



Major Economic News

- The Ministry of Human Resources and Social Development (HRSD) stated that it recorded revenue of close to SAR 34.7bn in FY21. Revenue from fees of workers in excess of Saudization rate amounted to about SAR 20.0bn and that of fees from expat workers reached SAR 6.9bn. (Source: Argaam)
- According to Global Competitiveness Index Report, Saudi Arabia jumped in nine out of twelve indicators related to stock markets and maintained position in three indicators. (Source: Argaam)

Major Corporate News

- Leejam Sports Co's approved establishment of 100.0% owned subsidiary in Riyadh that will seek investment opportunities by establishing joint ventures and acquiring stakes in existing entities. (Source: Tadawul)
- Saudi Aramco plans to merge two energy trading units, with Aramco Trading Co. likely to absorb Motiva Trading ahead of the former's potential IPO. The move aims to simplify financial reporting and cut duplication. (Source: Argaam)
- Naqi Water plans to proceed with listing of 6.0mn ordinary shares, equivalent to 30.0% of its capital on Tadawul. (Source: Argaam)
- Al Jouf Cement Co.'s application to reduce its capital by 24.0% from SAR 1.4bn to SAR 1.1bn was approved by CMA. Accordingly, the number of shares will reduce to 108.7mn from 143.0mn. (Source: Argaam)
- Red Sea International Co's request to reduce capital from SAR 600.0mn to SAR 302.3mn was approved by CMA. The number of shares will reduce from 60.0mn to 30.0mn. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 1.3% to 11,824.4 on Thursday. The value traded stood at SAR 8.9bn (up 38.0% over previous day), while the advance-decline ratio stood at 33/175. The parallel market index increased 1.0% to 21,504.2 points. The value traded stood at SAR 61.3mn (up 16.7% over previous day). Most sectors in the main market ended in the red. Food & Beverages and Telecom (up 0.9% and 0.3%, respectively) advanced the most; Consumer Durables and Food & Staples (down 4.2% and 3.7%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
WAFRAH	54.00	10.0
ALINMA TOKIO M	23.26	9.6
ETIHAD ETISALAT	36.50	6.9
BUPA ARABIA	169.00	5.0
SAIB	19.90	5.0

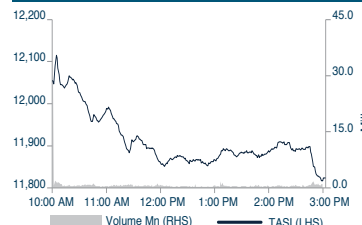
Top Losers

Company	Price	Change%
ALRAJHI TAKAFUL	85.50	-10.0
SIECO	56.80	-10.0
TAPRCO	92.90	-10.0
ANAAM HOLDING	25.35	-10.0
ARAB SEA	97.80	-9.9

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,824	12,117	11,810	-1.3	4.8
NomuC	21,504	21,504	21,003	1.0	-17.2

TASI movement during session



TASI Ratios

P/E* (x)	20
Price-to-Book (x)	2.4
Dividend Yield (%)	2.3
Return on Equity (%)	24.6

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	6,446	0.0	16.9	17.7
Materials	7,072	-2.4	-3.7	13.6
Capital Goods	6,314	-3.4	-16.3	21.6
Commercial Service	3,606	-1.7	-18.8	High
Transportation	4,618	-1.2	-11.8	Neg
Consumer Durables	4,484	-4.2	-29.4	Neg
Consumer Services	4,098	-1.4	-11.7	High
Media	24,901	-0.7	7.1	31.2
Retailing	7,904	-0.8	-19.7	27.9
Food & Staples	8,636	-3.7	-5.3	26.7
Food & Beverages	5,005	0.9	3.5	High
Healthcare	8,775	-1.1	20.0	43.5
Pharma & Bio Tech	3,819	-0.2	-26.4	High
Banks	13,321	-1.8	9.0	21.2
Diversified Financial	7,402	-1.3	8.4	8.7
Insurance	5,432	-0.8	-9.3	High
Telecom	7,032	0.3	-3.4	19.2
Utilities	6,657	-0.9	12.2	13.1
REITs	4,175	-0.8	-9.5	High
Real Estate	3,180	-1.1	0.3	High
Software & Services	29,879	-1.2	4.3	30.1

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
12,040	12,354	12,471	6.92

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	-	-	-
Previous week	40.6	1,018.30	1,989.70

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	38.50	0.1
Al Rajhi	86.20	-3.7
SNB	66.30	-1.6
SABIC	103.20	-3.6
STC	101.80	-1.7



