



Major Economic News

- Saudi Arabia's Transport General Authority announced the application of the first phase of obligating car rental facilities to issue all contracts through Naql portal as of July 25, 2021. This move will enable licensed facilities to issue a unified contract. (Source: Argaam)
- The Saudi Cabinet approved an agreement to set up a unified payment system for implementing the transfer and settlement of payments between the GCC countries. (Source: Argaam)

Major Corporate News

- Alkhabeer Capital, the fund manager of Alkhabeer REIT Fund, announced that the fund's board of directors approved increasing the total value of the fund's assets through the acquisition of three properties at a total value of SAR 1.5bn. The properties include two commercial centers in Riyadh and Jeddah, and a residential compound in Al-Khobar. (Source: Argaam)
- SEDCO Capital, the fund manager for SEDCO Capital REIT Fund, signed an agreement to acquire eight developed and income-generating properties in different sectors, located between Riyadh and the Eastern Province, with value of around SAR 700mn. (Source: Argaam)
- Gulf General Cooperative Insurance Co. announced that its priority rights issue was subscribed 72.4%. Remaining unsubscribed shares, which amount to 8.3mn, will be re-offered to institutional investors during the period July 27-28. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 0.8% to 10,876.4 on Sunday. The value traded stood at SAR 8.0bn (down 6.1% over previous day), while the advance-decline ratio stood at 150/38. The parallel market index decreased 1.0% to 24,200.0 points. The value traded stood at SAR 24.4mn (down 43.3% over previous day). Most sectors in the main market ended in the green. Media and Utilities (up 9.2% and 4.5%, respectively) advanced the most; Software & Services and Transportation (down 0.5% and 0.2%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q2-21	Q2-20	Y/Y %	Q1-21	Q/Q %
Etihad Etisalat Co.	244.0	185.0	31.9	226.0	8.0
YANSAB	596.3	44.8	NM	420.3	41.9
MIS	10.4	24.4	-57.3	16.0	-35.0

Top Gainers

Company	Price	Change%
SRMG	167.40	10.0
SHARQIYAH DEV	110.60	7.4
SHAKER	33.65	6.7
SAUDI ELECTRICITY	26.20	5.2
MAADEN	67.50	5.1

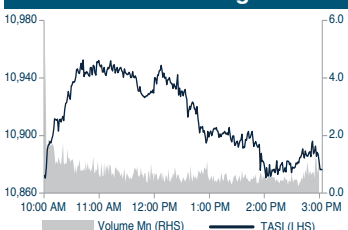
Top Losers

Company	Price	Change%
RAYDAN	30.20	-2.7
SNB	54.00	-2.7
SISCO	49.25	-2.3
SABB TAKAFUL	33.30	-2.1
SIECO	112.00	-1.9

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,876	10,956	10,867	0.8	25.2
NomuC	24,200	24,509	24,159	(1.0)	(7.8)

TASI movement during session



TASI Ratios

P/E* (x)	40.0
Price-to-Book (x)	2.5
Dividend Yield (%)	1.9
Return on Equity (%)	12.9

Source: Argaam
* Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,552	0.1	3.1	34.7
Materials	7,430	1.7	29.3	High
Capital Goods	9,239	1.7	41.3	High
Commercial Service	4,334	1.6	6.8	Neg
Transportation	6,301	(0.2)	30.1	Neg
Consumer Durables	8,370	0.5	46.3	High
Consumer Services	4,924	(0.1)	15.3	Neg
Media	20,405	9.2	99.7	High
Retailing	10,757	0.8	25.7	Neg
Food & Staples	10,103	(0.1)	(4.1)	31.5
Food & Beverages	6,012	0.9	10.0	32.9
Healthcare	7,758	2.3	37.2	43.9
Pharma & Bio Tech	7,889	2.6	52.6	High
Banks	10,117	0.0	33.3	25.6
Diversified Financials	8,001	0.7	74.1	Neg
Insurance	6,824	0.7	13.3	29.5
Telecom	8,025	0.1	16.3	23.8
Utilities	5,749	4.5	24.7	15.5
REITs	5,011	0.5	16.9	High
Real Estate	3,624	0.8	20.0	Neg
Software & Services	27,258	(0.5)	93.4	High

