



Major Economic News

- The US Embassy in Saudi Arabia will extend the visit visa validity (B1/B2) for Saudis to ten from five years starting August 01. The agreement aims to facilitate tourism and business activities between Saudi Arabia and US. (Source: Argaam)

Major Corporate News

- Petro Rabigh will distribute SAR 159.3mn as compensation to rights holders who did not exercise their rights to issue new shares. The company offered 795.0mn shares at SAR 10 each, to increase capital from SAR 8.8mn to SAR 16.7mn. (Source: Argaam)
- Arabian Pipes Co.'s board of directors recommended to increase capital through SAR 150.0mn rights issue. The aim of rights issue is to strengthen company's working capital and financial position, modernize factories in Riyadh and Jubail, reduce borrowing rate and expand products supporting pipes services. (Source: Argaam)
- Anaam International Holding Group a total of SAR 42.3mn was distributed to shareholders who did not exercise their rights to subscribe to new shares. (Source: Argaam)
- Raoom's Trading Co.'s shareholders will vote on 25.0% capital increase to SAR 62.5mn from SAR 50.0mn by issuing one bonus share for every four shares. (Source: Argaam)
- Wafrah for Industry and Development Co. announced that the rump offering was 330.7% oversubscribed. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 1.2% to 11,292.4. The value traded stood at SAR 3.6bn (down 14.9% over previous day), while the advance-decline ratio stood at 149/54. The parallel market index increased 0.2% to 20,611.3 points. The value traded stood at SAR 9.6mn (down 52.4% over previous day). Most sectors in the main market ended in the green. Energy and Software & Services (up 1.9% and 1.8%, respectively) advanced the most; Retailing and Food & Beverages (down 1.6% and 1.0%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

| Company | Q2-22 | Q2-21 | Y/Y % | Q1-22 | Q/Q % |
|----------|-------|-------|-------|-------|-------|
| Extra | 127.1 | 100.5 | 26.5 | 97.5 | 30.3 |
| Chemanol | 92.2 | 60.2 | 53.2 | 102.7 | -10.2 |

Top Gainers

| Company | Price | Change% |
|---------------|-------|---------|
| ANAAM HOLDING | 23.4 | 10.0 |
| SIECO | 36.4 | 9.8 |
| WAFRAH | 34.0 | 8.8 |
| ALBAHA | 15.8 | 5.9 |
| ARAB SEA | 65.5 | 5.7 |

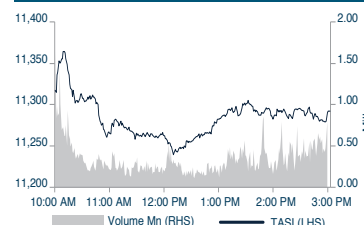
Top Losers

| Company | Price | Change% |
|---------------|-------|---------|
| AICC | 17.72 | -8.5 |
| FITAIHI GROUP | 32.35 | -6.8 |
| UCA | 26.00 | -5.1 |
| SAICO | 19.30 | -3.5 |
| NCLE | 59.50 | -3.4 |

Saudi Stock Exchange

| Index | Closing | High | Low | Daily Change% | YTD % |
|-------|---------|--------|--------|---------------|-------|
| TASI | 11,292 | 11,365 | 11,239 | 1.2 | 0.1 |
| NomuC | 20,611 | 20,785 | 20,578 | 0.2 | -20.7 |

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 | 6,193 | 1.9 | 12.3 | 17 |
| Materials | 6,296 | 0.9 | -14.3 | 12.2 |
| Capital Goods | 5,616 | 1.1 | -25.6 | 19.5 |
| Commercial Service | 3,363 | -0.5 | -24.3 | High |
| Transportation | 4,590 | 1.2 | -12.3 | Neg |
| Consumer Durables | 4,174 | -0.9 | -34.3 | Neg |
| Consumer Services | 3,738 | -0.3 | -19.4 | High |
| Media | 19,805 | 1.1 | -14.8 | 25.5 |
| Retailing | 7,361 | -1.6 | -25.3 | 25.8 |
| Food & Staples | 9,014 | 1.5 | -1.2 | 27.8 |
| Food & Beverages | 4,722 | -1.0 | -2.4 | 47.7 |
| Healthcare | 8,829 | 0.9 | 20.7 | 43 |
| Pharma & Bio Tech | 3,417 | -0.4 | -34.2 | High |
| Banks | 12,948 | 1.5 | 5.9 | 20.7 |
| Diversified Financial | 7,238 | 0.7 | 6.0 | 8.2 |
| Insurance | 5,007 | -0.3 | -16.4 | High |
| Telecom | 6,946 | 0.6 | -4.6 | 19 |
| Utilities | 7,044 | 0.5 | 18.7 | 13.9 |
| REITs | 4,084 | 0.2 | -11.4 | High |
| Real Estate | 2,900 | 1.3 | -8.6 | High |
| Software & Services | 30,351 | 1.8 | 5.9 | 31 |

