



Major Economic News

- Saudi Arabia's imports the GCC region rose 7.0% Y/Y to SAR 6.6bn in April. Out of Saudi's total imports, UAE accounted for 54.0% or SAR 3.5bn. On M/M basis, Saudi's imports from GCC region surged 4.0% or SAR 279.7mn. (Source: Argaam)
- The Ministry of Industry and Mineral Resources announced that investments in Saudi Arabia reached SAR 1.4tn in April. The total number of valid licenses stood at 2,126, which include 1,359 licenses for building materials quarries, 559 for exploration, 164 for exploitation, 29 for reconnaissance and 15 for surplus ore. (Source: Argaam)

Major Corporate News

- Mouwasat Medical Services Co.'s board of directors approved establishing a new hospital in Qadisiyyah in Riyadh. The new project's total cost stands at SAR 335.0mn, of which 75.0% will be financed through bank loans, and the remaining through internal cash flows. (Source: Argaam)
- Rabigh Refinancing and Petrochemical Co. announced its rights issue was 96.3% subscribed of the 795.0mn shares offered. (Source: Argaam)
- Arabian Internet and Communications Services Co. signed a sharia-compliant credit facility agreement worth SAR 1.0bn with Saudi National Bank. (Source: Argaam)
- Jadwa Investment announced launch of Al Dar Investment Fund 2 with a target size of SAR 1.0bn in partnership with Dar Al Majed Real Estate Company and Arab National Bank. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 0.7% to 11,427.3. The value traded stood at SAR 6.5bn (up 25.5% over previous day), while the advance-decline ratio stood at 49/162. The parallel market index decreased 2.1% to 20,248.0 points. The value traded stood at SAR 28.5mn (down 8.7% over previous day). Most sectors in the main market ended in the red. Food & Staples and Pharma & Bio Tech (up 0.4% each) advanced the most; Real Estate and Software & Services (down 4.5% and 3.5%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q1-22	Q1-21	Y/Y %	Q4-21	Q/Q %
Retal Urban Development	63.4	39.3	61.6	73.8	-14.1

Top Gainers

Company	Price	Change%
ALOMRAN	85.20	9.9
AMIAITIT	34.00	4.6
SSP	20.10	3.0
ATHEEB TELECOM	43.10	2.6
ALKATHIRI	45.55	2.5

Top Losers

Company	Price	Change%
DAR ALARKAN	11.16	-10
ARAB SEA	68.10	-9.9
SIECO	35.50	-9.9
SFICO	31.90	-7.4
ALHAMMADI	34.10	-7.1

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,427	11,589	11,406	-0.7	1.3
NomuC	20,248	20,678	20,211	-2.1	-22.1

TASI movement during session



TASI Ratios

P/E* (x)	19.4
Price-to-Book (x)	2.3
Dividend Yield (%)	2.3
Return on Equity (%)	24.6

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	6,290	-0.2	14	17.3
Materials	6,809	-0.9	-7.3	13.1
Capital Goods	6,009	-1.5	-20.4	20.7
Commercial Service	3,518	-1.3	-20.8	High
Transportation	4,558	-1	-12.9	Neg
Consumer Durables	4,279	-1.8	-32.6	Neg
Consumer Services	3,975	-1.9	-14.3	High
Media	23,318	-0.6	0.3	29.5
Retailing	8,019	-0.6	-18.6	28.3
Food & Staples	8,524	0.4	-6.5	27
Food & Beverages	4,913	-2.1	1.6	49.3
Healthcare	8,582	-0.6	17.3	42.5
Pharma & Bio Tech	3,562	0.4	-31.4	High
Banks	12,841	-0.3	5.1	20.4
Diversified Financial	6,879	0.2	0.7	8.1
Insurance	5,107	-1.7	-14.8	High
Telecom	6,764	-1.4	-7.1	18.4
Utilities	6,857	-1	15.6	13.6
REITs	4,173	-0.6	-9.5	High
Real Estate	2,906	-4.5	-8.4	High
Software & Services	28,388	-3.5	-0.9	28.6

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
11,446	11,571	12,086	6.64

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	11.7	344.8	746.9
Previous week	31.6	871.7	1,808.80

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	37.60	-0.1
Al Rajhi	84.20	-0.5
SNB	64.20	0.5
SABIC	101.20	-0.4
STC	97.00	-2.0



