



Major Economic News

- SAMA's assets increased by SAR 19.2bn M/M in May to SAR 1.9tn. On Y/Y basis, assets increased by SAR 38.5bn. (Source: Argaam)
- Foreign direct investment inflows to Saudi Arabia grew 10% Y/Y to SAR 7.4bn in Q1-22. Total investment deals stood at 101 worth SAR 15.2bn. (Source: Argaam)
- The value of Saudi Arabia's real estate transactions rose 26.0% to SAR 14.8bn in May-June 2022, compared to SAR 11.7bn in the same period last year. Real estate deals dropped by 14.0% or SAR 2.4bn M/M. (Source: Argaam)
- Saudi Arabia's Cabinet approved the Companies Law and Real Estate Brokerage Law. It also approved the regulatory framework for public transport projects. (Source: Argaam)

Major Corporate News

- STC's board of directors approved repurchase of 15.0mn shares worth SAR 453.0mn. The buyback reflects planned 150.0% increase in company's capital. The repurchased shares will be allocated for employee stock incentive plan, financed by internal resources. (Source: Argaam)
- Retal Urban Development Co. purchased 372 residential land plots within Sedra Masterplan Community, at a total value of SAR 339.5mn, exclusive of real estate transaction tax. The company signed a conditional purchase agreement with ROSHN Real Estate Co. to develop villas within Sedra Masterplan. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 2.1% to 11,671.2. The value traded stood at SAR 5.2bn (down 20.2% over previous day), while the advance-decline ratio stood at 147/58. The parallel market index increased 0.5% to 20,358.8 points. The value traded stood at SAR 14.8mn (down 48.1% over previous day). Most sectors in the main market ended in the green. Energy and Food & Staples (up 3.2% and 3.0%, respectively) advanced the most; Consumer Service and REITs (down 0.5% and 0.4%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q4-22	Q4-21	Y/Y %	Q3-22	Q/Q %
Abo Moati*	0.7	0.8	-18.1	7.2	-90.6

* Financial year-ending is March

Top Gainers

Company	Price	Change%
SFICO	35.05	9.9
TAPRCO	104.80	9.9
BSFR	48.00	6.0
A.OTHAIM MARKET	103.20	5.9
BAWAN	29.70	5.3

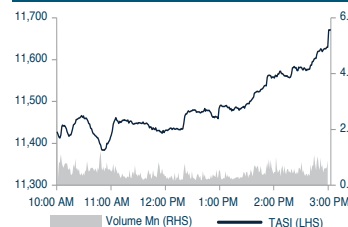
Top Losers

Company	Price	Change%
WAFRAH	38.05	-4.8
AMANA INSURANCE	13.76	-3.9
ALOMRAN	82.00	-3.8
ATAA	59.80	-3.6
RIYAD REIT	10.44	-2.4

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,671	11,671	11,381	2.1	3.5
NomuC	20,359	20,458	20,104	0.5	-21.6

TASI movement during session



TASI Ratios

P/E* (x)	19.8
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	6,493	3.2	17.7	17.8
Materials	6,980	2.5	-5.0	13.5
Capital Goods	6,042	0.5	-19.9	20.8
Commercial Service	3,526	0.2	-20.7	High
Transportation	4,604	1.0	-12.0	Neg
Consumer Durables	4,325	1.1	-31.9	Neg
Consumer Services	3,954	-0.5	-14.8	High
Media	23,534	0.9	1.2	29.8
Retailing	8,058	0.5	-18.2	28.4
Food & Staples	8,778	3.0	-3.8	27.4
Food & Beverages	4,943	0.6	2.2	49.6
Healthcare	8,573	-0.1	17.2	42.3
Pharma & Bio Tech	3,549	-0.4	-31.6	High
Banks	13,117	2.1	7.3	20.9
Diversified Financial	7,025	2.1	2.9	8.1
Insurance	5,143	0.7	-14.1	High
Telecom	6,869	1.6	-5.6	18.7
Utilities	7,023	2.4	18.4	13.9
REITs	4,156	-0.4	-9.9	High
Real Estate	2,947	1.4	-7.1	High
Software & Services	28,565	0.6	-0.3	29.0

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
11,448	11,537	12,024	6.57

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	16.8	494.4	1,089.00
Previous week	31.6	871.7	1,808.80

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	38.85	3.3
Al Rajhi	85.00	1.0
SNB	66.40	3.4
SABIC	104.60	3.4
STC	99.00	2.1



