



Major Economic News

- Domestic tourism spending in Saudi Arabia rose 87.0% Y/Y to SAR 80.9bn in FY21 from SAR 43.4bn in FY20. Inbound tourism spending dropped 27.0% Y/y to SAR 14.7bn from SAR 20.1bn in FY20, while outbound tourism spending surged 135.0% Y/Y to SAR 51.6bn. (Source: Argaam)
- Residential real estate finance to individuals dropped by 1.0% Y/Y to SAR 8.8bn in May 2022, while the financing dropped by SAR 409.0mn as compared to April 2022. (Source: Argaam)

Major Corporate News

- Saudi Aramco signed 55 agreements and MoUs announcing a major expansion of its industrial investment program 'Aramco Namaat'. (Source: Argaam)
- Alkhaleej Training and Education Co. signed a sale and purchase agreement for the acquisition of 60.0% of Al-Faisaliah National Schools Co. Ltd. for SAR 60.0mn, which represents 60.0% of the deal's total value. (Source: Argaam)
- Tanmiah Food Co. announced signing of the transaction whereby US company Tyson International Holding Company, a wholly owned subsidiary of Tyson Foods, Inc. has agreed to acquire an equity stake in each of Tanmiah's wholly owned subsidiaries for a consideration of USD 70.0mn. (Source: Argaam)
- Rabigh Refining and Petrochemical Co. announced result of its rump offering and final allocation that the coverage ratio hit 1,650%. Rump shares amounted to 23.1mn shares vs. 22.6mn disclosed earlier. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 0.1% to 11,344.6. The value traded stood at SAR 4.3bn (down 1.6% over previous day), while the advance-decline ratio stood at 127/70. The parallel market index increased 2.2% to 21,135.5 points. The value traded stood at SAR 18.2mn (down 37.8% over previous day). Most sectors in the main market ended in the green. Software & Services and Insurance (up 1.7% and 1.6%, respectively) advanced the most; Media and Materials (down 1.8% and 1.5%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q2-22	Q2-21	Y/Y %	Q1-22	Q/Q %
Advanced Petrochemical	110.0	265.0	-58.5	164.0	-32.9

Top Gainers

Company	Price	Change%
NGC	26.30	9.9
AMANA INSURANCE	11.90	8.0
SFICO	33.40	5.4
RED SEA	13.80	4.6
SAIC	34.05	4.0

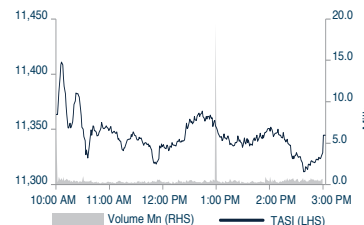
Top Losers

Company	Price	Change%
CHEMANOL	33.30	-7.4
SIIG	26.50	-5.2
ALUJAIN	52.60	-4.9
SIPCHEM	46.70	-4.6
ALHOKAIR	18.20	-2.9

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,345	11,413	11,311	-0.1	0.6
NomuC	21,135	21,148	20,657	2.2	-18.6

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	6,409	0.4	16.2	17.6
Materials	6,674	-1.5	-9.1	12.8
Capital Goods	5,790	-0.1	-23.3	20.0
Commercial Service	3,460	-0.2	-22.1	High
Transportation	4,501	0.3	-14.0	Neg
Consumer Durables	4,216	0.5	-33.6	Neg
Consumer Services	3,855	0.4	-16.9	High
Media	20,676	-1.8	-11.1	26.8
Retailing	7,847	-0.8	-20.3	27.5
Food & Staples	8,742	0.2	-4.2	27.3
Food & Beverages	4,829	-0.1	-0.1	48.4
Healthcare	8,495	1.1	16.1	41.7
Pharma & Bio Tech	3,410	0.0	-34.3	High
Banks	12,651	0.0	3.5	20.3
Diversified Financial	7,297	-0.8	6.9	8.3
Insurance	5,041	1.6	-15.8	High
Telecom	6,760	0.3	-7.1	18.5
Utilities	7,016	-0.1	18.2	13.9
REITs	4,093	0.3	-11.2	High
Real Estate	2,911	0.6	-8.2	High
Software & Services	29,300	1.7	2.3	29.9

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
11,484	11,466	11,719	4.19

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	12.6	403.9	876.6
Previous week	29.3	839.5	1,833.10

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	38.30	0.4
Al Rajhi	80.00	0.0
SNB	66.30	0.8
SABIC	98.80	-1.2
STC	97.70	0.5



