



Major Economic News

- Saudi Arabia's Ministry of Interior announced the start of the mandatory immunization approved by the Ministry of Health for preventing COVID-19, to enter all places, activities and events. (Source: Argaam)
- The General Authority of Civil Aviation said the holders of tourist visas will enter the Kingdom from all green list countries starting August 01. This applies to those who received the second COVID-19 dose of the country's approved vaccines. (Source: Argaam)
- Assets held by SAMA increased by SAR 16.2bn M/M to SAR 1.8tn in June 2021. When compared to June 2020, SAMA's assets grew by SAR 39.4bn. Investments in foreign securities, which account for 61% of its total assets rose to around SAR 1.1tn in June. (Source: Argaam)

Major Corporate News

- Batic Investment and Logistics Co. extended its MoU with Al-Marshad Group Holding and Smart Cities Solutions Co. for three additional months, ending October 29. (Source: Argaam)
- National Company for Learning and Education inked a lease agreement with Yamami Co. to lease an educational complex building in Riyadh. The rent value will amount to SAR 8.0mn per year, which will increase by SAR 1mn every five years. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 0.7% to 11,012.7 on Thursday. The value traded stood at SAR 7.0bn (up 4.8% over previous day), while the advance-decline ratio stood at 120/59. The parallel market index increased 0.9% to 24,660.1 points. The value traded stood at SAR 22.8mn (up 0.8% over previous day). Most sectors in the main market ended in the green. Telecom and Pharma & Bio Tech (up 2.5% and 1.9%, respectively) advanced the most; Food & Staples and Consumer Services (down 0.8% and 0.3%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q2-21	Q2-20	Y/Y %	Q1-21	Q/Q %
BSFR	770.0	437.0	76.2	780.0	-1.3
Alinma Bank	710.3	572.5	24.1	641.8	10.7
Riyad Bank	1,512.0	1,063.0	42.2	1,354.0	11.7
SACO	14.4	33.1	-56.4	15.6	-7.6
Bank Albilad	416.1	318.1	30.8	392.8	5.9
SIPCHEM	829.9	-99.0	NM	411.5	101.7

Top Gainers

Company	Price	Change%
SEDCO CAPITAL REIT	13.72	9.9
MEPCO	38.20	5.2
AICC	34.50	4.6
TADCO	41.10	3.8
STC	134.00	3.4

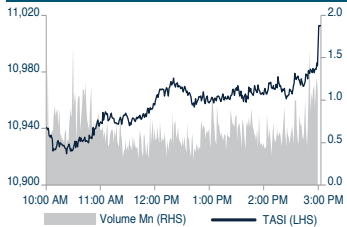
Top Losers

Company	Price	Change%
HERFY FOODS	67.00	-2.2
SADAFICO	172.00	-2.2
SALAMA	27.45	-2.1
SISCO	48.50	-1.9
GULF GENERAL	19.92	-1.9

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,013	11,013	10,921	0.7	26.7
NomuC	24,660	24,660	24,410	0.9	(6.0)

TASI movement during session



TASI Ratios

P/E* (x)	38.6
Price-to-Book (x)	2.5
Dividend Yield (%)	1.9
Return on Equity (%)	13.0

Source: Argaam
* Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,523	(0.1)	2.5	34.6
Materials	7,530	0.6	31.0	High
Capital Goods	9,233	0.5	41.2	High
Commercial Service	4,336	(0.0)	6.8	Neg
Transportation	6,391	(0.2)	32.0	Neg
Consumer Durables	8,380	0.5	46.4	High
Consumer Services	4,974	(0.3)	16.5	Neg
Media	21,590	(0.1)	111.3	High
Retailing	10,734	(0.0)	25.5	Neg
Food & Staples	10,201	(0.8)	(3.2)	31.7
Food & Beverages	6,047	0.5	10.7	33.0
Healthcare	7,887	1.3	39.5	45.1
Pharma & Bio Tech	7,968	1.9	54.1	High
Banks	10,242	0.9	35.0	25.9
Diversified Financials	7,970	0.2	73.4	Neg
Insurance	6,902	0.1	14.6	29.8
Telecom	8,391	2.5	21.6	25.1
Utilities	5,720	0.7	24.1	15.4
REITs	5,133	1.1	19.8	High
Real Estate	3,687	0.4	22.1	Neg
Software & Services	27,011	0.4	91.7	High

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
10,927	10,833	10,900	9.05

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	-	-	-
Previous week	36.0	1,078.1	1,469.3