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi increased 1.1% and 1.9%, respectively. Qatar and Oman increased 1.1% and 0.3%, respectively. Meanwhile, Egypt, Kuwait and Bahrain declined 0.8%, 0.7% and 0.3%, respectively.
- US consumer confidence index fell to 98.7 in June (consensus: 101.0) from 103.2 in May. Expectations index plunged to 66.4 in June from 73.7 in May, while present situation index edged lower to 147.1 in June from 147.4 in May. (Source: Econoday, RTT news)
- US goods deficit narrowed to USD 104.3bn in May (consensus: narrow to USD 102.0bn) from USD 106.7bn in April. Imports inched lower by 0.1% M/M in May versus a decline of 4.4% M/M in April, while exports rose 1.2% M/M in May versus an increase of 3.6% M/M in April. (Source: Econoday)
- Japan retail sales increased 3.6% Y/Y in May (consensus: 3.5% Y/Y) versus 3.1% Y/Y in April. Wholesale sales increased 10.6% Y/Y to JPY 32.9tn, while commercial sales rose 8.6% Y/Y to JPY 45.2tn. (Source: Econoday, RTT news)
- Oil prices rose 2.5% due to UAE and Saudi Arabia indicating to reach near maximum oil output, further supported by easing COVID-19 restrictions in China.
- Gold prices edged lower 0.1%, as dollar strengthened weighing on the demand for the safe-haven metal.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	104.51	0.5	2.7	9.2
Euro	1.05	-0.6	-2.0	-7.5
Japanese Yen	136.14	0.5	5.8	18.3
Sterling Pound	1.22	-0.7	-3.3	-10.0
Chinese Yuan	6.70	0.1	0.4	5.4
Indian Rupee	78.79	0.6	1.5	6.0
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.68	0.1	0.3	0.0
Kuwaiti Dinar	0.31	0.0	0.2	1.3
Omani Rial	0.38	-0.1	-0.1	-0.1
Bahraini Dinar	0.38	0.0	0.0	-0.0
Egyptian Pound	18.77	0.1	1.0	19.5

Corporate Calendar

Date	Company	Event
30 th Jun	YANSAB	Cash Dividend Distribution
30 th Jun	ARDCO	OGM
30 th Jun	SASCO	Cash Dividend Distribution
30 th Jun	ALHOKAIR	EGM
30 th Jun	Jabal Omar	EGM
30 th Jun	BCI	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,253	1.1	-2.8	1.8	11.1
Abu Dhabi (ADX)	9,443	1.9	-6.1	11.2	20.4
Kuwait (KSE)	5,646	-0.7	-7.0	-4.1	8.9
Qatar (QE)	12,292	1.1	-4.9	5.7	14.4
Oman (MSM)	4,128	0.3	0.3	0.0	10.7
Bahrain (BSE)	1,806	-0.3	-6.0	0.5	6.9
Egypt (EGX30)	9,180	-0.8	-9.6	-23.2	5.1

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	30,947	-1.6	-6.2	-14.8	16.7
Nasdaq	11,638	-3.1	-7.9	-28.7	24.4
S&P 500	3,822	-2.0	-7.5	-19.8	19.1
FTSE 100	7,323	0.9	-3.7	-0.8	16.8
Germany DAX 30	13,232	0.3	-8.0	-16.7	11.8
France CAC 40	6,086	0.6	-5.9	-14.9	13.7
Japan Nikkei 225	27,049	0.7	-0.8	-6.1	19.1
Russia MOEX	2,409	-0.3	2.2	-36.4	4.0
Hong Kong Hang Seng	22,419	0.9	4.7	-4.2	8.1
South Korea KOSPI	2,422	0.8	-9.8	-18.7	10.2
China Shanghai Composite	3,409	0.9	7.0	-6.3	13.7
Australia ASX 200	6,764	0.9	-6.2	-9.1	15.4
India Sensex	53,177	0.0	-4.3	-8.7	21.4
MSCI EM	1,030	0.2	-4.4	-16.4	11.2
MSCI World	2,584	-1.5	-7.4	-20.0	16.9

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	119.05	4.4	-4.4	50.4
Brent Crude (\$/bbl)	117.98	2.5	-4.0	51.7
Texas crude (\$/bbl)	111.76	2.0	-2.5	48.6
Natural Gas (\$/mmbtu)	6.57	0.4	-19.3	86.4
Gold (\$/oz)	1,820.01	-0.2	-0.9	-0.5
Silver (\$/oz)	20.84	-1.5	-3.3	-10.6
Steel (\$/ton)	1,126.00	-0.1	-5.4	-21.5
Iron Ore (CNY/MT)	874.00	2.2	-8.4	27.8
Wheat (\$/bu)	936.00	2.0	-13.9	22.4
Corn (\$/bu)	659.25	1.0	-12.5	11.1
Sugar (\$/lb)	18.50	1.3	-4.6	0.6
SMP* (EUR/MT)	4,025.00	-1.7	-0.6	19.6

*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)	3.04	0.1	-0.1	2.1
UAE (EIBOR)	1.91	0.1	0.2	1.5
Kuwait (KSE)	2.13	0.0	0.3	0.6
Bahrain (BHIBOR)	3.54	0.0	0.8	2.0

Data Sources: Tadawul, Bloomberg, Reuters

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

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RESEARCH
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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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