



## Major Economic News

- As per SAMA, consumer spending in Saudi Arabia declined 2.0% to SAR 93.21bn in May 2022, from SAR 95.5bn in May 2021. POS transactions rose 5.0% Y/Y to SAR 42.4bn in May. A total of 572.9mn transactions were processed through 1.2mn POS devices in May (Source: Argaam)
- King Salman issued a royal order on allocating SAR 20.0bn to face the effect of rising global prices. (Source: Argaam)

## Major Corporate News

- Wataniya Insurance Co. received letters from Juffali and SNIC Insurance Co., stating that the latter sold 1.0mn shares, worth SAR 16.6mn, representing 2.5% of Wataniya's capital to Juffali. SNIC Insurance's stake in Wataniya fell from 27.5% to 25.0%, while that of Juffali's stake increased from 8.6% to 11.1%. (Source: Argaam)
- The Securities Depository Center Co. (Edaa) implemented Fawaz Abdulaziz Alhokair Co.'s capital reduction measures, by reducing the quantity of shares in the eligible shareholders' accounts. (Source: Argaam)
- Bupa Arabia for Cooperative Insurance Co. received a confirmation from Saudi Basic Industries Corp. (SABIC) on renewal of its health insurance contract for one year. The total contract revenue is expected to exceed 5.0% of FY21 gross written premiums. (Source: Argaam)
- Wafrah for Industry and Development Co. announced its rights issue was subscribed 77.8%, with number of subscribed shares standing at 12.0mn. (Source: Argaam)
- Amana Cooperative Insurance Co. will pay a total of SAR 2.0mn in compensation to rights issue holders who did not exercise their rights to subscribe to the new shares. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange decreased 0.9% to 11358.4. The value traded stood at SAR 4.4bn (up 11.8% over previous day), while the advance-decline ratio stood at 38/171. The parallel market index decreased 1.9% to 20,672.9 points. The value traded stood at SAR 29.3mn (up 7.5% over previous day). Most sectors in the main market ended in the red. REITs and Software & Services (up 0.9% and 0.6%, respectively) advanced the most; Media and Capital Goods (down 2.6% and 2.3%, respectively) led the laggards.

## Top Gainers

Company	Price	Change%
JADWA REIT SAUDI	11.90	4.8
DAR ALARKAN	11.00	4.6
TALEEM REIT	12.02	2.7
ZAIN KSA	11.54	2.7
SASCO	34.60	2.5

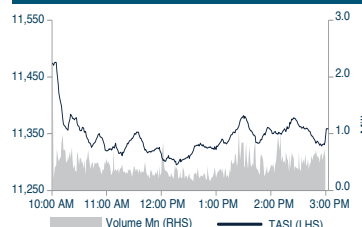
## Top Losers

Company	Price	Change%
ALHOKAIR	18.74	-10.0
ALHOKAIR GROUP	10.90	-9.9
ENAYA	17.68	-8.4
GACO	19.30	-7.3
ANAAM HOLDING	20.52	-6.1

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,358	11,480	11,295	-0.9	0.7
NomuC	20,673	21,259	20,627	-1.9	-20.4

## 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	6,381	-1.3	15.7	17.5
Materials	6,775	-2.2	-7.8	13.0
Capital Goods	5,797	-2.3	-23.2	20.1
Commercial Service	3,467	-0.3	-22.0	High
Transportation	4,486	-1.1	-14.3	Neg
Consumer Durables	4,195	-1.2	-33.9	Neg
Consumer Services	3,841	-1.2	-17.2	High
Media	21,059	-2.6	-9.4	27.1
Retailing	7,908	-1.4	-19.7	27.8
Food & Staples	8,723	-1.1	-4.4	27.2
Food & Beverages	4,831	-1.5	-0.1	48.5
Healthcare	8,404	-0.4	14.9	41.0
Pharma & Bio Tech	3,410	-0.8	-34.3	High
Banks	12,656	-0.4	3.6	20.2
Diversified Financial	7,353	0.4	7.7	8.3
Insurance	4,963	-1.9	-17.2	High
Telecom	6,738	0.3	-7.4	18.4
Utilities	7,026	-1.6	18.4	14.0
REITs	4,081	0.9	-11.5	High
Real Estate	2,892	0.0	-8.8	High
Software & Services	28,813	0.6	0.6	29.4

## Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
11,549	11,498	11,785	4.13

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	8.3	260.5	612.4
Previous week	29.3	839.5	1,833.10

## Top Weighted Companies

Company	Price	Change%
Saudi Aramco	38.15	-1.3
Al Rajhi	80.00	-0.5
SNB	65.80	-1.1
SABIC	100.00	-1.8
STC	97.20	-0.4



## Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi decreased 1.4% and 0.4%, respectively. Bahrain and Oman increased 0.5% and 0.2%, respectively. Meanwhile, Egypt, Qatar and Kuwait declined 3.6%, 0.4% and 0.3%, respectively.
- Eurozone producer prices climbed 36.3% Y/Y in May (consensus: 36.7%) after a 37.2% rise in April. Overall, inflation increased due to 94.4% rise in energy prices. Excluding energy, producer price inflation edged up to 16.0% from 15.6%. (Source: RTT news)
- Eurozone investor confidence index slid to -26.4 in July (consensus: fall to -19.9) from -15.8 in June. The current situation index came in at -16.5 in July versus -7.3 in June, while the expectations index declined to -35.8 from -24.0 in June. (Source: RTT news)
- China composite index improved to 55.3 in June versus 42.2 in May. The services index rose to 54.5 in June (consensus: 49.1) from 41.4 in May. (Source: Econoday, RTT news)
- Oil prices rose by 1.7%, as supply concerns owing to lower output by OPEC countries, instability in Libya, and sanctions against Russia outweighed the fears of global recession.
- Gold prices edged up 0.3%, as potential interest rate hikes eroded the demand for precious metal, but softer US dollar helped the safe-haven commodity remain above support levels.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	105.14	0.0	0.4	9.9
Euro	1.04	0.1	-0.6	-8.3
Japanese Yen	135.62	0.3	-0.1	17.8
Sterling Pound	1.21	0.2	-0.5	-10.4
Chinese Yuan	6.69	-0.0	0.0	5.3
Indian Rupee	78.95	-0.1	-0.0	6.2
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.67	-0.1	-0.1	-0.1
Kuwaiti Dinar	0.31	-0.0	-0.1	1.4
Omani Rial	0.39	0.0	0.0	0.0
Bahraini Dinar	0.38	-0.0	0.0	-0.0
Egyptian Pound	18.86	0.3	0.3	20.0

## Corporate Calendar

Date	Company	Event
6 <sup>th</sup> Jul	Theeb	Cash Dividend Distribution
6 <sup>th</sup> Jul	LAZURDE	Cash Dividend Distribution
6 <sup>th</sup> 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)	3,158	-1.4	-2.0	-1.2	10.7
Abu Dhabi (ADX)	9,305	-0.4	-0.7	9.6	20.1
Kuwait (KSE)	5,662	-0.3	-0.3	-3.8	8.9
Qatar (QE)	12,217	-0.4	0.2	5.1	14.6
Oman (MSM)	4,116	0.2	-0.2	-0.3	10.7
Bahrain (BSE)	1,875	0.5	1.9	4.3	7.2
Egypt (EGX30)	8,686	-3.6	-5.9	-27.3	4.9

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	31,097	0.0	1.0	-14.4	16.8
Nasdaq	11,586	0.0	0.7	-29.0	24.3
S&P 500	3,825	0.0	1.1	-19.7	19.2
FTSE 100	7,233	0.9	0.9	-2.1	16.6
Germany DAX 30	12,773	-0.3	-0.1	-19.6	11.4
France CAC 40	5,955	0.4	0.5	-16.8	13.4
Japan Nikkei 225	26,154	0.8	-0.9	-9.2	18.8
Russia MOEX	2,205	-0.1	-0.0	-41.8	3.7
Hong Kong Hang Seng	21,830	-0.1	-0.1	-6.7	8.1
South Korea KOSPI	2,300	-0.2	-1.4	-22.7	10.0
China Shanghai Composite	3,405	0.5	0.2	-6.4	13.8
Australia ASX 200	6,613	1.1	0.7	-11.2	15.3
India Sensex	53,235	0.6	0.4	-8.6	21.8
MSCI EM	993	-0.0	-0.8	-19.4	10.8
MSCI World	2,568	0.3	0.9	-20.5	16.6

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	118.05	0.7	1.5	49.1
Brent Crude (\$/bbl)	113.50	1.7	-1.1	43.1
Texas crude (\$/bbl)	108.43	0.0	2.5	40.8
Natural Gas (\$/mmbtu)	5.73	0.0	5.6	60.8
Gold (\$/oz)	1,816.54	0.3	0.5	0.1
Silver (\$/oz)	19.99	0.6	-1.4	-13.3
Steel (\$/ton)	930.00	0.0	0.0	-34.8
Iron Ore (CNY/MT)	852.50	0.0	-2.8	24.3
Wheat (\$/bu)	846.00	0.0	-4.3	9.1
Corn (\$/bu)	607.50	0.0	-2.0	11.3
Sugar (\$/lb)	18.07	0.0	-2.3	-0.8
SMP* (EUR/MT)	3,963.00	-0.3	0.2	17.8

\*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)	2.89	-0.1	-0.0	2.0
UAE (EIBOR)	2.00	0.2	0.1	1.6
Kuwait (KSE)	2.13	-0.1	-0.1	0.6
Bahrain (BHIBOR)	3.56	0.0	-0.0	2.0

Data Sources: Tadawul, Bloomberg, Reuters

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

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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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