



Major Economic News

- King Fahd International Airport in Dammam announced the return of normal operations after increasing the number of workers by service providers. More than 50,000 passengers were served. (Source: Argaam)
- PIF is negotiating with the luxury carmaker Aston Martin about acquiring a stake in the latter's capital. The acquisition could be worth EUR 200mn and the talks are at an early stage. (Source: Argaam)

Major Corporate News

- Saudi Steel Pipes Co. won contract worth SAR 58.0mn for supply of oil and gas steel pipes to Saudi Aramco. The financial impact will be seen between Q4-22 to Q1-23. (Source: Argaam)
- Al Moammar Information Systems Co. signed SAR 34.4mn contract with Saudi Technology and Security Comprehensive Co. to provide consultancy services and boost operational efficiency. (Source: Argaam)
- Arabian Pipes Co. signed contract worth SAR 60.0mn with Saudi Aramco to supply steel pipes. The relevant financial impact will be seen in Q2-23. (Source: Argaam)
- Bupa Arabia received the Saudi Central Bank's no-objection for the proposed increase in the capital by 25.0% from SAR 1.2bn to SAR 1.5bn. This increase will be done through issuing bonus shares by the utilization of SAR 300.0mn of retained earning reserves. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 1.7% to 11,523.3 on Thursday. The value traded stood at SAR 6.5bn (up 10.8% over previous day), while the advance-decline ratio stood at 55/140. The parallel market index increased 4.1% to 21,585.1 points. The value traded stood at SAR 59.8mn (up 94.6% over previous day). Most sectors in the main market ended in the red. Utilities and Software & Services (up 1.0% and 0.5%, respectively) advanced the most; Media and Entertainment and Banks (down 4.0% and 2.7%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q4-22	Q4-21	Y/Y %	Q3-22	Q/Q %
Fawaz AlHokair Co.*	-44.7	-346.7	NM	-128.1	NM
TAPRCO*	-7.1	-42.9	NM	-10.9	NM

* Financial year-ending is March

Top Gainers

Company	Price	Change%
QACCO	79.20	4.9
YCC	33.95	3.5
EPCCO	46.00	3.4
TADAWUL GROUP	189.00	2.7
ALHAMMADI	36.50	2.5

Top Losers

Company	Price	Change%
AMANA INSURANCE	11.74	-10.0
ATHEEB TELECOM	41.60	-8.6
SAIC	34.75	-6.2
ALOMRAN	85.00	-5.5
UCA	27.45	-4.7

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,523	11,756	11,523	-1.7	2.1
NomuC	21,585	21,630	20,773	4.1	-16.9

TASI movement during session



TASI Ratios

P/E* (x)	19.5
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	6,486	-1.0	17.6	17.8
Materials	6,894	-1.4	-6.1	13.2
Capital Goods	5,991	-1.5	-20.6	20.6
Commercial Service	3,512	0.0	-21.0	High
Transportation	4,586	0.0	-12.4	Neg
Consumer Durables	4,355	-0.9	-31.4	Neg
Consumer Services	3,920	-0.6	-15.5	High
Media	22,131	-4.0	-4.8	28.3
Retailing	8,039	-1.3	-18.4	28.3
Food & Staples	8,796	-0.9	-3.6	27.6
Food & Beverages	4,895	-1.1	1.2	49.3
Healthcare	8,508	-0.9	16.3	41.9
Pharma & Bio Tech	3,430	-0.6	-33.9	High
Banks	12,845	-2.7	5.1	20.5
Diversified Financial	7,293	0.1	6.8	8.3
Insurance	5,139	-0.8	-14.2	High
Telecom	6,706	-2.3	-7.9	18.3
Utilities	7,114	1.0	19.9	14.1
REITs	4,076	-0.9	-11.6	High
Real Estate	2,921	-0.8	-7.9	High
Software & Services	28,751	0.5	0.3	29.2

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
11,572	11,481	11,918	6.54

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	-	-	-
Previous week	29.3	839.5	1,833.10

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	38.80	-1.0
Al Rajhi	82.50	-2.6
SNB	65.90	-3.5
SABIC	101.60	-3.4
STC	97.10	-2.5