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
10,777	10,833	10,890	9.73

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	8.0	216.7	285.8
Previous week	39.8	1,121.3	1,683.5

Top Weighted Companies

Company	Price	Change%
Al Rajhi	109.40	1.1
SNB	54.00	-2.7
Saudi Aramco	34.90	0.0
SABIC	119.80	0.7
STC	126.20	0.0



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi increased 1.1% and 0.6%, respectively. Egypt, Qatar, Kuwait and Bahrain rose 0.9%, 0.8%, 0.6% and 0.5%, respectively; while Oman declined 0.6%.
- US initial jobless claims rose to 419,000 (consensus: 350,000), representing an increase of 51,000 from the previous week's revised level of 368,000. (Source: Econoday)
- UK retail sales grew 0.5% M/M in June (consensus: a rise of 0.4%) compared to a 1.3% fall in May. Food store sales advanced 4.2%, while non-food store sales were down 1.7% in June. Sales of automotive fuels grew 2.3% as people increased their amount of travel. Excluding auto fuel, retail sales were up 0.3%. (Source: RTT News)
- UK's flash composite PMI fell to 57.7 in July (consensus: 61.9) from 62.2 in June. The decline was mainly due to shortages of staff and materials. Manufacturing PMI decreased to 60.4 in July (consensus: 62.7) compared to 63.9 in June. Services PMI declined to 57.8 (consensus: 62.0) from 62.4 in the prior month. (Source: RTT News)
- Eurozone's flash composite PMI rose to 60.6 in July (consensus: 60.0) from 59.5 in June. This was the fastest expansion in 21 years driven by easing COVID-19 restrictions. (Source: RTT News)

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	92.9	0.0	0.5	3.3
Euro	1.18	0.0	-0.7	-3.6
Japanese Yen	110.5	0.0	-0.5	7.1
Sterling Pound	1.37	0.0	-0.6	0.5
Chinese Yuan	6.48	0.0	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)	2,774	1.1	-1.3	11.3	21.1
Abu Dhabi (ADX)	7,106	0.6	4.0	40.8	18.0
Kuwait (KSE)	5,387	0.6	1.3	18.3	14.6
Qatar (QE)	10,778	0.8	0.4	3.3	17.2
Oman (MSM)	4,051	-0.6	-0.3	10.7	11.2
Bahrain (BSE)	1,586	0.5	-0.1	6.5	17.3
Egypt (EGX30)	10,746	0.9	4.8	-0.9	8.2

International Markets

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

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	74.4	0.0	-0.9	49.0
Brent Crude (\$/bbl)	74.1	0.0	-1.4	43.1
Texas crude (\$/bbl)	72.1	0.0	-1.9	48.5
Natural Gas (\$/mmbtu)	4.06	0.0	11.2	59.9
Gold (\$/oz)	1,802	0.0	1.8	-5.1
Silver (\$/oz)	25.2	0.0	-3.6	-4.5
Steel (\$/ton)	1,780	0.0	-1.7	77.1
Iron Ore (CNY/MT)	1,195	0.0	-13.5	10.8
Wheat (\$/bu)	684	0.0	1.9	6.8
Corn (\$/bu)	547	0.0	-24.0	13.1
Sugar (\$/lb)	18.2	0.0	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	0.0	-2.1	-11.3
Saudi Arabia(SAIBOR)	0.793	0.0	0.0	-2.5
UAE (EIBOR)	0.345	-1.4	-0.5	-16.8
Qatar (QIBOR)	1.100	-5.5	10.2	-2.1
Bahrain (BHIBOR)	1.592	3.3	-5.0	-65.8

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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