



Major Economic News

- Saudi Arabia decided to lift travel suspension from the UAE, South Africa and Argentina to its land, sea and air borders, starting from September 08. (Source: Argaam)
- Aggregate gross written premiums (GWPs) of Saudi Arabia's insurance sector rose by 6% Y/Y to SAR 22.1bn in H1-21. The increase was supported by a rise in GWPs for medical and other branches of insurance, except for motor insurance. (Source: Argaam)

Major Corporate News

- Saudi Aramco announced a major expansion of its industrial investment program, "Aramco Namaat", with the signing of 22 new MoUs and one joint venture agreement. This expansion is focused on capacity building in four key sectors, namely sustainability, technology, industrial and energy services, and advanced materials. (Source: Argaam)
- Development Food Works Co. opened six new "Juice Time" branches during H1-21, bringing the total number of branches across the Kingdom to 52. Another five new branches will open before year-end. (Source: Argaam)
- Middle East Paper Co. renewed its Shariah-compliant bank facility agreement with Bank Albilad, including short and medium-term facilities, whose value decreased from SAR 540mn to SAR 465mn. (Source: Argaam)
- AXA Cooperative Insurance Co. announced that AXA Mediterranean Holding completed the sale of its 18% stake in AXA Cooperative to AXA Insurance at SAR 24.23 per share. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 0.1% to 11,414.3. The value traded stood at SAR 7.5bn (up 0.6% over previous day), while the advance-decline ratio stood at 75/104. The parallel market index increased 0.1% to 25,356.7 points. The value traded stood at SAR 1.4mn (down 59.0% over previous day). Most sectors in the main market ended in the red. Diversified Financials and Materials (up 0.8% and 0.7%, respectively) advanced the most; Pharma & Bio Tech and Commercial Service (down 1.1% and 1.0%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
BATIC	44.90	4.3
TADCO	39.90	3.6
MAADEN	75.80	3.3
AXA COOPERATIVE	40.20	3.2
WAFRAH	162.20	3.2

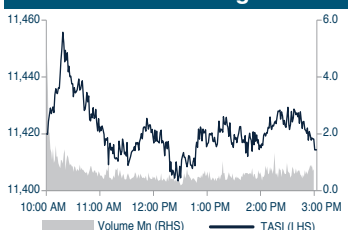
Top Losers

Company	Price	Change%
SADR	388.00	-3.5
ALSAGR INSURANCE	16.34	-3.4
ZOUJAJ	43.15	-3.4
TAPRCO	53.00	-2.4
ALAHLI REIT 1	13.66	-2.3

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,414	11,459	11,403	0.1	31.4
NomuC	25,357	25,518	25,079	0.1	(3.4)

TASI movement during session



TASI Ratios

P/E* (x)	28.1
Price-to-Book (x)	2.5
Dividend Yield (%)	1.8
Return on Equity (%)	16.8

Source: Argaam
* Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,561	0.1	3.2	25.7
Materials	7,555	0.7	31.5	24.6
Capital Goods	9,141	(0.2)	39.8	High
Commercial Service	4,572	(1.0)	12.6	Neg
Transportation	6,376	0.2	31.6	Neg
Consumer Durables	8,353	0.4	46.0	High
Consumer Services	5,211	0.1	22.1	Neg
Media	20,881	(0.9)	104.4	High
Retailing	10,950	(0.5)	28.0	47.9
Food & Staples	10,124	(0.0)	(3.9)	40.6
Food & Beverages	5,796	0.1	6.1	38.6
Healthcare	8,180	(0.8)	44.7	43.5
Pharma & Bio Tech	6,860	(1.1)	32.7	High
Banks	11,207	0.0	47.7	21.6
Diversified Financials	7,761	0.8	68.9	High
Insurance	7,193	(0.3)	19.4	44.3
Telecom	8,399	(0.9)	21.8	25.1
Utilities	6,260	(0.2)	35.8	8.7
REITs	5,083	(0.2)	18.6	Neg
Real Estate	3,594	0.2	19.0	Neg
Software & Services	29,325	0.7	108.1	High

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
11,358	11,283	11,269	7.13

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	22.5	581.5	950.6
Previous week	32.2	858.9	1,417.5

Top Weighted Companies

Company	Price	Change%
Al Rajhi	122.60	0.5
SNB	61.50	-0.5
Saudi Aramco	35.10	0.0
SABIC	123.20	0.3
STC	134.40	-1.2



