



## Major Economic News

- Saudi Arabia's merchandise imports rose by 10.0% Y/Y to SAR 55.2bn in March. On M/M basis, imports surged 13.0% M/M or by SAR 6.1bn. China accounted for the most imports at SAR 11.1bn. (Source: Argaam)
- The point-of-sale transactions amounted to SAR 11.2bn in the week ending June 4, compared to SAR 11.0bn in the previous week. Data showed that a total of 144.7mn transactions were processed last week. (Source: Argaam)
- Saudi Arabia's cement sales rose by 2.0% to 3.6mn tons in May 2022 from 3.5mn tons in May 2021. (Source: Argaam)

## Major Corporate News

- Fawaz Abdulaziz Alhokair Co. started to reopen 64 stores at Mall of Dhahran. Currently, 40 stores are reopened, and remaining 15 stores are expected to open in next two weeks. Meanwhile, nine stores that were directly affected by the fire incident will remain closed. (Source: Argaam)
- Saudi Company for Hardware reopened its Mall of Dhahran store on June 7. The company is still assessing the financial impact of the blaze that broke out on May 13. (Source: Argaam)
- Retal Urban Development Co.'s retail offer was oversubscribed 8.9x. The company allocated a minimum of 5 shares per subscriber. (Source: Argaam)
- Nayifat Finance Co. obtained a final license from SAMA to start offering FinTech peer-to-peer lending and crowdfunding (ULend) services. (Source: Argaam)

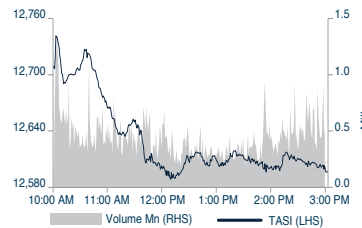
## Market Analysis

- The Saudi Stock Exchange decreased 0.5% to 12,596.3. The value traded stood at SAR 5.6bn (down 6.0% over previous day), while the advance-decline ratio stood at 62/140. The parallel market index decreased 0.5% to 22,206.8 points. The value traded stood at SAR 25.2mn (up 34.1% over previous day). Most sectors in the main market ended in the red. Insurance and Food & Beverages (up 1.4% and 0.5%, respectively) advanced the most; Diversified Financials and Media (down 3.0% and 1.4%, respectively) led the laggards.

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,596	12,749	12,584	-0.5	11.7
NomuC	22,207	22,361	22,188	-0.5	-14.5

## TASI movement during session



## TASI Ratios

P/E* (x)	21.3
Price-to-Book (x)	2.5
Dividend Yield (%)	2.1
Return on Equity (%)	24.6

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	6,815	0.3	23.6	18.6
Materials	7,702	-0.7	4.9	14.9
Capital Goods	7,521	-0.6	-0.3	25.2
Commercial Service	3,976	-0.4	-10.5	High
Transportation	5,052	-0.5	-3.5	Neg
Consumer Durables	5,180	-1.4	-18.4	Neg
Consumer Services	4,489	0.1	-3.3	High
Media	27,308	-1.4	17.4	34.3
Retailing	8,137	-1.4	-17.4	28.8
Food & Staples	9,295	-1.2	1.9	28.5
Food & Beverages	5,257	0.5	8.7	High
Healthcare	8,928	-0.7	22.1	43.4
Pharma & Bio Tech	4,479	-0.3	-13.7	High
Banks	14,199	-0.8	16.2	22.6
Diversified Financial	8,250	-3	20.8	9.2
Insurance	5,670	1.4	-5.3	High
Telecom	7,069	-0.9	-2.9	19.2
Utilities	7,094	-1.1	19.6	14
REITs	4,384	-0.7	-4.9	High
Real Estate	3,392	-0.5	7	High
Software & Services	33,859	-0.5	18.2	33.2

## Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
12,668	12,716	12,667	6.14

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	23.4	611.6	1,289.30
Previous week	47.5	1,126.00	1,956.90

## Top Weighted Companies

Company	Price	Change%
Saudi Aramco	40.60	0.2
Al Rajhi	94.00	-1.2
SNB	70.90	-0.8
SABIC	112.80	-0.7
STC	100.60	-1.0

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

Company	Q3-22	Q3-21	Y/Y %	Q2-22	Q/Q %
Ataa Educational Co.*	3.6	6.3	-43.1	1.5	144.6

## Top Gainers

Company	Price	Change%
PETRO RABIGH	27.00	6.7
SHARQIYAH DEV	88.20	5.0
BUPA ARABIA	167.00	4.4
ACIG	16.92	3.7
AMANA INSURANCE	18.30	3.6

## Top Losers

Company	Price	Change%
SIECO	100.20	-4.8
TADAWUL GROUP	208.00	-4.7
NASEEJ	21.42	-3.7
SAIB	20.40	-3.3
ANAAM HOLDING	35.10	-3.3



