



Major Economic News

- SAMA increased interest rates by 50 bps taking the repo rate to 2.25% and reverse repo rate to 1.75%. The rate increase is the third hike in the year, followed by the US Federal Reserve's 75bps hike to the range of 1.50%-1.75%. (Source: Argaam)
- Saudi Arabia's inflation fell to 2.2% in May from 2.3% in April. The cost-of-living index for May grew to 106.4 points, according to the base year FY18, compared to 104.1 points the year before. (Source: Argaam)

Major Corporate News

- Mouwassat Medical Services Co. received a letter of approval from Ministry of Health to start actual operation at Al-Madinah Al-Munawara Hospital as all necessary tests for medical and construction systems and provision of medical and administrative staff for actual operations is complete. The company expects to start receiving patients by end of June. (Source: Argaam)
- Al Alamiya for Cooperative Insurance Co. signed an insurance agreement with Riyad Bank for SAR 72.0mn to provide an insurance coverage on the mortgage program and the bank's group life. (Source: Argaam)
- Wafrah for Industry and Development Co.'s shareholders approved a capital increase through SAR 154.3mn rights issue. The increase aims to finance business expansions and automation of product lines. (Source: Argaam)
- Saudi AZM for Communication and Information Technology Co. was awarded a SAR 16.5mn project by Ministry of Finance to develop digital portals and smart applications. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 0.4% to 11,978.5. The value traded stood at SAR 6.4bn (down 28.8% over previous day), while the advance-decline ratio stood at 93/114. The parallel market index decreased 0.9% to 21,301.4 points. The value traded stood at SAR 52.5mn (down 40.0% over previous day). Most sectors in the main market ended in the red. Retailing and Real Estate (up 3.4% and 1.7%, respectively) advanced the most; Media and Capital Goods (down 5.0% and 1.7%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
WAFRAH	49.10	10.0
MIS	115.00	5.9
JARIR	159.00	5.7
ALMRAKEZ	20.06	4.3
NCLE	58.90	4.3

Top Losers

Company	Price	Change%
SIECO	63.10	-10.0
ARAB SEA	108.60	-10.0
ANAAM HOLDING	28.15	-9.9
DWF	205.00	-8.2
PETRO RABIGH	18.42	-5.9

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,979	12,132	11,978	-0.4	6.2
NomuC	21,301	21,457	21,122	-0.9	-18

TASI movement during session



TASI Ratios

P/E* (x)	20.4
Price-to-Book (x)	2.4
Dividend Yield (%)	2.2
Return on Equity (%)	24.6

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	6,448	-1.6	16.9	17.7
Materials	7,248	-0.3	-1.3	14.0
Capital Goods	6,539	-1.7	-13.3	22.3
Commercial Service	3,670	0.2	-17.4	High
Transportation	4,674	0.6	-10.7	Neg
Consumer Durables	4,681	0.2	-26.3	Neg
Consumer Services	4,157	0.0	-10.4	High
Media	25,079	-5.0	7.8	31.5
Retailing	7,970	3.4	-19.1	28.2
Food & Staples	8,972	0.5	-1.6	27.6
Food & Beverages	4,960	-0.9	2.6	49.7
Healthcare	8,869	0.4	21.3	44.1
Pharma & Bio Tech	3,826	0.3	-26.3	High
Banks	13,558	-0.2	10.9	21.5
Diversified Financial	7,502	-0.4	9.9	8.6
Insurance	5,476	0.0	-8.6	High
Telecom	7,009	0.8	-3.7	19.4
Utilities	6,719	-1.3	13.2	13.3
REITs	4,208	0.6	-8.8	High
Real Estate	3,214	1.7	1.3	High
Software & Services	30,247	-1.0	5.6	30.3

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
12,196	12,432	12,501	6.74

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	31.7	798.7	1,637.80
Previous week	29	770.1	1,613.20

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	38.45	-1.5
Al Rajhi	89.50	-0.7
SNB	67.40	0.7
SABIC	107.00	-0.6
STC	103.60	1.6