Top Weighted Companies

Company	Price	Change%
Al Rajhi	111.00	1.1
SNB	55.00	1.1
Saudi Aramco	34.85	-0.1
SABIC	121.00	0.5
STC	134.00	3.4



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi increased 0.5% and 1.0%, respectively. Qatar and Oman gained 0.4% and 0.3%, respectively; while Kuwait and Bahrain rose 0.1% each. Meanwhile, Egypt declined 0.3%.
- According to Baker Hughes, North America's rig count increased to 641 in the week ended July 30 from 640 earlier. The rig count fell to 488 in the US from 491 earlier and to 14 in the Gulf of Mexico from 17. The rig count in Canada increased to 153 from 149 earlier. (Source: Baker Hughes).
- GDP expanded by 6.5% Y/Y in Q2-21 (consensus: an increase of 8.4%) against a growth of 6.3% in Q1-21. The overall increase in GDP was driven by increasing personal expenditures, which rose 11.8%. (Source: CNBC)
- US initial jobless claims dropped to 400,000 (consensus: 380,000), representing a fall of 24,000 from the previous week's revised level of 424,000. (Source: RTT News)
- Oil prices rose 0.4% on Friday, as bigger-than-expected drawdown in US oil inventories kept investors optimistic.
- Gold prices fell 0.8%, as stronger US dollar weighed on demand for the yellow metal.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	92.2	0.3	-0.3	2.5
Euro	1.19	-0.1	0.1	-2.8
Japanese Yen	109.7	0.2	-1.3	6.3
Sterling Pound	1.39	-0.4	0.5	1.7
Chinese Yuan	6.46	0.1	0.1	-1.0
Indian Rupee	74.3	0.1	0.0	1.8
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	-1.2
Omani Rial	0.38	0.0	0.0	0.1
Bahraini Dinar	0.38	0.2	0.2	0.1
Egyptian Pound	15.67	0.0	0.1	-0.1

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)	2,766	0.5	-1.6	11.0	20.6
Abu Dhabi (ADX)	7,318	1.0	7.1	45.0	18.1
Kuwait (KSE)	5,437	0.1	2.3	19.4	14.4
Qatar (QE)	10,753	0.4	0.2	3.0	16.9
Oman (MSM)	4,030	0.3	-0.8	10.2	10.6
Bahrain (BSE)	1,597	0.1	0.6	7.2	17.4
Egypt (EGX30)	10,742	-0.3	4.7	-1.0	8.3

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	34,935	-0.4	1.3	14.1	20.3
Nasdaq	14,673	-0.7	1.2	13.8	31.6
S&P 500	4,395	-0.5	2.3	17.0	26.6
FTSE 100	7,032	-0.7	-0.1	8.9	15.9
Germany DAX 30	15,544	-0.6	0.1	13.3	16.8
France CAC 40	6,613	-0.3	1.6	19.1	25.0
Japan Nikkei 225	27,284	-1.8	-5.2	-0.6	15.4
Russia MOEX	3,772	-0.9	-1.8	14.7	10.1
Hong Kong Hang Seng	25,961	-1.3	-9.9	-4.7	13.9
South Korea KOSPI	3,202	-1.2	-2.9	11.4	17.5
China Shanghai Composite	3,397	-0.4	-5.4	-2.2	11.7
Australia ASX 200	7,393	-0.3	1.1	12.2	22.0
India Sensex	52,587	-0.1	0.2	10.1	26.9
MSCI EM	1,278	-1.4	-7.0	-1.0	17.9
MSCI World	3,069	-0.7	1.7	14.1	26.2

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	75.4	0.5	0.5	51.1
Brent Crude (\$/bbl)	76.3	0.4	1.6	47.4
Texas crude (\$/bbl)	74.0	0.4	0.7	52.4
Natural Gas (\$/mmbtu)	3.91	-3.6	7.2	54.2
Gold (\$/oz)	1,814	-0.8	2.5	-4.4
Silver (\$/oz)	25.5	-0.3	-2.5	-3.4
Steel (\$/ton)	1,888	0.0	4.3	87.9
Iron Ore (CNY/MT)	1,032	-8.6	-25.3	-4.4
Wheat (\$/bu)	704	-0.2	4.8	9.9
Corn (\$/bu)	547	-2.0	-24.0	13.0
Sugar (\$/lb)	17.9	-2.1	1.6	15.6
SMP* (EUR/MT)	2,460	0.0	-5.3	10.6

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.126	-0.3	-2.0	-11.3
Saudi Arabia(SAIBOR)	0.794	0.0	0.1	-2.3
UAE (EIBOR)	0.370	-4.9	2.1	-14.2
Qatar (QIBOR)	0.950	-5.3	-4.8	-17.1
Bahrain (BHIBOR)	1.592	0.0	-5.0	-65.8

