABIAN SHIELD	24.52	5.6
MIS	162.40	4.9
ALOMRAN	123.80	4.0
BAAZEEM	152.40	3.7
NAMA CHEMICALS	46.30	3.6

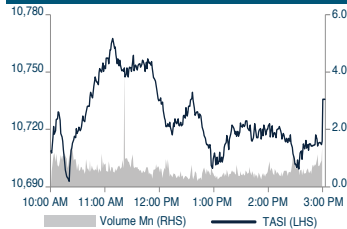
## Top Losers

Company	Price	Change%
ATC	37.05	-6.0
SADAFECO	173.20	-3.9
AMANA INSURANCE	60.50	-2.4
MEDGULF	25.20	-2.3
ALUJAIN	57.30	-2.1

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,736	10,768	10,691	0.3	23.5
NomuC	23,365	23,625	23,013	(0.6)	(11.0)

## TASI movement during session



## TASI Ratios

P/E* (x)	39.9
Price-to-Book (x)	2.5
Dividend Yield (%)	1.9
Return on Equity (%)	12.8

Source: Argaam  
\* Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,509	0.5	2.3	34.5
Materials	7,227	0.1	25.8	49.4
Capital Goods	8,978	(0.2)	37.3	High
Commercial Service	4,259	0.4	4.9	Neg
Transportation	6,171	0.1	27.4	Neg
Consumer Durables	8,238	0.2	44.0	High
Consumer Services	4,864	(0.4)	13.9	Neg
Media	19,877	(0.3)	94.6	High
Retailing	10,797	1.4	26.2	Neg
Food & Staples	10,342	1.2	(1.8)	31.7
Food & Beverages	5,950	0.5	8.9	32.6
Healthcare	7,565	1.0	33.8	43.0
Pharma & Bio Tech	7,704	0.9	49.0	High
Banks	10,038	0.3	32.3	25.5
Diversified Financials	7,869	(0.3)	71.2	Neg
Insurance	6,808	0.0	13.0	29.5
Telecom	8,123	1.0	17.7	24.2
Utilities	5,442	0.2	18.1	14.7
REITs	4,999	(0.1)	16.6	High
Real Estate	3,535	(0.3)	17.1	Neg
Software & Services	27,588	4.2	95.8	High

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
10,781	10,887	10,893	10.40

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	24.6	686.1	1,073.0
Previous week	56.9	1,613.6	2,175.4

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	107.60	0.0
SNB	55.20	0.4
Saudi Aramco	34.75	0.6
SABIC	117.00	-0.7
STC	129.00	0.9



## REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi increased 0.1% and 0.3%, respectively. Egypt rose 1.9%, while Oman and Qatar declined 0.5% and 0.1%, respectively. Meanwhile, Kuwait and Bahrain remained flat.
- US CPI increased 0.9% M/M in June (consensus: a rise of 0.5%) after climbing by 0.6% in May. This was the largest increase since June 2008. Core CPI, excluding food and energy prices, was up 0.9% M/M in June versus 0.7% rise in May. On Y/Y basis CPI rose 5.4% June (consensus: 5.0% growth) compared to an increase of 5.0% in the previous month. (Source: Econoday, RTT News)
- UK retail sales grew 13.1% Y/Y in June driven by the easing of lockdown restrictions. Like-for-like sales were up 17.0% Y/Y in June. (Source: RTT News)
- Oil prices jumped 1.8%, as the International Energy Agency said that oil supply is expected to be tighter after OPEC+ member's failure to agree on tapering of output cuts.
- Gold prices rose slightly by 0.1%, as the positive effect of higher-than-expected US inflation was partly offset by the strength in US dollar.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	92.8	0.5	0.3	3.1
Euro	1.18	-0.7	-0.7	-3.6
Japanese Yen	110.6	0.2	-0.4	7.1
Sterling Pound	1.38	-0.5	-0.1	1.0
Chinese Yuan	6.47	-0.1	0.2	-0.9
Indian Rupee	74.6	0.1	0.3	2.1
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.70	1.7	0.1	1.7
Kuwaiti Dinar	0.30	-0.1	0.1	-1.0
Omani Rial	0.38	0.0	0.0	0.1
Bahraini Dinar	0.38	0.0	0.2	0.1
Egyptian Pound	15.64	0.1	-0.1	-0.3