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi decreased 0.6% and 0.5%, respectively. Oman and Bahrain increased 0.2% and 0.1%, respectively; while Egypt, Qatar and Kuwait declined 1.0%, 0.5% and 0.1%, respectively.
- According to Baker Hughes, North America's rig count increased to 896 in the week ended June 17, from 874 in week earlier. The rig count increased to 740 in US from 733 earlier and rose to 15 from 14 in Gulf of Mexico. The rig count in Canada increased to 156 from 141 in the week earlier. (Source: Baker Hughes)
- US initial jobless claims edged down to 229,000 (consensus: 220,000) in the week ended June 11, representing a fall of 3,000 from the previous week's revised level of 232,000. (Source: RTT news)
- US industrial production edged up 0.2% M/M in May (consensus: 0.4% rise) versus a rise of 1.4% in April as mining and utilities output increased 1.3% and 1.0%, respectively, which offset 0.1% dip in manufacturing output. (Source: RTT news)
- Oil prices plunged 5.6% on Friday, as interest rate hikes by major central banks globally raised fears of economic slowdown and lower demand for energy.
- Gold prices fell 1.0%, as stronger dollar and hawkish policy signals from major central banks weighed on the safe-haven's appeal.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	104.70	1.0	2.9	9.4
Euro	1.05	-0.5	-2.2	-7.7
Japanese Yen	135.02	2.1	4.9	17.3
Sterling Pound	1.22	-0.9	-2.9	-9.5
Chinese Yuan	6.71	0.4	0.5	5.5
Indian Rupee	78.08	0.0	0.6	5.0
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.67	0.1	0.1	-0.2
Kuwaiti Dinar	0.31	-0.1	0.3	1.4
Omani Rial	0.39	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	0.0	-0.0
Egyptian Pound	18.74	-0.0	0.9	19.3

Corporate Calendar

Date	Company	Event
19 th Jun	ALHAMMADI	Cash Dividend Distribution
19 th Jun	ALOMRAN	OGM
20 th Jun	ALHAMMADI	EGM
20 th Jun	Jahez	EGM
21 st Jun	Kingdom	OGM
21 st Jun	Jouf Cement	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,262	-0.6	-2.5	2.1	11.1
Abu Dhabi (ADX)	9,457	-0.5	-5.9	11.4	21.1
Kuwait (KSE)	5,762	-0.1	-5.1	-2.1	9.1
Qatar (QE)	12,562	-0.5	-2.8	8.1	14.9
Oman (MSM)	4,123	0.2	0.2	-0.2	10.8
Bahrain (BSE)	1,852	0.1	-3.6	3.0	7.2
Egypt (EGX30)	9,867	-1.0	-2.8	-17.4	5.3

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	29,889	-0.1	-9.4	-17.7	16.1
Nasdaq	11,266	1.2	-10.9	-31.0	23.6
S&P 500	3,675	0.2	-11.1	-22.9	18.4
FTSE 100	7,016	-0.4	-7.8	-5.0	16.1
Germany DAX 30	13,126	0.7	-8.8	-17.4	11.8
France CAC 40	5,883	-0.1	-9.1	-17.8	13.3
Japan Nikkei 225	25,963	-1.8	-4.8	-9.8	18.5
Russia MOEX	2,354	-0.7	-0.1	-37.8	4.0
Hong Kong Hang Seng	21,075	1.1	-1.6	-9.9	7.8
South Korea KOSPI	2,441	-0.4	-9.1	-18.0	10.5
China Shanghai Composite	3,317	1.0	4.1	-8.9	13.5
Australia ASX 200	6,475	-1.8	-10.2	-13.0	15.0
India Sensex	51,360	-0.3	-7.6	-11.8	20.8
MSCI EM	1,005	-0.3	-6.8	-18.5	10.8
MSCI World	2,486	-0.2	-10.9	-23.1	16.3

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	122.00	1.7	-2.0	54.1
Brent Crude (\$/bbl)	113.12	-5.6	-7.9	45.4
Texas crude (\$/bbl)	109.56	-6.8	-4.5	45.7
Natural Gas (\$/mmbtu)	6.94	-7.0	-14.7	97.0
Gold (\$/oz)	1,839.39	-1.0	0.1	0.6
Silver (\$/oz)	21.67	-1.3	0.6	-7.0
Steel (\$/ton)	1,126.00	0.0	-5.4	-21.5
Iron Ore (CNY/MT)	939.00	-1.8	-1.6	37.3
Wheat (\$/bu)	1,046.75	-4.0	-3.7	36.9
Corn (\$/bu)	731.00	-0.5	-3.0	23.2
Sugar (\$/lb)	18.73	0.3	-3.5	1.8
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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