Data Sources: Tadawul, Bloomberg, Reuters

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

Updated as of July 30, 2021



RESEARCH DIVISION

Head of Sell-Side Research
Jassim Al-Jubran
+966 11 2256248
j.aljabran@aljaziracapital.com.sa

Analyst
Abdulrahman Al-Mashal
+966 11 2256374
A.Almashal@aljaziracapital.com.sa

Analyst
Faisal Alsuwelmy
+966 11 2256115
F.alsuwelmy@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

AlJazira Capital, the investment arm of Bank AlJazira, is a Shariaa Compliant Saudi Closed Joint Stock company and operating under the regulatory supervision of the Capital Market Authority. AlJazira Capital is licensed to conduct securities business in all securities business as authorized by CMA, including dealing, managing, arranging, advisory, and custody. AlJazira Capital is the continuation of a long success story in the Saudi Tadawul market, having occupied the market leadership position for several years. With an objective to maintain its market leadership position, AlJazira Capital is expanding its brokerage capabilities to offer further value-added services, brokerage across MENA and International markets, as well as offering a full suite of securities business.

RATING 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.

Disclaimer

The purpose of producing this report is to present a general view on the company/economic sector/economic subject under research, and not to recommend a buy/sell/hold for any security or any other assets. Based on that, this report does not take into consideration the specific financial position of every investor and/or his/her risk appetite in relation to investing in the security or any other assets, and hence, may not be suitable for all clients depending on their financial position and their ability and willingness to undertake risks. It is advised that every potential investor seek professional advice from several sources concerning investment decision and should study the impact of such decisions on his/her financial/legal/tax position and other concerns before getting into such investments or liquidate them partially or fully. The market of stocks, bonds, macroeconomic or microeconomic variables are of a volatile nature and could witness sudden changes without any prior warning, therefore, the investor in securities or other assets might face some unexpected risks and fluctuations. All the information, views and expectations and fair values or target prices contained in this report have been compiled or arrived at by Al-Jazira Capital from sources believed to be reliable, but Al-Jazira Capital has not independently verified the contents obtained from these sources and such information may be condensed or incomplete. Accordingly, no representation or warranty, express or implied, is made as to, and no reliance should be placed on the fairness, accuracy, completeness or correctness of the information and opinions contained in this report. Al-Jazira Capital shall not be liable for any loss as that may arise from the use of this report or its contents or otherwise arising in connection therewith. The past performance of any investment is not an indicator of future performance. Any financial projections, fair value estimates or price targets and statements regarding future prospects contained in this document may not be realized. The value of the security or any other assets or the return from them might increase or decrease. Any change in currency rates may have a positive or negative impact on the value/return on the stock or securities mentioned in the report. The investor might get an amount less than the amount invested in some cases. Some stocks or securities maybe, by nature, of low volume/trades or may become like that unexpectedly in special circumstances and this might increase the risk on the investor. Some fees might be levied on some investments in securities. This report has been written by professional employees in Al-Jazira Capital, and they undertake that neither them, nor their wives or children hold positions directly in any listed shares or securities contained in this report during the time of publication of this report, however, The authors and/or their wives/children of this document may own securities in funds open to the public that invest in the securities mentioned in this document as part of a diversified portfolio over which they have no discretion. This report has been produced independently and separately by the Research Division at Al-Jazira Capital and no party (in-house or outside) who might have interest whether direct or indirect have seen the contents of this report before its publishing, except for those whom corporate positions allow them to do so, and/or third-party persons/institutions who signed a non-disclosure agreement with Al-Jazira Capital. Funds managed by Al-Jazira Capital and its subsidiaries for third parties may own the securities that are the subject of this document. Al-Jazira Capital or its subsidiaries may own securities in one or more of the aforementioned companies, and/or indirectly through funds managed by third parties. The Investment Banking division of Al-Jazira Capital maybe in the process of soliciting or executing fee earning mandates for companies that is either the subject of this document or is mentioned in this document. One or more of Al-Jazira Capital board members or executive managers could be also a board member or member of the executive management at the company or companies mentioned in this report, or their associated companies. No part of this report may be reproduced whether inside or outside the Kingdom of Saudi Arabia without the written permission of Al-Jazira Capital. Persons who receive this report should make themselves aware, of and adhere to, any such restrictions. By accepting this report, the recipient agrees to be bound by the foregoing limitations.

Asset Management | Brokerage | Corporate Finance | Custody | Advisory

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