



## Major Economic News

- FTSE Russell announced that shares of Saudi Pharmaceutical Industries and Medical Appliances Corp. and United Electronics Co. will join FTSE Saudi Arabia Mid Cap Index, while Theeb Rent a Car Co. and Alkhorayef Water and Power Technologies Co. will be included in FTSE Micro Cap Index replacing Saudi Industrial Services Co. and Halwani Bros Co. The changes are expected to be implemented on September 16. (Source: Argaam)
- National Housing Co. launched Riwaa and Maylaa projects at Al-Jawan suburb, Riyadh, as well as Khayala project in Jeddah, to boost the housing supply in the two cities. Riwaa project, which spreads over 780,000 sq. m., includes nearly 1,060 under-construction units. Meanwhile, Maylaa project consists of 819 villas, spreading over 400,000 sq. m. (Source: Argaam)

## Major Corporate News

- Arabian Internet and Communications Services Co. (Solutions by STC) announced its intention to launch IPO on the Saudi Exchange. Solutions by STC plans to float 20% of its share capital (or 24mn ordinary shares) in IPO on the Saudi market. (Source: Argaam)
- United International Transportation Co.'s board of directors decided to distribute a 6% cash dividend for H1-21, at SAR 0.60 per share versus SAR 0.50 per share for H1-20. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange decreased 1.1% to 11,076.6 on Sunday. The value traded stood at SAR 5.1bn (down 24.9% over previous day), while the advance-decline ratio stood at 26/166. The parallel market index decreased 0.4% to 24,824.2 points. The value traded stood at SAR 227.4mn (up 975.2% over previous day). Most sectors in the main market ended in the red. Real Estate and Software & Services (up 0.8% and 0.6%, respectively) advanced the most; Transportation and Banks (down 2.1% and 1.8%, respectively) led the laggards.

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

Company	Q2-21	Q2-20	Y/Y %	Q1-21	Q/Q %
Saudi Real Estate Co.	-9.2	-4.7	NM	-4.6	NM
TAPRCO*	-11.5	-4.6	NM	-47.5	NM
Anaam Holding	-2.5	0.3	NM	-2.8	NM

\*- indicates Q1-22 results, as year ending is March

## Top Gainers

Company	Price	Change%
TECO	59.50	4.6
ATHEEB TELECOM	30.30	4.5
JABAL OMAR	33.90	4.2
SIECO	112.00	3.5
SHAKER	29.50	2.8

## Top Losers

Company	Price	Change%
AMANA INSURANCE	54.30	-4.7
BAWAN	38.95	-4.5
SHARQIYAH DEV	95.50	-4.4
BATIC	36.85	-4.3
BSFR	38.85	-4.1

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,202	11,305	11,165	(1.3)	28.9
NomuC	24,931	24,993	24,457	0.1	(5.0)

## TASI movement during session



## TASI Ratios

P/E* (x)	27.2
Price-to-Book (x)	2.4
Dividend Yield (%)	1.8
Return on Equity (%)	16.8

Source: Argaam  
\* Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,488	(0.3)	1.9	34.6
Materials	7,282	(1.3)	26.7	High
Capital Goods	8,728	(1.6)	33.5	High
Commercial Service	4,346	(0.9)	7.0	Neg
Transportation	6,065	(2.1)	25.2	Neg
Consumer Durables	7,876	(0.7)	37.6	High
Consumer Services	4,946	(1.7)	15.8	Neg
Media	19,397	(1.1)	89.9	High
Retailing	10,618	0.3	24.1	Neg
Food & Staples	9,731	(1.6)	(7.6)	30.7
Food & Beverages	5,602	(1.2)	2.5	31.4
Healthcare	8,210	(0.4)	45.2	47.3
Pharma & Bio Tech	6,781	(0.8)	31.1	High
Banks	10,864	(1.8)	43.2	27.4
Diversified Financials	7,459	(1.2)	62.3	Neg
Insurance	7,080	(1.0)	17.5	30.8
Telecom	8,227	0.2	19.3	24.6
Utilities	5,830	(0.4)	26.5	15.7
REITs	4,996	(0.4)	16.6	High
Real Estate	3,545	0.8	17.4	Neg
Software & Services	28,494	0.6	102.2	High

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
11,268	11,284	11,181	7.19

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	5.1	150.4	249.7
Previous week	31.8	844.5	1,437.1

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	120.00	-1.8
SNB	58.60	-0.7
Saudi Aramco	34.90	-0.1
SABIC	121.00	-0.5
STC	131.80	0.5



## REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi increased 1.0% and 0.8%, respectively. Bahrain, Qatar and Kuwait rose 0.6%, 0.4% and 0.2%, respectively; while Egypt and Oman declined 1.1% and 0.3%, respectively.
- US index of leading economic indicators rose 0.9% (consensus: an increase of 0.8%) in July to 116.0, indicating that the economy continued to recover from the impact of COVID-19 despite a resurgence in COVID-19 cases fueled by the Delta variant. (Source: Investing.com)
- UK's retail sales fell 2.5% M/M in July (consensus: an increase of 0.4%) as against a 0.2% rise in June. Excluding auto fuel, retail sales were down 2.4% M/M (consensus: an increase of 0.3%) after staying flat in the previous month. (Source: RTT News)
- China passed a major data protection law, tightening regulation on how companies collect and handle their users' information. (Source: RTT News)
- China kept its benchmark loan prime rates unchanged. One-year and five-year loan prime rate were maintained at 3.85% and at 4.65%, respectively. (Source: RTT News)

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	93.5	0.0	1.4	4.0
Euro	1.17	0.0	-1.5	-4.2
Japanese Yen	109.8	0.0	0.1	6.4
Sterling Pound	1.36	0.0	-2.0	-0.4
Chinese Yuan	6.50	0.0	0.6	-0.4
Indian Rupee	74.3	0.0	0.0	1.8
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.69	1.3	1.3	1.3
Kuwaiti Dinar	0.30	0.0	0.2	-1.0
Omani Rial	0.38	-0.1	-0.1	0.0
Bahraini Dinar	0.38	0.0	0.0	0.1
Egyptian Pound	15.65	0.0	-0.1	-0.3

## Corporate Calendar

Date	Company	Event
23 <sup>rd</sup> Aug	SNB	Cash Dividend Distribution
23 <sup>rd</sup> Aug	EPCCO	Cash Dividend Distribution
23 <sup>rd</sup> Aug	BJAZ	Cash Dividend Distribution
24 <sup>th</sup> Aug	NORTHERN CEMENT	Cash Dividend Distribution
24 <sup>th</sup> Aug	Sadr	OGM
24 <sup>th</sup> Aug	Red Sea	EGM

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,867	1.0	3.7	15.0	21.0
Abu Dhabi (ADX)	7,679	0.8	4.9	52.2	21.1
Kuwait (KSE)	5,445	0.2	0.1	19.6	15.4
Qatar (QE)	11,078	0.4	3.0	6.2	16.0
Oman (MSM)	3,972	-0.3	-1.5	8.5	10.4
Bahrain (BSE)	1,648	0.6	3.2	10.6	12.8
Egypt (EGX30)	10,691	-1.1	-0.5	-1.4	8.3

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	35,120	0.0	0.5	14.7	21.4
Nasdaq	14,715	0.0	0.3	14.2	31.1
S&P 500	4,442	0.0	1.1	18.3	26.5
FTSE 100	7,088	0.0	0.8	9.7	14.7
Germany DAX 30	15,808	0.0	1.7	15.2	15.2
France CAC 40	6,626	0.0	0.2	19.4	25.0
Japan Nikkei 225	27,013	0.0	-1.0	-1.6	14.4
Russia MOEX	3,833	0.0	1.6	16.5	9.8
Hong Kong Hang Seng	24,850	0.0	-4.3	-8.7	12.5
South Korea KOSPI	3,061	0.0	-4.4	6.5	16.0
China Shanghai Composite	3,427	0.0	0.9	-1.3	11.7
Australia ASX 200	7,461	0.0	0.9	13.3	19.0
India Sensex	55,329	0.0	5.2	15.9	26.5
MSCI EM	1,221	0.0	-4.5	-5.5	15.7
MSCI World	3,080	0.0	0.4	14.5	24.1

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	67.8	0.0	-10.2	35.7
Brent Crude (\$/bbl)	65.2	0.0	-14.6	25.8
Texas crude (\$/bbl)	62.3	0.0	-15.7	28.4
Natural Gas (\$/mmbtu)	3.85	0.0	-1.6	51.7
Gold (\$/oz)	1,781	0.0	-1.8	-6.2
Silver (\$/oz)	23.0	0.0	-9.6	-12.7
Steel (\$/ton)	1,880	0.0	-0.4	87.1
Iron Ore (CNY/MT)	880	0.0	-14.7	-18.5
Wheat (\$/bu)	714	0.0	1.5	11.5
Corn (\$/bu)	539	0.0	-1.5	11.3
Sugar (\$/lb)	19.6	0.0	9.3	26.4
SMP* (EUR/MT)	2,505	0.0	1.8	12.6

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.131	0.0	1.3	-10.8
Saudi Arabia (SAIBOR)	0.796	0.0	0.1	-2.2
UAE (EIBOR)	0.334	-1.0	-3.6	-17.8
Qatar (QIBOR)	1.080	9.0	13.0	-4.1
Bahrain (BHIBOR)	1.575	-1.7	-1.7	-67.5

Data Sources: Tadawul, Bloomberg, Reuters

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

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TERMINOLOGY

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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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