



Major Economic News

- S&P Global ratings maintained 'positive' outlook on Saudi banking sector. The rating agency expects loan growth in range of 10.0%-12.0% in FY22-FY23. (Source: Argaam)
- The point-of-sale transactions amounted to SAR 9.4bn in the week ending June 25, compared to SAR 9.9bn in the previous week. Data showed that a total of 126.7mn transactions were processed last week. (Source: Argaam)
- Saudi banks' investments in treasury bonds increased by SAR 7.8bn M/M to SAR 484.9bn in May. (Source: Argaam)

Major Corporate News

- Mouwasat Medical Services company announced the signing of the final agreement to shareholding and purchase of 51% stake in Jeddah Doctors Company for a value of SAR 102.0mn. (Source: Argaam)
- Arabian Drilling Co.'s proposal to offer 26.7mn shares to list on Tadawul was approved by CMA. The stake sale represents 30.0% of the company's 89.0mn shares. (Source: Argaam)
- Saudi Advanced Industries Co.'s board of directors approved the buyback of not more than 2.5mn shares or 5.0% of company's capital within 12 months to retain as treasury shares. (Source: Argaam)
- Saudi Ground Services Co. signed an agreement with Bupa Arabia for Cooperative Insurance Co. to provide medical insurance for SGS employees and their families worth SAR 100.0mn. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 0.5% to 11,727.2. The value traded stood at SAR 5.9bn (up 14.1% over previous day), while the advance-decline ratio stood at 109/91. The parallel market index increased 1.8% to 20,728.0 points. The value traded stood at SAR 30.7mn (up 107.7% over previous day). Most sectors in the main market ended in the green. Diversified Financials and Consumer Durables (up 3.7% and 1.6%, respectively) advanced the most; Pharma & Bio Tech and Media (down 2.8% and 2.1%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q4-22	Q4-21	Y/Y %	Q3-22	Q/Q %
ALMARKEZ*	106.6	127.0	-16.1	110.1	-3.2

* Financial year-ending is March

Top Gainers

Company	Price	Change%
ALBAHA	16.50	10.0
SAIC	37.05	9.9
NGC	27.30	9.9
ALOMRAN	89.90	9.6
SINAD HOLDING	15.40	5.9

Top Losers

Company	Price	Change%
AMANA INSURANCE	13.04	-5.2
DAR ALARKAN	10.74	-3.9
TALEEM REIT	12.04	-3.7
ALAHLI REIT 1	10.58	-3.5
JADWA REIT SAUDI	11.90	-3.4

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,727	11,784	11,619	0.5	3.9
NomuC	20,728	20,870	20,493	1.8	-20.2

TASI movement during session



TASI Ratios

P/E* (x)	19.9
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	6,552	0.9	18.8	18
Materials	6,991	0.2	-4.8	13.5
Capital Goods	6,080	0.6	-19.4	20.9
Commercial Service	3,513	-0.3	-20.9	High
Transportation	4,586	-0.4	-12.4	Neg
Consumer Durables	4,395	1.6	-30.8	Neg
Consumer Services	3,944	-0.3	-15.0	High
Media	23,049	-2.1	-0.9	29.3
Retailing	8,147	1.1	-17.3	28.7
Food & Staples	8,875	1.1	-2.7	27.6
Food & Beverages	4,950	0.1	2.4	49.8
Healthcare	8,581	0.1	17.3	42.3
Pharma & Bio Tech	3,450	-2.8	-33.5	High
Banks	13,195	0.6	8.0	21.1
Diversified Financial	7,284	3.7	6.7	8.3
Insurance	5,179	0.7	-13.5	High
Telecom	6,862	-0.1	-5.7	18.8
Utilities	7,040	0.2	18.7	13.9
REITs	4,112	-1.1	-10.8	High
Real Estate	2,944	-0.1	-7.2	High
Software & Services	28,594	0.1	-0.2	29

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
11,530	11,511	11,972	6.54

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	22.7	661.6	1,462.80
Previous week	31.6	871.7	1,808.80

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	39.20	0.9
Al Rajhi	84.70	-0.4
SNB	68.30	2.9
SABIC	105.20	0.6
STC	99.60	0.6