Average Index Value

| Average days 5 | Average days 10 | Average days 20 | Average value traded for the month (bn) |
|----------------|-----------------|-----------------|---|
| 11,301 | 11,425 | 11,498 | 4.35 |

Market Statistics

| | Value Traded (SAR bn) | Volumes (mn shares) | No. of Trades ('000) |
|---------------|-----------------------|---------------------|----------------------|
| Current Week | 3.6 | 107.3 | 227.1 |
| Previous week | 9.3 | 256.6 | 590.7 |

Top Weighted Companies

| Company | Price | Change% |
|--------------|--------|---------|
| Saudi Aramco | 36.95 | 1.9 |
| Al Rajhi | 81.10 | 1.0 |
| SNB | 67.00 | 2.0 |
| SABIC | 96.00 | 1.5 |
| STC | 101.20 | 0.4 |



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi remained closed. Qatar, Kuwait, Egypt increased 0.9%, 0.5% and 0.1%, respectively; while Bahrain declined 0.3%. Meanwhile, Oman remained flat.
- US producer price index for final demand rose 1.1% M/M in June (consensus: 0.8% M/M) after increasing 0.9% M/M in May. On Y/Y basis, producer prices increased 11.3% in June (consensus: rose of 10.7% Y/Y). Producer prices rose as energy prices soared 10.0% M/M amid an 18.5% M/M surge in gasoline prices. (Source: RTT news)
- US import prices climbed by 10.7% Y/Y in June after increasing 11.7% Y/Y in May. Import prices inched up 0.2% M/M in June (consensus: a rise of 0.7% M/M) after rising 0.5% M/M in May, while export prices rose by 0.7% M/M in June after increasing 2.9% Y/Y in May. (Source: RTT news)
- China's GDP grew 0.4% Y/Y (consensus: a rise of 1.0% Y/Y). On Q/Q basis, GDP decreased 2.6% Y/Y in Q2-22 (consensus: a fall of 1.5% Y/Y). In H2-22, China's economy expanded 2.5% Y/Y, below the targeted 5.5% Y/Y. (Source: RTT news)
- China's industrial production increased to 3.9% in June (consensus: a rise of 4.1%) compared to 0.7% growth in May. Retail sales increased 3.1% Y/Y versus a fall of 6.7% in May. (Source: RTT news)

Forex / Currency

| Currency | Close | Daily Change% | MTD % | YTD % |
|----------------|--------|---------------|-------|-------|
| Dollar Index | 108.06 | 0.0 | 3.2 | 13.0 |
| Euro | 1.01 | 0.0 | -3.9 | -11.3 |
| Japanese Yen | 138.57 | 0.0 | 2.1 | 20.4 |
| Sterling Pound | 1.19 | 0.0 | -2.7 | -12.4 |
| Chinese Yuan | 6.76 | 0.0 | 1.0 | 6.4 |
| Indian Rupee | 79.88 | 0.0 | 1.1 | 7.5 |
| UAE Dirham | 3.67 | 0.0 | 0.0 | 0.0 |
| Qatari Rial | 3.68 | 0.0 | 0.3 | 0.2 |
| Kuwaiti Dinar | 0.31 | 0.0 | 0.4 | 1.8 |
| Omani Rial | 0.39 | 0.0 | 0.0 | 0.0 |
| Bahraini Dinar | 0.38 | 0.0 | -0.0 | -0.0 |
| Egyptian Pound | 18.88 | 0.0 | 0.4 | 20.1 |

Corporate Calendar

| Date | Company | Event |
|--|-------------|----------------------------|
| 17 th Jul- 21 st Jul | Naqi Water | IPO Book Building Process |
| 18 th Jul | ANB | Cash Dividend Distribution |
| 18 th Jul | TIBBIYAH | Cash Dividend Distribution |
| 19 th Jul | SADAFICO | Cash Dividend Distribution |
| 20 th Jul | ALUJAIN | Cash Dividend Distribution |
| 20 th Jul | SAUDI CABLE | EGM |

