



## Major Economic News

- The total number of bank branches in Saudi Arabia declined by 13 to 1,932 at the end of Q1-22 versus 1,945 in Q1-21. Average asset per branch rose to SAR 1.74bn in Q1-22 from SAR 1.69bn in FY21. Average loans increased to SAR 1.11bn per branch, with average deposits rising to SAR 1.12bn per branch. (Source: Argaam)

## Major Corporate News

- Saudi Ports Authority signed an agreement with DP World to establish a fully integrated smart logistics park at Jeddah Islamic Port with over SAR 500.0mn in investment. (Source: Argaam)
- Umm Al Qura Development & Construction signed a strategic partnership agreement with Fakeeh Care Group to establish a state-of-art hospital in Makkah with investments worth SAR 1.0bn. The hospital which includes 200 beds, 60 outpatient clinics, 20 emergency units and six operating rooms will serve 340,000 patients annually. (Source: Argaam)
- Alamar Foods Co. set the price range for its potential IPO on Tadawul at SAR 103.0-115.0 per share. The bidding and book-building period is starting on June 20 and will end on June 27. The two day-subscription period for individual investors will start on July 20 and end on July 21. (Source: Argaam)
- Arabian Centers signed an agreement with National Housing Co. to establish a company with capital of SAR 130.0mn for developing and operating a full-service mall over 180,000 sq.m as part of Murcia residential project in northern Riyadh. The project will cost SAR 600.0mn for land and building including SAR 260.0mn for building development. (Source: Argaam)
- Al-Jouf Mineral Water Bottling Co.'s board of directors recommended increasing the company's capital by 50.0% through a one-for-two bonus shares allocation. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange decreased 4.4% to 11,299.2. The value traded stood at SAR 6.3bn (down 29.2% over previous day), while the advance-decline ratio stood at 11/195. The parallel market index decreased 3.6% to 20,740.4 points. The value traded stood at SAR 32.2mn (down 47.4% over previous day). All sectors in the main market ended in the red. Media and Banks (down 6.4% and 5.4%, respectively) led the laggards.

## Top Gainers

Company	Price	Change%
GACO	21.68	8.4
CATERING	75.70	1.9
SPM	44.00	1.6
SHAKER	16.46	1.6
SAICO	21.48	1.4

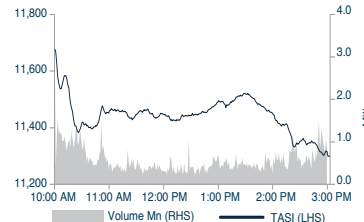
## Top Losers

Company	Price	Change%
WAFRAH	48.60	-10.0
ANAAM HOLDING	22.82	-10.0
ATAA	55.40	-9.9
ARAB SEA	88.10	-9.9
SIECO	51.20	-9.9

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,299	11,676	11,299	-4.4	0.2
NomuC	20,740	21,458	20,597	-3.6	-20.2

## TASI movement during session



## TASI Ratios

P/E* (x)	19.2
Price-to-Book (x)	2.3
Dividend Yield (%)	2.4
Return on Equity (%)	24.6

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	6,185	-4.0	12.1	17
Materials	6,810	-3.7	-7.3	13.1
Capital Goods	6,113	-3.2	-19.0	21
Commercial Service	3,593	-0.4	-19.1	High
Transportation	4,471	-3.2	-14.6	Neg
Consumer Durables	4,245	-5.3	-33.1	Neg
Consumer Services	3,906	-4.7	-15.8	High
Media	23,311	-6.4	0.2	29.3
Retailing	7,723	-2.3	-21.6	27.2
Food & Staples	8,341	-3.4	-8.6	25.9
Food & Beverages	4,784	-4.4	-1.1	48
Healthcare	8,585	-2.2	17.4	42.5
Pharma & Bio Tech	3,674	-3.8	-29.2	High
Banks	12,596	-5.4	3.1	20
Diversified Financial	7,041	-4.9	3.1	8.2
Insurance	5,224	-3.8	-12.8	High
Telecom	6,828	-2.9	-6.2	18.7
Utilities	6,385	-4.1	7.6	12.6
REITs	4,104	-1.7	-11.0	High
Real Estate	3,046	-4.2	-4.0	High
Software & Services	28,879	-3.3	0.8	29.2

## Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
11,835	12,218	12,419	6.87

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	6.3	178.9	372.6
Previous week	40.6	1,018.30	1,989.70

## Top Weighted Companies

Company	Price	Change%
Saudi Aramco	36.95	-4.0
Al Rajhi	82.20	-4.6
SNB	62.80	-5.3
SABIC	101.00	-2.1
STC	99.30	-2.5



## Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi remained closed. Qatar, Kuwait, Egypt, and Bahrain declined 3.5%, 2.7%, 1.4% and 1.1%, respectively. Meanwhile, Oman remained flat.
- US housing starts plunged by 14.4% M/M to annual rate of 1.5mn in May (consensus: a decline of 1.3% M/M) after increasing 5.5% M/M to revised rate of 1.8mn in April. Single family housing starts dropped by 9.2% M/M at annual rate of 1.1mn, while multi-family starts declined by 23.7% M/M to rate of 498,000. (Source: RTT news)
- US leading economic index declined by 0.4% M/M in May (in line with consensus), similar to a decline witnessed in April. Coincident economic index edged up by 0.2% M/M in May followed by 0.5% M/M increase in April. Lagging economic index advanced by 0.8% M/M in May after increasing 0.4% M/M in April. (Source: RTT news)
- Eurozone CPI increased 8.1% in May (in line with the consensus) versus a rise of 7.4% in April. Core inflation that excludes energy, food, alcohol and tobacco increased to 3.8% in May from 3.5% in April. Food, alcohol and tobacco prices rose to 7.5% Y/Y compared to 6.3% Y/Y and energy prices surged 39.1% Y/Y post increasing 37.5% Y/Y a month earlier. (Source: RTT news)

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	104.70	0.0	2.9	9.4
Euro	1.05	0.0	-2.2	-7.7
Japanese Yen	135.02	0.0	4.9	17.3
Sterling Pound	1.22	0.0	-2.9	-9.5
Chinese Yuan	6.71	0.0	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	0.0	0.1	-0.2
Kuwaiti Dinar	0.31	0.0	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
20 <sup>th</sup> Jun	ALHAMMADI	EGM
20 <sup>th</sup> Jun	Jahez	EGM
21 <sup>st</sup> Jun	Kingdom	OGM
21 <sup>st</sup> Jun	Jouf Cement	OGM
21 <sup>st</sup> Jun	MOBI	OGM
21 <sup>st</sup> Jun	BANAN	Cash Dividend Distribution

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,262	0.0	-2.5	2.1	11.1
Abu Dhabi (ADX)	9,457	0.0	-5.9	11.4	21.1
Kuwait (KSE)	5,609	-2.7	-7.6	-4.7	9.1
Qatar (QE)	12,120	-3.5	-6.2	4.2	14.9
Oman (MSM)	4,121	0.0	0.1	-0.2	10.8
Bahrain (BSE)	1,832	-1.1	-4.6	1.9	7.2
Egypt (EGX30)	9,728	-1.4	-4.2	-18.6	5.3

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	29,889	0.0	-9.4	-17.7	16.1
Nasdaq	11,266	0.0	-10.9	-31.0	23.6
S&P 500	3,675	0.0	-11.1	-22.9	18.4
FTSE 100	7,016	0.0	-7.8	-5.0	16.1
Germany DAX 30	13,126	0.0	-8.8	-17.4	11.8
France CAC 40	5,883	0.0	-9.1	-17.8	13.3
Japan Nikkei 225	25,963	0.0	-4.8	-9.8	18.2
Russia MOEX	2,354	0.0	-0.1	-37.8	4.0
Hong Kong Hang Seng	21,075	0.0	-1.6	-9.9	7.8
South Korea KOSPI	2,441	0.0	-9.1	-18.0	10.2
China Shanghai Composite	3,317	0.0	4.1	-8.9	13.5
Australia ASX 200	6,475	0.0	-10.2	-13.0	14.9
India Sensex	51,360	0.0	-7.6	-11.8	20.8
MSCI EM	1,005	0.0	-6.8	-18.5	10.8
MSCI World	2,486	0.0	-10.9	-23.1	16.3

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	122.00	0.0	-2.0	54.1
Brent Crude (\$/bbl)	113.12	0.0	-7.9	45.4
Texas crude (\$/bbl)	109.56	0.0	-4.5	45.7
Natural Gas (\$/mmbtu)	6.94	0.0	-14.7	97.0
Gold (\$/oz)	1,839.39	0.0	0.1	0.6
Silver (\$/oz)	21.67	0.0	0.6	-7.0
Steel (\$/ton)	1,126.00	0.0	-5.4	-21.5
Iron Ore (CNY/MT)	939.00	0.0	-1.6	37.3
Wheat (\$/bu)	1,046.75	0.0	-3.7	36.9
Corn (\$/bu)	731.00	0.0	-3.0	23.2
Sugar (\$/lb)	18.73	0.0	-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	2.10	0.0	0.5	1.9
Saudi Arabia (SAIBOR)	3.30	0.1	0.2	2.4
UAE (EIBOR)	1.75	0.0	0.1	1.4
Kuwait (KSE)	2.13	0.0	0.3	0.6
Bahrain (BHIBOR)	3.46	0.1	0.7	1.9

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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