



Major Economic News

- CITC awarded licenses to two new mobile virtual network operators (MVNOs) – Integrated Telecom Mobile Co. and Future Networks Communications Co., bringing the total number of MVNOs inside the Kingdom to four. (Source: Argaam)

Major Corporate News

- Al Moammar Information Systems Co. (MIS) inked a SAR 186mn contract with the Ministry of Health. Under the contract, MIS will operate and maintain King Saud Medical City. The five-year contract will have a positive financial impact on the company in Q3-21. (Source: Argaam)
- Alkhaleej Training and Education Co. received two letters from King Saud University, approving the price offer submitted by the company for two tenders at a total value of SAR 65.7mn. (Source: Argaam)
- Saudi Ceramic Co. signed an agreement to purchase a land plot, located in the new industrial area in Riyadh, adjacent to the company's central warehouses, for SAR 55.9mn. (Source: Argaam)
- Basic Chemical Industries Co. inked a non-binding letter of intent with the companies owning Union Chlorine LLC for the acquisition of a 49% stake. (Source: Argaam)
- Saudi Research and Media Group's subsidiary, Arab Media Co., signed an interest purchase agreement with Abdulrahman Ali Abumalih, Aseel Salah Baabdullah and Meem Company for Research and Studies, to acquire 51% of stake in Thmanyah Company for Publishing and Distribution for SAR 33.3mn. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 0.4% to 10,778.1. The value traded stood at SAR 6.8bn (down 4.8% over previous day), while the advance-decline ratio stood at 131/58. The parallel market index increased 2.4% to 23,919.2 points. The value traded stood at SAR 46.1mn (up 30.0% over previous day). Most sectors in the main market ended in the green. Transportation and Real Estate (up 1.3% and 1.2%, respectively) advanced the most; Media and Software & Services (down 4.3% and 2.0%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q2-21	Q2-20	Y/Y %	Q1-21	Q/Q %
Thoub Al-Aseel Company	34.5	52.3	-34.1	14.0	146.9

Top Gainers

Company	Price	Change%
ARDCO	27.30	9.9
RAYDAN	30.60	9.9
GASCO	43.95	8.8
NAMA CHEMICALS	48.90	5.6
SISCO	48.85	4.1

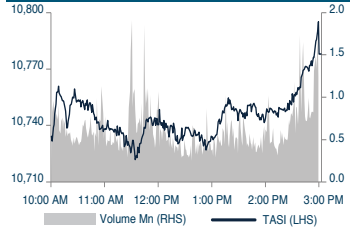
Top Losers

Company	Price	Change%
SRMG	155.00	-4.9
BUPA ARABIA	130.60	-4.7
MUSHARAKA REIT	11.20	-3.6
JARIR	199.40	-2.5
A.OTHAIM MARKET	117.80	-2.5

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,778	10,802	10,721	0.4	24.0
NomuC	23,919	24,003	23,369	2.4	(8.9)

TASI movement during session



TASI Ratios

P/E* (x)	40.0
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	5,546	0.7	3.0	34.8
Materials	7,268	0.6	26.5	49.7
Capital Goods	9,033	0.6	38.2	High
Commercial Service	4,261	0.1	5.0	Neg
Transportation	6,253	1.3	29.1	Neg
Consumer Durables	8,263	0.3	44.4	High
Consumer Services	4,902	0.8	14.8	Neg
Media	19,020	(4.3)	86.2	High
Retailing	10,689	(1.0)	24.9	Neg
Food & Staples	10,178	(1.6)	(3.4)	31.5
Food & Beverages	5,900	(0.9)	8.0	32.3
Healthcare	7,611	0.6	34.6	43.3
Pharma & Bio Tech	7,665	(0.5)	48.2	High
Banks	10,118	0.8	33.3	25.7
Diversified Financials	7,959	1.1	73.2	Neg
Insurance	6,743	(1.0)	11.9	29.1
Telecom	8,048	(0.9)	16.7	23.9
Utilities	5,496	1.0	19.2	14.7
REITs	4,972	(0.5)	16.0	High
Real Estate	3,578	1.2	18.5	Neg
Software & Services	27,044	(2.0)	91.9	High

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
10,745	10,867	10,889	10.04

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	31.4	885.1	1,354.3
Previous week	56.9	1,613.6	2,175.4

Top Weighted Companies

Company	Price	Change%
Al Rajhi	108.00	0.4
SNB	56.00	1.4
Saudi Aramco	35.00	0.7
SABIC	118.20	1.0
STC	127.20	-1.4