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

| Market | Close | Daily Change% | MTD % | YTD % | P/E |
|-----------------|--------|---------------|-------|-------|------|
| Dubai (DFM) | 3,160 | 0.0 | -2.0 | -1.1 | 10.7 |
| Abu Dhabi (ADX) | 9,250 | 0.0 | -1.3 | 9.0 | 20.0 |
| Kuwait (KSE) | 5,684 | 0.5 | 0.1 | -3.4 | 8.9 |
| Qatar (QE) | 11,979 | 0.9 | -1.7 | 3.0 | 14.1 |
| Oman (MSM) | 4,143 | 0.0 | 0.5 | 0.3 | 11.2 |
| Bahrain (BSE) | 1,844 | -0.3 | 0.2 | 2.6 | 7.1 |
| Egypt (EGX30) | 8,773 | 0.1 | -4.9 | -26.6 | 4.8 |

International Markets

| Index | Close | Daily Change% | MTD % | YTD % | P/E |
|--------------------------|--------|---------------|-------|-------|------|
| Dow Jones | 31,288 | 0.0 | 1.7 | -13.9 | 16.9 |
| Nasdaq | 11,984 | 0.0 | 4.2 | -26.6 | 25.2 |
| S&P 500 | 3,863 | 0.0 | 2.1 | -18.9 | 19.4 |
| FTSE 100 | 7,159 | 0.0 | -0.1 | -3.1 | 16.5 |
| Germany DAX 30 | 12,865 | 0.0 | 0.6 | -19.0 | 11.5 |
| France CAC 40 | 6,036 | 0.0 | 1.9 | -15.6 | 13.6 |
| Japan Nikkei 225 | 26,788 | 0.0 | 1.5 | -7.0 | 18.9 |
| Russia MOEX | 2,110 | 0.0 | -4.3 | -44.3 | 3.5 |
| Hong Kong Hang Seng | 20,298 | 0.0 | -7.1 | -13.2 | 7.7 |
| South Korea KOSPI | 2,331 | 0.0 | -0.1 | -21.7 | 10.2 |
| China Shanghai Composite | 3,228 | 0.0 | -5.0 | -11.3 | 13.3 |
| Australia ASX 200 | 6,606 | 0.0 | 0.6 | -11.3 | 15.3 |
| India Sensex | 53,761 | 0.0 | 1.4 | -7.7 | 21.8 |
| MSCI EM | 962 | 0.0 | -3.9 | -21.9 | 10.4 |
| MSCI World | 2,569 | 0.0 | 0.9 | -20.5 | 16.7 |

Commodity Markets

| Commodity | Price | Daily Change% | MTD % | YTD % |
|---------------------------|----------|---------------|-------|-------|
| Arab Light Crude (\$/bbl) | 107.63 | 0.0 | -7.4 | 35.9 |
| Brent Crude (\$/bbl) | 101.16 | 0.0 | -11.9 | 27.5 |
| Texas crude (\$/bbl) | 97.59 | 0.0 | -7.7 | 26.8 |
| Natural Gas (\$/mmbtu) | 7.02 | 0.0 | 29.4 | 96.9 |
| Gold (\$/oz) | 1,708.17 | 0.0 | -5.5 | -5.9 |
| Silver (\$/oz) | 18.71 | 0.0 | -7.7 | -18.8 |
| Steel (\$/ton) | 915.00 | 0.0 | -1.6 | -35.9 |
| Iron Ore (CNY/MT) | 726.00 | 0.0 | -17.3 | 5.8 |
| Wheat (\$/bu) | 776.75 | 0.0 | -12.1 | 0.1 |
| Corn (\$/bu) | 603.75 | 0.0 | -2.6 | 10.6 |
| Sugar (\$/lb) | 19.25 | 0.0 | 4.1 | 5.7 |
| SMP* (EUR/MT) | 3,871.00 | 0.0 | -2.1 | 15.0 |

*SMP: Skimmed Milk Powder

Interbank Rates

| Region | Rate* | Daily Change(bps) | MTD (bps) | YTD (bps) |
|-----------------------|-------|-------------------|-----------|-----------|
| USD LIBOR | 2.74 | -0.0 | 0.5 | 2.5 |
| Saudi Arabia (SAIBOR) | 2.82 | -0.0 | -0.1 | 1.9 |
| UAE (EIBOR) | 2.22 | -0.2 | 0.3 | 1.9 |
| Kuwait (KSE) | 2.19 | 0.1 | 0.0 | 0.7 |
| Bahrain (BHIBOR) | 3.75 | 0.0 | 0.2 | 2.2 |

Data Sources: Tadawul, Bloomberg, Reuters

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

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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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