## Corporate Calendar

Date	Company	Event
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
14 <sup>th</sup> Jul	ANB	Cash Dividend Distribution
15 <sup>th</sup> Jul	SIIG	Cash Dividend Distribution
15 <sup>th</sup> Jul	ALMRAKEZ	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	0.1	-1.8	10.8	21.0
Abu Dhabi (ADX)	7,046	0.3	3.1	39.7	18.2
Kuwait (KSE)	5,319	0.0	0.0	16.8	14.5
Qatar (QE)	10,768	-0.1	0.3	3.2	17.7
Oman (MSM)	4,087	-0.5	0.6	11.7	10.6
Bahrain (BSE)	1,572	0.0	-1.0	5.5	9.1
Egypt (EGX30)	10,432	1.9	1.7	-3.8	8.1

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	34,889	-0.3	1.1	14.0	22.9
Nasdaq	14,678	-0.4	1.2	13.9	34.8
S&P 500	4,369	-0.4	1.7	16.3	28.9
FTSE 100	7,125	0.0	1.2	10.3	17.9
Germany DAX 30	15,790	0.0	1.7	15.1	19.3
France CAC 40	6,558	0.0	0.8	18.1	45.4
Japan Nikkei 225	28,718	0.5	-0.3	4.6	17.0
Russia MOEX	3,877	0.0	0.9	17.9	11.2
Hong Kong Hang Seng	27,963	1.6	-3.0	2.7	14.8
South Korea KOSPI	3,271	0.8	-0.8	13.8	21.0
China Shanghai Composite	3,567	0.5	-0.7	2.7	12.4
Australia ASX 200	7,332	0.0	0.3	11.3	22.5
India Sensex	52,770	0.8	0.5	10.5	27.7
MSCI EM	1,340	1.0	-2.6	3.7	16.7
MSCI World	3,059	-0.3	1.4	13.7	30.4

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	76.7	1.5	2.2	53.6
Brent Crude (\$/bbl)	76.5	1.8	1.8	47.7
Texas crude (\$/bbl)	75.3	1.6	2.4	55.1
Natural Gas (\$/mmbtu)	3.70	-1.4	1.3	45.6
Gold (\$/oz)	1,808	0.1	2.1	-4.8
Silver (\$/oz)	26.0	-0.8	-0.5	-1.5
Steel (\$/ton)	1,792	0.1	-1.0	78.3
Iron Ore (CNY/MT)	1,346	0.0	-2.5	24.7
Wheat (\$/bu)	629	-1.0	-6.4	-1.8
Corn (\$/bu)	677	1.2	-6.0	39.9
Sugar (\$/lb)	17.1	0.5	-3.1	10.3
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	0.133	0.4	-1.3	-10.6
Saudi Arabia(SAIBOR)	0.793	0.0	0.0	-2.5
UAE (EIBOR)	0.380	1.3	3.0	-13.3
Qatar (QIBOR)	1.131	3.9	13.3	1.0
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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RESEARCH DIVISION

Head of Sell-Side Research

Talha Nazar

+966 11 2256250  
t.nazar@aljaziracapital.com.sa

Analyst

Faisal Alsuwelimy

+966 11 2256115  
F.alsuwelimy@aljaziracapital.com.sa

Senior Analyst

Jassim Al-Jubran

+966 11 2256248  
j.aljabran@aljaziracapital.com.sa

Analyst

Abdulrahman Al-Mashal

+966 11 2256374  
A.Almashal@Aljaziracapital.com.sa

BROKERAGE AND INVESTMENT  
CENTERS DIVISION

Head of Securities

Alaa Al-Yousef

+966 11 2256060  
a.yousef@aljaziracapital.com.sa

Head of Sales and Distribution

Sultan Ibrahim AL-Mutawa

+966 11 2256364  
s.almutawa@aljaziracapital.com.sa

Head of International and Institutions

Ahmad Salman, CFA

+966 11 2256201  
a.salman@aljaziracapital.com.sa

RESEARCH  
DIVISION

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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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Head Office: King Fahad Road, P.O. Box: 20438, Riyadh 11455, Saudi Arabia, Tel: 011 2256000 - Fax: 011 2256068