



Major Economic News

- OPEC+ agreed to ease production cuts by 400,000 mbpd per month starting from August. The group also agreed to use the new production quotas from May 2022, while extending supply deal until the end of FY22. The members approved to increase the crude production baseline for a number of countries, including Iraq, Kuwait and the UAE, in addition to Saudi Arabia and Russia. (Source: Argaam)
- Saudi Arabia set the COVID-19 second vaccine dose as a condition for all the citizens travelling outside the Kingdom, effective August 09. (Source: Argaam)
- Foreign investment in Saudi Arabia grew by 13% Y/Y to SAR 2.1tn in Q1-21. On Q/Q basis, foreign investments rose 3%. (Source: Argaam)
- Saudi Arabia's oil exports rose 4.4% M/M to 5.7 mbpd in May 2021. On Y/Y basis, oil exports dropped 6.1%. The Kingdom's crude output increased by 5% M/M to 8.5 mbpd in May (Source: Argaam)

Major Corporate News

- Leejam Sports Co. opened a new ladies fitness center in Riyadh. The center has a total area of 6,785 sq. m. and will include eight shops with total rental space of 1,120 sq. m. The financial impact will appear as of Q3-21. (Source: Argaam)
- Al Moammar Information Systems Co. was awarded a SAR 74.5mn contract by Imam Mohammad Ibn Saud Islamic University to operate the computer system, main programs, and electronic portal. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 0.2% to 10,794.5 on July 15. The value traded stood at SAR 8.5bn (up 25.5% over previous day), while the advance-decline ratio stood at 100/92. The parallel market index increased 2.2% to 24,447.3 points. The value traded stood at SAR 43.0mn (down 6.8% over previous day). Most sectors in the main market ended in the green. Software & Services and Food & Beverages (up 1.3% and 1.0%, respectively) advanced the most; Media and Food & Staples (down 1.8% and 0.6%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q2-21	Q2-20	Y/Y %	Q1-21	Q/Q %
Yanbu cement co.	41.8	37.3	12.1	73.4	-43.0
Methanol Chemicals Co.	60.2	-31.3	NM	29.9	101.4

Top Gainers

Company	Price	Change%
ARDCO	28.80	5.5
AWPT	128.00	4.1
PETRO RABIGH	27.50	3.8
SISCO	50.40	3.2
SIPCHEM	31.60	3.1

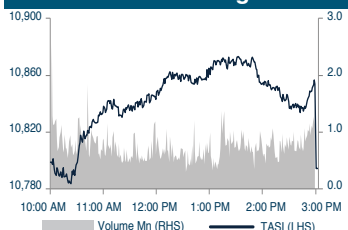
Top Losers

Company	Price	Change%
WATANIYA	49.50	-6.4
NAMA CHEMICALS	47.50	-2.9
GASCO	42.75	-2.7
GULF GENERAL	19.00	-2.7
ABO MOATI	51.50	-2.5

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,795	10,874	10,783	0.2	24.2
NomuC	24,447	24,728	23,898	2.2	(6.9)

TASI movement during session



TASI Ratios

P/E* (x)	40.1
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	5,544	(0.0)	2.9	34.7
Materials	7,304	0.5	27.1	49.9
Capital Goods	9,088	0.6	39.0	High
Commercial Service	4,264	0.1	5.0	Neg
Transportation	6,314	1.0	30.4	Neg
Consumer Durables	8,328	0.8	45.5	High
Consumer Services	4,928	0.5	15.4	Neg
Media	18,681	(1.8)	82.8	High
Retailing	10,675	(0.1)	24.8	Neg
Food & Staples	10,118	(0.6)	(4.0)	31.4
Food & Beverages	5,961	1.0	9.1	32.6
Healthcare	7,582	(0.4)	34.1	43.0
Pharma & Bio Tech	7,691	0.3	48.7	High
Banks	10,115	(0.0)	33.3	25.7
Diversified Financials	7,944	(0.2)	72.9	Neg
Insurance	6,775	0.5	12.5	29.3
Telecom	8,018	(0.4)	16.2	23.8
Utilities	5,502	0.1	19.4	14.8
REITs	4,986	0.3	16.4	High
Real Estate	3,596	0.5	19.1	Neg
Software & Services	27,395	1.3	94.4	High

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
10,739	10,848	10,886	9.90

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	-	-	-
Previous week	39.8	1,121.3	1,683.5

Top Weighted Companies

Company	Price	Change%
Al Rajhi	108.20	0.2
SNB	55.50	-0.9
Saudi Aramco	34.90	-0.3
SABIC	119.00	0.7
STC	126.20	-0.8