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi increased 0.2% and 0.4%, respectively. Bahrain increased 1.1%, while Kuwait and Egypt rose 0.5% each. Meanwhile, Qatar and Oman declined 0.4% and 0.1%, respectively.
- According to EIA, oil inventories in the US declined 2.8mn barrels (prior: down 0.4mn) to 415.6mn in the week ended June 24. Gasoline inventories increased 2.6mn barrels (prior: up 1.5mn) to 221.6mn, while distillate inventories rose 2.6mn barrels (prior: up 0.1mn) to 112.4mn. (Source: EIA, Econoday)
- US GDP declined at annual rate of 1.6% in Q1-22 (consensus: a decline of 1.4%) versus a contraction of 1.5% as per second estimate. Personal consumption expenditure was downwardly revised to annual rate of 1.8% (consensus: annual rate of 3.1%). (Source: Econoday, RTT news)
- Eurozone economic sentiment index fell to 104.0 in June (consensus: 103.0) from 105.0 in May. (Source: Econoday)
- Oil prices plunged 1.5%, after data revealed that US gasoline and distillate inventories increased offsetting concerns over tight crude supplies.
- Gold prices inched lower 0.1%, as pressure due to aggressive rate hikes was partly offset by safe-haven bids due to potential recession risks.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	105.11	0.6	3.3	9.9
Euro	1.04	-0.7	-2.7	-8.2
Japanese Yen	136.59	0.3	6.2	18.7
Sterling Pound	1.21	-0.5	-3.8	-10.4
Chinese Yuan	6.71	0.1	0.4	5.5
Indian Rupee	78.97	0.2	1.7	6.2
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.67	-0.0	0.2	0.0
Kuwaiti Dinar	0.31	0.0	0.2	1.4
Omani Rial	0.39	0.1	0.0	0.0
Bahraini Dinar	0.38	0.0	0.0	-0.0
Egyptian Pound	18.81	0.2	1.3	19.7

Corporate Calendar

Date	Company	Event
30 th Jun	BSFR	Cash Dividend Distribution
30 th Jun	YCC	Cash Dividend Distribution
30 th Jun	Dur	EGM
30 th Jun	BUPA ARABIA	EGM
30 th Jun	ALETIHAD	EGM
30 th Jun	Amana Insurance	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,246	-0.2	-3.0	1.6	11.1
Abu Dhabi (ADX)	9,408	-0.4	-6.4	10.8	20.3
Kuwait (KSE)	5,677	0.5	-6.5	-3.6	8.9
Qatar (QE)	12,237	-0.4	-5.3	5.3	14.6
Oman (MSM)	4,125	-0.1	0.2	-0.1	10.7
Bahrain (BSE)	1,825	1.1	-5.0	1.6	7.0
Egypt (EGX30)	9,226	0.5	-9.1	-22.8	5.0

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	31,029	0.3	-5.9	-14.6	16.7
Nasdaq	11,658	0.2	-7.8	-28.6	24.5
S&P 500	3,819	-0.1	-7.6	-19.9	19.1
FTSE 100	7,312	-0.2	-3.9	-1.0	16.8
Germany DAX 30	13,003	-1.7	-9.6	-18.1	11.6
France CAC 40	6,031	-0.9	-6.8	-15.7	13.6
Japan Nikkei 225	26,805	-0.9	-1.7	-6.9	18.8
Russia MOEX	2,379	-1.3	1.0	-37.2	4.0
Hong Kong Hang Seng	21,997	-1.9	2.7	-6.0	8.1
South Korea KOSPI	2,378	-1.8	-11.5	-20.1	10.0
China Shanghai Composite	3,362	-1.4	5.5	-7.6	13.8
Australia ASX 200	6,700	-0.9	-7.1	-10.0	15.2
India Sensex	53,027	-0.3	-4.6	-9.0	21.5
MSCI EM	1,013	-1.6	-6.0	-17.8	11.0
MSCI World	2,574	-0.4	-7.8	-20.3	16.7

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	119.86	0.7	-3.8	51.4
Brent Crude (\$/bbl)	116.26	-1.5	-5.4	49.5
Texas crude (\$/bbl)	109.78	-1.8	-4.3	46.0
Natural Gas (\$/mmbtu)	6.50	-1.1	-20.2	77.7
Gold (\$/oz)	1,817.73	-0.1	-1.1	-0.6
Silver (\$/oz)	20.74	-0.5	-3.7	-11.0
Steel (\$/ton)	945.00	-16.1	-20.6	-34.1
Iron Ore (CNY/MT)	877.00	0.3	-8.1	28.2
Wheat (\$/bu)	930.00	-0.6	-15.3	21.3
Corn (\$/bu)	653.75	-0.8	-8.1	19.7
Sugar (\$/lb)	18.51	0.1	-5.4	0.8
SMP* (EUR/MT)	4,077.00	1.3	0.7	21.2

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	2.25	0.0	0.6	2.0
Saudi Arabia (SAIBOR)	2.92	-0.1	-0.2	2.0
UAE (EIBOR)	1.99	0.1	0.3	1.6
Kuwait (KSE)	2.13	0.0	0.3	0.6
Bahrain (BHIBOR)	3.56	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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