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi increased 0.1% and 1.2%, respectively. Kuwait, Egypt and Bahrain rose 0.7%, 0.2% and 0.1%, respectively; Oman declined 0.3%. Meanwhile, Qatar remained flat.
- Eurozone GDP grew 2.2% Q/Q in Q2-21 (initial estimate: a growth of 2.0%) compared to 0.3% fall in Q1-21. On Y/Y basis, GDP expanded 14.3% (initial estimate: an increase of 13.6%) as against 1.2% decline Q1-21. (Source: RTT News)
- Japan's GDP expanded 1.9% Y/Y in Q2-21 (consensus: an increase of 1.6%) following 3.7% contraction in Q1-21. On a seasonally adjusted Q/Q basis, GDP rose 0.5% (consensus: 0.4% increase) versus a decline of 0.9% in Q1-21. (Source: RTT News)
- Japan recorded a current account surplus of JPY 1.9tn in July (consensus: JPY 2.3tn), up 24.5% Y/Y. Exports grew 37.5% Y/Y to JPY 7.2tn, while imports jumped 29.3% Y/Y to JPY 6.6tn, resulting in a trade surplus of JPY 622.3bn. (Source: RTT News)
- Oil prices declined 0.7% impacted by concerns of weak demand in the US and Asia, partly offset by ongoing production outages in the US.
- Gold prices fell 1.6%, as stronger US dollar weighed on demand for the yellow metal.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	92.5	0.5	-0.1	2.9
Euro	1.18	-0.2	0.3	-3.1
Japanese Yen	110.3	0.4	0.2	6.8
Sterling Pound	1.38	-0.4	0.2	0.8
Chinese Yuan	6.47	0.2	0.1	-0.9
Indian Rupee	73.4	0.5	0.7	0.6
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	0.0	-1.4	0.0
Kuwaiti Dinar	0.30	0.0	0.0	-1.1
Omani Rial	0.38	0.0	0.0	0.1
Bahraini Dinar	0.38	0.0	0.0	0.1
Egyptian Pound	15.67	0.0	0.1	-0.1

Corporate Calendar

Date	Company	Event
08 th Sep	CHEMICAL	OGM
15 th Sep	MIS	Cash Dividend Distribution
15 th Sep	SWICORP WABEL REIT	OGM
16 th Sep	Baazeem	EGM
16 th Sep	ABO MOATI	OGM
19 th Sep	AWPT	Cash Dividend Distribution

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,909	0.1	0.2	16.7	21.5
Abu Dhabi (ADX)	7,718	1.2	0.4	53.0	21.4
Kuwait (KSE)	5,548	0.7	0.7	21.9	15.0
Qatar (QE)	11,063	0.0	-0.3	6.0	16.1
Oman (MSM)	3,960	-0.3	-0.2	8.2	10.4
Bahrain (BSE)	1,660	0.1	0.9	11.4	12.9
Egypt (EGX30)	11,090	0.2	-0.5	2.3	8.3

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	35,100	-0.8	-0.7	14.7	21.7
Nasdaq	15,374	0.1	0.8	19.3	32.2
S&P 500	4,520	-0.3	-0.1	20.3	27.0
FTSE 100	7,149	-0.5	0.4	10.7	14.7
Germany DAX 30	15,843	-0.6	0.1	15.5	15.1
France CAC 40	6,726	-0.3	0.7	21.2	23.2
Japan Nikkei 225	29,916	0.9	6.5	9.0	16.0
Russia MOEX	4,010	-0.4	2.3	21.9	9.6
Hong Kong Hang Seng	26,354	0.7	1.8	-3.2	12.4
South Korea KOSPI	3,187	-0.5	-0.4	10.9	16.6
China Shanghai Composite	3,677	1.5	3.7	5.9	11.9
Australia ASX 200	7,530	0.0	-0.1	14.3	18.1
India Sensex	58,279	0.0	1.3	22.0	28.0
MSCI EM	1,326	0.1	1.3	2.7	16.6
MSCI World	3,159	-0.3	0.6	17.4	24.6

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	72.7	0.0	0.7	45.7
Brent Crude (\$/bbl)	71.7	-0.7	-1.8	38.4
Texas crude (\$/bbl)	68.4	-1.4	-0.2	40.9
Natural Gas (\$/mmbtu)	4.57	-3.1	4.4	79.9
Gold (\$/oz)	1,794	-1.6	-1.1	-5.5
Silver (\$/oz)	24.3	-1.5	1.7	-7.8
Steel (\$/ton)	1,923	-0.9	-1.1	91.3
Iron Ore (CNY/MT)	892	0.5	-4.5	-17.4
Wheat (\$/bu)	709	-0.8	0.3	10.7
Corn (\$/bu)	496	-2.4	-7.2	2.4
Sugar (\$/lb)	19.5	-0.7	-1.8	25.8
SMP* (EUR/MT)	2,580	0.0	0.8	16.0

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.115	-0.1	-0.5	-12.4
Saudi Arabia (SAIBOR)	0.796	0.0	0.0	-2.2
UAE (EIBOR)	0.337	-6.3	-2.5	-17.6
Qatar (QIBOR)	1.026	-0.4	0.7	-9.5
Bahrain (BHIBOR)	1.567	0.0	0.0	-68.3

Data Sources: Tadawul, Bloomberg, Reuters

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

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RESEARCH
DIVISION

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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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