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi decreased 0.4% and 0.1%, respectively. Kuwait rose 0.5%; while Qatar, Egypt and Oman declined 0.7%, 0.4% and 0.3%, respectively. Meanwhile, Bahrain remained flat.
- According to Baker Hughes, North America's rig count increased to 640 in the week ended July 23 from 634 earlier. The rig count rose to 491 in the US from 484 earlier, while remained unchanged at 17 in the Gulf of Mexico. The rig count in Canada decreased to 149 from 150 earlier. (Source: Baker Hughes).
- US existing home sales increased 1.4% M/M to an annual rate of 5.86mn in June (consensus: 5.90mn) compared to a prior revised decline of 1.2% to 5.78mn in May. On Y/Y basis, existing home sales rose 22.9% in June versus an increase of 44.1% in May. (Source: Econoday)
- Oil prices rose 0.4% on Friday driven by strong earnings reports, thus continuing to recover from a steep decline earlier in the week.
- Gold prices fell 0.3% amid increased risk appetite among investors and higher US bond yields.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	92.9	0.1	0.5	3.3
Euro	1.18	0.0	-0.7	-3.6
Japanese Yen	110.5	0.4	-0.5	7.1
Sterling Pound	1.37	-0.1	-0.6	0.5
Chinese Yuan	6.48	0.2	0.4	-0.7
Indian Rupee	74.4	0.0	0.1	1.9
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	0.0	-1.6	0.0
Kuwaiti Dinar	0.30	0.2	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	15.62	0.0	-0.3	-0.4

Corporate Calendar

Date	Company	Event
01 st Aug	ALYAMAMAH STEEL	EGM
01 st Aug	TECO	OGM
01 st Aug	GACO	OGM
01 st Aug	ALKHODARI	OGM
01 st Aug	AXA COOPERATIVE	OGM
02 nd Aug	Jouf Cement	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,744	-0.4	-2.4	10.1	20.9
Abu Dhabi (ADX)	7,069	-0.1	3.4	40.1	18.0
Kuwait (KSE)	5,355	0.5	0.7	17.6	14.6
Qatar (QE)	10,696	-0.7	-0.3	2.5	17.2
Oman (MSM)	4,075	-0.3	0.3	11.4	11.2
Bahrain (BSE)	1,577	0.0	-0.7	5.8	17.3
Egypt (EGX30)	10,561	-0.4	3.0	-2.6	8.2

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	35,062	0.7	1.6	14.6	20.6
Nasdaq	14,837	1.0	2.3	15.1	34.8
S&P 500	4,412	1.0	2.7	17.5	27.8
FTSE 100	7,028	0.9	-0.1	8.8	17.9
Germany DAX 30	15,669	1.0	0.9	14.2	17.5
France CAC 40	6,569	1.3	0.9	18.3	44.9
Japan Nikkei 225	27,548	0.0	-4.3	0.4	16.1
Russia MOEX	3,735	-0.5	-2.8	13.5	10.6
Hong Kong Hang Seng	27,322	-1.4	-5.2	0.3	14.6
South Korea KOSPI	3,254	0.1	-1.3	13.3	19.7
China Shanghai Composite	3,550	-0.7	-1.1	2.2	12.4
Australia ASX 200	7,394	0.1	1.1	12.3	22.9
India Sensex	52,976	0.3	0.9	10.9	27.6
MSCI EM	1,311	-1.1	-4.6	1.6	16.3
MSCI World	3,072	0.8	1.8	14.2	29.2

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	74.4	1.5	-0.9	49.0
Brent Crude (\$/bbl)	74.1	0.4	-1.4	43.1
Texas crude (\$/bbl)	72.1	0.2	-1.9	48.5
Natural Gas (\$/mmbtu)	4.06	1.4	11.2	59.9
Gold (\$/oz)	1,802	-0.3	1.8	-5.1
Silver (\$/oz)	25.2	-1.2	-3.6	-4.5
Steel (\$/ton)	1,780	0.0	-1.7	77.1
Iron Ore (CNY/MT)	1,195	-1.8	-13.5	10.8
Wheat (\$/bu)	684	-1.2	1.9	6.8
Corn (\$/bu)	547	-3.1	-24.0	13.1
Sugar (\$/lb)	18.2	3.1	3.1	17.3
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	0.125	-1.3	-2.1	-11.3
Saudi Arabia(SAIBOR)	0.793	0.0	0.0	-2.5
UAE (EIBOR)	0.359	-1.8	0.9	-15.3
Qatar (QIBOR)	1.155	2.4	15.7	3.4
Bahrain (BHIBOR)	1.558	-8.3	-8.3	-69.2

Data Sources: Tadawul, Bloomberg, Reuters

*Three-month Interbank rate **NA: Not Available

Updated as of July 23, 2021



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TERMINOLOGY

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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