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi decreased 1.1% and 0.4%, respectively. Kuwait and Qatar increased 0.5% and 0.4%, respectively; while Oman and Bahrain increased 0.1% each. Meanwhile, Egypt decreased 0.3%.
- US factory orders increased 1.6% M/M in May (consensus: a rise of 0.5% M/M) from 0.3% M/M increase in April. (Source: Econoday)
- US total vehicle sales came at annualized rate of 13.0mn in June (consensus: 13.5mn) up from 12.7mn annualized rate in May. (Source: Econoday)
- UK PMI composite index edged up to 53.7 in June from 53.1 in May. The services index rose to 54.3 in June from 53.4 in May. (Source: Econoday)
- Eurozone PMI composite index edged up to 52.0 in June from 51.9 in May. The services index rose to 53.0 in June versus 52.8 in May. (Source: Econoday)
- Japan's service sector PMI advanced to 54.0 in June from 52.6 in May, while the composite PMI rose to 53.0 in June from 52.3 in May. (Source: Econoday)
- Oil prices plunged 9.5%, as fears of global economic slowdown and lockdown in China weighed on the demand.
- Gold prices fell 2.4%, as sharp increase in US dollar and rising interest rates weakened demand for the non-yielding commodity.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	106.54	1.3	1.8	11.4
Euro	1.03	-1.5	-2.1	-9.7
Japanese Yen	135.85	0.2	0.1	18.0
Sterling Pound	1.19	-1.4	-1.9	-11.7
Chinese Yuan	6.71	0.3	0.3	5.6
Indian Rupee	79.37	0.5	0.5	6.8
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.67	0.1	0.1	-0.0
Kuwaiti Dinar	0.31	0.1	0.1	1.5
Omani Rial	0.39	-0.0	-0.0	-0.0
Bahraini Dinar	0.38	-0.0	-0.0	-0.0
Egyptian Pound	18.90	0.2	0.5	20.2

Corporate Calendar

Date	Company	Event
6 th Jul	Theeb	Cash Dividend Distribution
6 th Jul	LAZURDE	Cash Dividend Distribution
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)	3,122	-1.1	-3.1	-2.3	10.6
Abu Dhabi (ADX)	9,270	-0.4	-1.1	9.2	20.0
Kuwait (KSE)	5,688	0.5	0.1	-3.4	8.9
Qatar (QE)	12,263	0.4	0.6	5.5	14.5
Oman (MSM)	4,119	0.1	-0.1	-0.3	10.6
Bahrain (BSE)	1,877	0.1	2.0	4.4	7.2
Egypt (EGX30)	8,658	-0.3	-6.2	-27.5	4.8

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	30,968	-0.4	0.6	-14.8	16.8
Nasdaq	11,780	1.7	2.4	-27.8	24.3
S&P 500	3,831	0.2	1.2	-19.6	19.2
FTSE 100	7,025	-2.9	-2.0	-4.9	16.6
Germany DAX 30	12,401	-2.9	-3.0	-21.9	11.4
France CAC 40	5,795	-2.7	-2.2	-19.0	13.4
Japan Nikkei 225	26,423	1.0	0.1	-8.2	18.8
Russia MOEX	2,227	1.0	1.0	-41.2	3.7
Hong Kong Hang Seng	21,853	0.1	-0.0	-6.6	8.1
South Korea KOSPI	2,342	1.8	0.4	-21.4	10.0
China Shanghai Composite	3,404	-0.0	0.2	-6.5	13.8
Australia ASX 200	6,629	0.3	0.9	-11.0	15.3
India Sensex	53,134	-0.2	0.2	-8.8	21.8
MSCI EM	991	-0.1	-0.9	-19.5	10.8
MSCI World	2,554	-0.5	0.3	-21.0	16.6

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	120.51	2.1	3.6	52.2
Brent Crude (\$/bbl)	102.77	-9.5	-10.5	29.6
Texas crude (\$/bbl)	99.50	-8.2	-5.9	29.2
Natural Gas (\$/mmbtu)	5.52	-3.6	1.8	55.0
Gold (\$/oz)	1,764.76	-2.4	-2.4	-2.8
Silver (\$/oz)	19.21	-3.9	-5.2	-16.6
Steel (\$/ton)	921.00	-1.0	-1.0	-35.5
Iron Ore (CNY/MT)	852.50	0.0	-2.8	24.3
Wheat (\$/bu)	807.00	-4.6	-8.7	4.0
Corn (\$/bu)	578.50	-4.8	-6.7	6.0
Sugar (\$/lb)	17.80	-1.5	-3.8	-2.3
SMP* (EUR/MT)	3,945.00	-0.5	-0.2	17.2

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	2.32	2.3	2.3	0.2
Saudi Arabia (SAIBOR)	2.92	2.9	2.9	0.9
UAE (EIBOR)	2.16	2.0	1.9	0.4
Kuwait (KSE)	2.13	2.1	2.2	1.5
Bahrain (BHIBOR)	3.61	3.6	3.6	1.5

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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