## Regional and International Markets

- Among other regional markets, Dubai increased 0.7%, while Abu Dhabi decreased 0.3%. Egypt and Bahrain rose 1.9% and 0.3%, respectively; while Kuwait declined 0.3%. Meanwhile, Qatar and Oman remained flat.
- According to EIA, oil inventories in the US rose 2.0mn barrels (prior: down 5.1mn) to 416.8mn in the week ended June 3. Gasoline inventories decreased 0.8mn barrels (prior: down 0.7mn) to 218.2mn, while distillate inventories rose 2.6mn barrels (prior: down 0.5mn) to 109.0mn. (Source: EIA, Econoday)
- According to OECD, global economy is expected to grow at 3.0% in FY22, slower than 4.5% projected earlier owing to Ukraine war that triggered cost of living crisis and China's zero-COVID policy that added to supply chain disruptions. (Source: RTT news)
- China's trade surplus widened to USD 78.8bn in May (consensus: USD 53.3bn) as compared to USD 51.1bn in April. Imports increased 4.1% Y/Y in May, while exports rose 16.9% Y/Y. (Source: Econoday)
- Oil prices surged 2.5% driven by the data indicating higher gasoline consumption in the US despite record high fuel prices, expected recovery in China and supply concerns due to upcoming strike in Norway.
- Gold edged up 0.1%, as fears over economic growth lifted demand for the safe-haven metal.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	102.54	0.2	0.8	7.2
Euro	1.07	0.1	-0.2	-5.8
Japanese Yen	134.25	1.3	4.3	16.7
Sterling Pound	1.25	-0.4	-0.5	-7.4
Chinese Yuan	6.70	0.4	0.3	5.4
Indian Rupee	77.74	0.0	0.1	4.6
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.66	0.0	-0.0	-0.3
Kuwaiti Dinar	0.31	0.0	0.2	1.3
Omani Rial	0.39	0.0	0.0	0.0
Bahraini Dinar	0.38	-0.0	-0.0	-0.0
Egyptian Pound	18.68	-0.1	0.6	18.9

## Corporate Calendar

Date	Company	Event
09 <sup>th</sup> Jun	Etihad Etisalat	Cash Dividend Distribution
09 <sup>th</sup> Jun	Wafrah	OGM
09 <sup>th</sup> Jun	NGC	Cash Dividend Distribution
09 <sup>th</sup> Jun	SPM	EGM
09 <sup>th</sup> Jun	Emaar EC	OGM
09 <sup>th</sup> Jun	Naseej	EGM

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,396	0.7	1.4	6.3	11.7
Abu Dhabi (ADX)	9,710	-0.3	-3.4	14.4	21
Kuwait (KSE)	5,937	-0.3	-2.2	0.9	9.4
Qatar (QE)	12,965	0.0	0.4	11.5	15.4
Oman (MSM)	4,131	0.0	0.4	0.0	10.8
Bahrain (BSE)	1,884	0.3	-1.9	4.8	7.3
Egypt (EGX30)	10,236	1.9	0.8	-14.3	5.4

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	32,911	-0.8	-0.2	-9.4	17.7
Nasdaq	12,615	-0.8	-0.2	-22.7	26.4
S&P 500	4,116	-1.1	-0.4	-13.6	20.6
FTSE 100	7,593	-0.1	-0.2	2.8	17.4
Germany DAX 30	14,446	-0.8	0.4	-9.1	13.0
France CAC 40	6,449	-0.8	-0.3	-9.8	14.5
Japan Nikkei 225	28,234	1.0	3.5	-1.9	20.2
Russia MOEX	2,319	1.2	-1.6	-38.8	3.9
Hong Kong Hang Seng	22,015	2.2	2.8	-5.9	7.9
South Korea KOSPI	2,626	-0.0	-2.2	-11.8	11.2
China Shanghai Composite	3,264	0.7	2.4	-10.3	13.1
Australia ASX 200	7,121	0.4	-1.2	-4.3	16.4
India Sensex	54,892	-0.4	-1.2	-5.8	22.2
MSCI EM	1,074	1.2	-0.4	-12.8	11.5
MSCI World	2,783	-0.8	-0.3	-13.9	18.2

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	121.93	2.2	5.9	58.4
Brent Crude (\$/bbl)	123.58	2.5	0.6	58.9
Texas crude (\$/bbl)	122.11	2.3	6.5	62.4
Natural Gas (\$/mmbtu)	8.70	-6.4	6.8	146.8
Gold (\$/oz)	1,853.36	0.1	0.9	1.3
Silver (\$/oz)	22.05	-0.8	2.3	-5.4
Steel (\$/ton)	1,150.00	-0.1	-3.4	-19.9
Iron Ore (CNY/MT)	992.00	1.5	3.9	45.0
Wheat (\$/bu)	1,074.75	0.3	-1.2	40.6
Corn (\$/bu)	717.75	0.5	-4.7	20.9
Sugar (\$/lb)	19.23	0.1	-0.9	4.6
SMP* (EUR/MT)	4,092.00	-0.8	1.0	21.6

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	1.69	0.0	0.1	1.5
Saudi Arabia (SAIBOR)	3.17	0.1	0.1	2.3
UAE (EIBOR)	1.71	0.1	0.0	1.3
Kuwait (KSE)	1.94	0.1	0.1	0.4
Bahrain (BHIBOR)	2.80	0.0	0.1	1.3

Data Sources: Tadawul, Bloomberg, Reuters

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

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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.

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