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi increased 0.5% and 0.3%, respectively. Qatar and Bahrain increased 0.2% and 0.1%, respectively. Egypt and Kuwait declined 2.0% and 0.1%, respectively, while Oman remained flat.
- US durable goods orders rose 0.7% M/M in May (consensus: edge up by 0.1% M/M) after rising 0.4% M/M in April. The rise in durable goods orders came as orders for transportation equipment increased by 0.8% M/M, while that of durable goods orders excluding transportation rose by 0.7% M/M in May. Orders for core capital goods rose by 0.5% M/M in May from 0.3% M/M in April. (Source: Econoday, RTT news)
- US pending home sales index rose 0.7% M/M in May to 99.9 (consensus: fall of 2.5% M/M) from decline of 3.9% M/M in April. The increase came as pending home sales in Northeast surged 15.4% M/M, while that in South edged up by 0.2% M/M. Meanwhile, sales in Midwest and West declined by 1.7% M/M and 5.0% M/M, respectively. (Source: Econoday, RTT news)
- Oil prices rose 1.7%, based on expectations that G7 nations would further tighten restrictions on oil supplies from Russia.
- Gold prices edged lower by 0.2%, as US Treasury yields rose, limiting the demand for the yellow metal.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	103.94	-0.2	2.1	8.6
Euro	1.06	0.3	-1.4	-6.9
Japanese Yen	135.46	0.2	5.3	17.7
Sterling Pound	1.23	-0.0	-2.7	-9.4
Chinese Yuan	6.69	0.2	0.2	5.3
Indian Rupee	78.35	0.0	0.9	5.4
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.67	-0.0	0.2	-0.1
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	18.76	-0.1	1.0	19.4

Corporate Calendar

Date	Company	Event
28 th Jun	SADAFCO	OGM
28 th Jun	SARCO	OGM
28 th Jun	UCA	OGM
28 th Jun	HCC	EGM
28 th Jun	Arabian Shield	OGM
28 th Jun	NORTHERN CEMENT	EGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,218	0.5	-3.9	0.7	11
Abu Dhabi (ADX)	9,268	0.3	-7.8	9.2	20
Kuwait (KSE)	5,687	-0.1	-6.3	-3.4	9
Qatar (QE)	12,155	0.2	-5.9	4.6	14.4
Oman (MSM)	4,117	0.0	0.0	-0.3	10.7
Bahrain (BSE)	1,811	0.1	-5.7	0.8	6.9
Egypt (EGX30)	9,255	-2.0	-8.8	-22.5	5.2

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	31,438	-0.2	-4.7	-13.5	16.9
Nasdaq	12,008	-0.8	-5.0	-26.4	25.2
S&P 500	3,900	-0.3	-5.6	-18.2	19.5
FTSE 100	7,258	0.7	-4.6	-1.7	16.7
Germany DAX 30	13,186	0.5	-8.4	-17.0	11.8
France CAC 40	6,047	-0.4	-6.5	-15.5	13.6
Japan Nikkei 225	26,871	1.4	-1.5	-6.7	19.2
Russia MOEX	2,417	1.1	2.6	-36.2	4.0
Hong Kong Hang Seng	22,230	2.4	3.8	-5.0	8.1
South Korea KOSPI	2,402	1.5	-10.6	-19.3	10.3
China Shanghai Composite	3,379	0.9	6.0	-7.2	13.7
Australia ASX 200	6,706	1.9	-7.0	-9.9	15.5
India Sensex	53,161	0.8	-4.3	-8.7	21.4
MSCI EM	1,028	1.6	-4.7	-16.6	11.2
MSCI World	2,623	0.1	-6.0	-18.8	17.2

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	113.98	2.3	-8.5	44.0
Brent Crude (\$/bbl)	115.09	1.7	-6.3	48.0
Texas crude (\$/bbl)	109.57	1.8	-4.4	45.7
Natural Gas (\$/mmbtu)	6.50	4.5	-20.2	84.4
Gold (\$/oz)	1,822.85	-0.2	-0.8	-0.3
Silver (\$/oz)	21.16	-0.0	-1.8	-9.2
Steel (\$/ton)	1,127.00	0.0	-5.3	-21.5
Iron Ore (CNY/MT)	855.00	1.5	-10.4	25.0
Wheat (\$/bu)	917.50	-2.0	-15.6	20.0
Corn (\$/bu)	653.00	-3.1	-13.3	10.0
Sugar (\$/lb)	18.26	-0.3	-5.9	-0.7
SMP* (EUR/MT)	4,095.00	0.0	1.1	21.7

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	2.23	0.0	0.6	2.0
Saudi Arabia (SAIBOR)	2.93	-0.2	-0.2	2.0
UAE (EIBOR)	1.77	-0.1	0.1	1.4
Kuwait (KSE)	2.13	0.0	0.3	0.6
Bahrain (BHIBOR)	3.50	0.0	0.8	2.0

Data Sources: Tadawul, Bloomberg, Reuters

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

Updated as of June 27 2022



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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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