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi decreased 0.7% and 0.3%, respectively. Bahrain and Kuwait increased 0.8% and 0.1%, respectively. Qatar and Oman declined 0.4% and 0.1%, respectively, while Egypt remained closed.
- According to Baker Hughes, North America's rig count increased to 916 in the week ended July 1, from 907 in week earlier. The rig count decreased to 750 in US from 753 earlier but increased to 16 from 15 in Gulf of Mexico. The rig count in Canada increased to 166 from 154 in the week earlier. (Source: Baker Hughes)
- US initial jobless claims edged down to 231,000 (consensus: 228,000) in the week ended June 25, representing a fall of 2,000 from the previous week's revised level of 233,000. (Source: RTT news)
- US personal spending rose by 0.5% Y/Y in May, in line with consensus and revised increase in April. Disposable personal income rose 0.5% Y/Y in May from same rise in April. Personal spending rose 0.2% M/M in May (consensus: 0.5% M/M) versus fall of 0.6% in April. (Source: RTT news)
- China Caixin manufacturing purchasing manager's index rose to 51.7 in June from 48.1 in May. Manufacturing sector returned to expansion territory in June as index increased from 50.2 from 49.6 in May. (Source: RTT news)
- Oil prices plunged 2.8% on Friday due to uncertainty over OPEC+ output and recession fears.
- Gold prices rose 0.2%, as investors resorted to the safe-haven metal amid weaker treasury yields.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	105.14	0.4	0.4	9.9
Euro	1.04	-0.7	-0.7	-8.4
Japanese Yen	135.21	-0.4	-0.4	17.5
Sterling Pound	1.21	-0.7	-0.7	-10.6
Chinese Yuan	6.70	0.0	0.0	5.4
Indian Rupee	79.04	0.1	0.1	6.3
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.67	-0.0	-0.0	-0.1
Kuwaiti Dinar	0.31	-0.0	-0.0	1.4
Omani Rial	0.39	-0.0	-0.0	-0.0
Bahraini Dinar	0.38	0.0	0.0	-0.0
Egyptian Pound	18.80	0.0	0.0	19.6

Corporate Calendar

Date	Company	Event
6 th Jul	Theeb	Cash Dividend Distribution

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,202	-0.7	-0.7	0.2	10.9
Abu Dhabi (ADX)	9,345	-0.3	-0.3	10.1	20.3
Kuwait (KSE)	5,681	0.1	-6.4	-3.5	8.9
Qatar (QE)	12,191	-0.4	-5.6	4.9	14.5
Oman (MSM)	4,123	-0.1	0.2	-0.2	10.8
Bahrain (BSE)	1,840	0.8	-4.2	2.4	7.1
Egypt (EGX30)	9,226	0.0	-9.1	-22.8	5.0

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	31,097	1.0	1.0	-14.4	16.8
Nasdaq	11,586	0.7	0.7	-29.0	24.3
S&P 500	3,825	1.1	1.1	-19.7	19.2
FTSE 100	7,169	-0.0	-0.0	-2.9	16.5
Germany DAX 30	12,813	0.2	0.2	-19.3	11.4
France CAC 40	5,931	0.1	0.1	-17.1	13.4
Japan Nikkei 225	25,936	-1.7	-1.7	-9.9	18.5
Russia MOEX	2,207	0.1	0.1	-41.7	3.7
Hong Kong Hang Seng	21,860	0.0	0.0	-6.6	8.1
South Korea KOSPI	2,305	-1.2	-1.2	-22.6	9.9
China Shanghai Composite	3,388	-0.3	-0.3	-6.9	13.8
Australia ASX 200	6,540	-0.4	-0.4	-12.2	15.0
India Sensex	52,908	-0.2	-0.2	-9.2	21.4
MSCI EM	993	-0.8	-0.8	-19.4	10.8
MSCI World	2,560	0.5	0.5	-20.8	16.6

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	116.29	0.0	0.0	46.9
Brent Crude (\$/bbl)	111.63	-2.8	-2.8	43.5
Texas crude (\$/bbl)	108.43	2.5	2.5	44.2
Natural Gas (\$/mmbtu)	5.73	5.6	5.6	56.7
Gold (\$/oz)	1,811.43	0.2	0.2	-1.0
Silver (\$/oz)	19.88	-2.0	-2.0	-14.7
Steel (\$/ton)	930.00	0.0	0.0	-35.2
Iron Ore (CNY/MT)	852.50	-2.8	-2.8	24.6
Wheat (\$/bu)	846.00	-4.3	-4.3	10.4
Corn (\$/bu)	607.50	-2.0	-2.0	11.3
Sugar (\$/lb)	18.07	-2.3	-2.3	-1.6
SMP* (EUR/MT)	3,975.00	0.5	0.5	18.1

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	2.29	0.0	0.0	2.1
Saudi Arabia (SAIBOR)	2.94	0.0	0.0	2.0
UAE (EIBOR)	1.79	-0.1	-0.1	1.4
Kuwait (KSE)	2.19	0.1	0.0	0.7
Bahrain (BHIBOR)	3.57	0.0	0.0	2.1

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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