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi increased 1.2% and 0.4%, respectively. Bahrain and Kuwait increased 0.4% and 0.1%, respectively; while Qatar, Oman and Egypt declined 0.8%, 0.2% and 0.1%, respectively.
- The US Federal Reserve raised federal funds rates by 75 bps to range of 1.50%-1.75% following 40-year high consumer price inflation. Fed officials slashed FY22 GDP growth outlook to 1.7% from 2.8% estimated in March. (Source: CNBC, RTT news)
- According to EIA, oil inventories in the US rose 2.0mn barrels (prior: up 2.0mn) to 418.7mn in the week ended June 10. Gasoline inventories decreased 0.7mn barrels (prior: down 0.8mn) to 217.5mn, while distillate inventories rose 0.7mn barrels (prior: up 2.6mn) to 109.7mn. (Source: EIA, Econoday)
- US retail sales fell 0.3% M/M in May (consensus: a rise of 0.1% M/M) compared to 0.7% M/M gain in April. (Source: Econoday)
- Oil prices declined 2.2%, impacted by the biggest interest rate hike by the US Federal Reserve since 1994 and US President insisting on refiners to produce more.
- Gold prices rose 1.4%, as US dollar weakened, and bond yields declined after 75 bps interest rate hike from the US Fed.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	105.37	-0.1	3.6	10.1
Euro	1.04	0.0	-3.0	-8.4
Japanese Yen	134.74	-0.5	4.7	17.1
Sterling Pound	1.21	0.5	-4.3	-10.9
Chinese Yuan	6.72	-0.4	0.7	5.8
Indian Rupee	78.07	0.1	0.6	5.0
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.67	0.1	0.1	-0.1
Kuwaiti Dinar	0.31	0.0	0.4	1.5
Omani Rial	0.39	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	0.0	0.0
Egyptian Pound	18.76	0.2	1.0	19.4

Corporate Calendar

Date	Company	Event
16 th Jun	SIDC	OGM
16 th Jun	Chemanol	OGM
16 th Jun	Chemanol	EGM
16 th Jun	SAUDI GERMAN HEALT	OGM
16 th Jun	DWF	OGM
16 th Jun	ALMRAKEZ	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,336	1.2	-0.3	4.4	11.4
Abu Dhabi (ADX)	9,584	0.4	-4.7	12.9	20.6
Kuwait (KSE)	5,769	0.1	-5.0	-2.0	9.1
Qatar (QE)	12,627	-0.8	-2.3	8.6	15.1
Oman (MSM)	4,113	-0.2	-0.1	-0.4	10.8
Bahrain (BSE)	1,850	0.4	-3.7	2.9	7.1
Egypt (EGX30)	9,970	-0.1	-1.8	-16.6	5.4

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	30,669	1.0	-7.0	-15.6	16.5
Nasdaq	11,594	2.5	-8.3	-29.0	24.3
S&P 500	3,790	1.5	-8.3	-20.5	19.0
FTSE 100	7,287	1.4	-4.2	-1.3	16.7
Germany DAX 30	13,505	1.5	-6.1	-15.0	12.1
France CAC 40	6,040	1.5	-6.6	-15.6	13.6
Japan Nikkei 225	26,326	-1.1	-3.5	-8.6	18.8
Russia MOEX	2,317	1.2	-1.7	-38.8	3.9
Hong Kong Hang Seng	21,308	1.1	-0.5	-8.9	7.8
South Korea KOSPI	2,447	-1.8	-8.9	-17.8	10.5
China Shanghai Composite	3,305	0.5	3.7	-9.2	13.4
Australia ASX 200	6,601	-1.3	-8.5	-11.3	15.3
India Sensex	52,541	-0.3	-5.4	-9.8	21.3
MSCI EM	1,020	0.2	-5.3	-17.2	11.0
MSCI World	2,557	1.2	-8.4	-20.9	16.8

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	122.15	-1.9	-1.9	54.3
Brent Crude (\$/bbl)	120.51	-0.5	-1.9	54.9
Texas crude (\$/bbl)	118.09	-0.7	3.0	57.0
Natural Gas (\$/mmbtu)	7.59	5.6	-6.8	115.4
Gold (\$/oz)	1,828.74	1.1	-0.5	0.0
Silver (\$/oz)	21.57	2.5	0.1	-7.4
Steel (\$/ton)	1,130.00	-0.4	-5.0	-21.3
Iron Ore (CNY/MT)	955.00	-6.4	0.1	39.6
Wheat (\$/bu)	1,060.00	-0.5	-2.5	38.7
Corn (\$/bu)	717.00	-0.6	-4.8	20.8
Sugar (\$/lb)	18.63	-0.9	-4.0	1.3
SMP* (EUR/MT)	4,050.00	0.0	0.0	20.4

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	2.00	0.0	0.4	1.8
Saudi Arabia (SAIBOR)	3.17	0.0	0.1	2.3
UAE (EIBOR)	1.73	0.1	0.1	1.4
Kuwait (KSE)	2.00	0.0	0.1	0.5
Bahrain (BHIBOR)	2.96	0.0	0.2	1.4

Data Sources: Tadawul, Bloomberg, Reuters

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

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RESEARCH
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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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