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai decreased 0.2%, while Abu Dhabi increased 0.5%. Egypt, Bahrain, Kuwait and Qatar rose 1.6%, 0.3%, 0.2% and 0.1%, respectively; while Oman remained flat.
- According to EIA, oil inventories in the US fell 7.9mn barrels (prior: down 6.9mn) to 437.6mn in the week ended July 09. Gasoline inventories increased 1.0mn barrels (prior: down 6.1mn) to 236.5mn, while distillate inventories rose 3.7mn barrels (prior: up 1.6mn) to 142.3mn. (Source: EIA, Econoday)
- China's GDP increased 7.9% Y/Y in Q2-21 (consensus: 8.2% growth) versus a surge of 18.2% in Q1-21. On Q/Q basis, GDP rose 1.3% in Q2-21 compared to 0.6% increase in Q1-21. (Source: CNBC, Econoday)
- China's industrial production grew 8.3% Y/Y in June in June (consensus: an increase of 7.9%) compared to a rise of 8.8% in May. (Source: CNBC, Econoday)
- Oil prices plunged 2.3%, despite a large drawdown in US oil inventories last week, as the UAE Energy Ministry stated that no agreement has been reached yet on OPEC+ supply policy and talks are still ongoing.
- Gold prices increased 1.1%, as US Fed Chairman's testimony indicated that the central may not alter the monetary policy any time soon.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	92.4	-0.4	0.0	2.7
Euro	1.18	0.5	-0.2	-3.1
Japanese Yen	110.0	-0.6	-1.0	6.5
Sterling Pound	1.39	0.3	0.2	1.3
Chinese Yuan	6.47	0.0	0.2	-0.9
Indian Rupee	74.5	-0.2	0.1	1.9
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.70	-0.1	0.0	1.6
Kuwaiti Dinar	0.30	-0.1	0.0	-1.1
Omani Rial	0.38	0.0	0.0	0.1
Bahraini Dinar	0.38	0.0	0.2	0.1
Egyptian Pound	15.66	0.1	0.0	-0.2

Corporate Calendar

Date	Company	Event
15 th Jul	SIIG	Cash Dividend Distribution
15 th Jul	ALMRAKEZ	Cash Dividend Distribution
15 th Jul	ALKHODARI	OGM
01 st Aug	ALYAMAMAH STEEL	EGM
01 st Aug	TECO	OGM
01 st Aug	GACO	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,755	-0.2	-2.0	10.6	20.9
Abu Dhabi (ADX)	7,080	0.5	3.6	40.3	18.2
Kuwait (KSE)	5,328	0.2	0.2	17.0	14.5
Qatar (QE)	10,776	0.1	0.4	3.3	17.6
Oman (MSM)	4,086	0.0	0.5	11.7	10.7
Bahrain (BSE)	1,576	0.3	-0.7	5.8	NA
Egypt (EGX30)	10,602	1.6	3.4	-2.2	8.0

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	34,933	0.1	1.2	14.1	21.2
Nasdaq	14,645	-0.2	1.0	13.6	34.7
S&P 500	4,374	0.1	1.8	16.5	28.4
FTSE 100	7,091	-0.5	0.8	9.8	17.8
Germany DAX 30	15,789	0.0	1.7	15.1	19.3
France CAC 40	6,558	0.0	0.8	18.1	45.4
Japan Nikkei 225	28,608	-0.4	-0.6	4.2	16.9
Russia MOEX	3,833	-1.1	-0.2	16.5	11.0
Hong Kong Hang Seng	27,787	-0.6	-3.6	2.0	14.7
South Korea KOSPI	3,265	-0.2	-1.0	13.6	20.9
China Shanghai Composite	3,529	-1.1	-1.7	1.6	12.3
Australia ASX 200	7,355	0.3	0.6	11.7	22.7
India Sensex	52,904	0.3	0.8	10.8	27.8
MSCI EM	1,338	-0.1	-2.7	3.6	16.7
MSCI World	3,059	0.0	1.4	13.7	30.2

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	77.2	0.7	2.9	54.7
Brent Crude (\$/bbl)	74.8	-2.3	-0.5	44.3
Texas crude (\$/bbl)	73.1	-2.8	-0.5	50.7
Natural Gas (\$/mmbtu)	3.66	-1.0	0.3	44.2
Gold (\$/oz)	1,828	1.1	3.2	-3.7
Silver (\$/oz)	26.2	1.1	0.5	-0.5
Steel (\$/ton)	1,780	-0.7	-1.7	77.1
Iron Ore (CNY/MT)	1,346	0.0	-2.5	24.7
Wheat (\$/bu)	645	2.6	-3.9	0.7
Corn (\$/bu)	683	0.9	-5.1	41.1
Sugar (\$/lb)	16.9	-0.9	-4.0	9.3
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	0.126	-0.7	-2.0	-11.2
Saudi Arabia(SAIBOR)	0.793	0.0	0.0	-2.5
UAE (EIBOR)	0.378	-0.3	2.8	-13.5
Qatar (QIBOR)	1.131	0.0	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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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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Head Office: King Fahad Road, P.O. Box: 20438, Riyadh 11455, Saudi Arabia, Tel: 011 2256000 - Fax: 011 2256068