



## Major Economic News

- Saudi Arabia's real GDP rose by 11.8% Y/Y in Q2-22, as compared to 9.9% in Q1-22. The economic growth was driven by 23.1% Y/Y rise in oil activities and 5.4% Y/Y increase in non-oil activities. (Source: Argaam)
- SAMA's assets grew by SAR 121.3bn M/M in June to SAR 2.0tn. As compared to June 2021, assets increased by SAR 150.8bn. Investments in foreign securities which represent 57.0% of total assets, declined 0.6% Y/Y to SAR 1.1tn in June. (Source: Argaam)

## Major Corporate News

- International Human Resources Co. announced IPO price range between SAR 31.0 per share and SAR 34.0 per share. The book building period for qualified investors will run from July 31 to Aug 2. (Source: Argaam)
- Wala Cooperative Insurance Co. and SABB Takaful Co. received SAMA's approval on their potential merger transaction. The completion of transaction is subject to receiving remaining approvals. (Source: Argaam)
- Theeb Rent a Car Co. announced the opening of a new branch on King Saud Road in Hail which marks its second branch in the city. (Source: Argaam)
- The National Shipping Company of Saudi Arabia announced the full redemption of sukuk worth SAR 3.9bn which was due on July 30, 2022. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange increased 0.4% to 12,199.1. The value traded stood at SAR 6.0bn (down 49.3% over previous day), while the advance-decline ratio stood at 173/30. The parallel market index increased 2.1% to 21,391.6 points. The value traded stood at SAR 54.9mn (down 24.0% over previous day). Most sectors in the main market ended in the green. Consumer Durables and Pharma & Biotech (up 2.3% each) advanced the most; Utilities and Banks (down 0.5% and 0.4%, respectively) led the laggards.

## Earnings update (Net Profit) (SAR mn)

Company	Q2-22	Q2-21	Y/Y %	Q1-22	Q/Q %
OASIS	4.0	16.3	-75.4	5.9	-32.2
BAHRI	128.0	38.9	229.0	64.9	97.3
ASLAK	16.2	14.1	14.9	26.0	-37.7
ALBAHA	-0.2	-0.6	NM	-4.1	NM

## Top Gainers

Company	Price	Change%
ALAKARIA	14.88	9.9
SARCO	102.80	9.8
DWF	215.40	7.2
SAIC	38.25	7.1
SHAKER	19.48	6.8

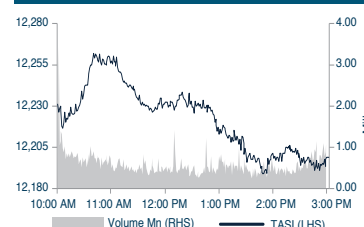
## Top Losers

Company	Price	Change%
FITNESS TIME	110.20	-1.6
CATERING	77.90	-1.4
RIBL	36.05	-1.2
ETIHAD ETISALAT	37.35	-1.2
ACWA POWER	173.00	-1.0

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,199	12,269	12,186	0.4	8.1
NomuC	21,392	21,392	20,906	2.1	-17.6

## TASI movement during session



## TASI Ratios

P/E* (x)	20.2
Price-to-Book (x)	2.5
Dividend Yield (%)	2.2
Return on Equity (%)	24.7

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	6,675	0.3	21.0	18.3
Materials	7,050	1.9	-4.0	13.5
Capital Goods	5,973	1.4	-20.8	20.4
Commercial Service	3,774	-0.1	-15.1	High
Transportation	4,865	0.5	-7.0	Neg
Consumer Durables	4,575	2.3	-27.9	Neg
Consumer Services	4,134	1.2	-10.9	High
Media	22,656	0.0	-2.6	29
Retailing	8,251	1.4	-16.2	28.9
Food & Staples	9,556	1.0	4.8	29.5
Food & Beverages	4,891	0.7	1.2	49.4
Healthcare	9,506	1.8	30.0	46.3
Pharma & Bio Tech	3,753	2.3	-27.7	High
Banks	13,907	-0.4	13.8	22.1
Diversified Financial	8,168	2.3	19.6	8.8
Insurance	5,156	1.2	-13.9	High
Telecom	7,010	0.0	-3.7	19.1
Utilities	7,914	-0.5	33.4	15.4
REITs	4,128	0.1	-10.5	High
Real Estate	3,119	1.6	-1.7	High
Software & Services	33,548	0.2	17.1	34.2

## Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
12,049	11,939	11,682	5.63

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	6	177.8	338
Previous week	32.6	936.4	1,579.80

## Top Weighted Companies

Company	Price	Change%
Saudi Aramco	39.75	0.1
Al Rajhi	88.90	-0.8
SNB	69.70	-0.6
SABIC	100.80	1.8
STC	100.80	0.4



## Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi remained closed. Qatar and Egypt increased 1.9% and 1.0%, respectively, while Oman, Bahrain and Kuwait remained closed.
- US consumer sentiment index came in at 51.5 in July from a record low of 50.0 in June. The modest rebound by the index came as the current economic conditions index rose to 58.1 in July from 53.8 in June, while index of consumer expectations trimmed lower to 47.3 in July from 47.5 in June. (Source: RTT news)
- US personal income increased by 0.6% Y/Y in June (consensus: rise by 0.5% Y/Y) versus the upwardly revised 0.6% in May. Personal spending jumped by 1.1% Y/Y in June (consensus: increase by 0.9%) as compared to an increase of 0.3% Y/Y in May. (Source: RTT news)
- Eurozone consumer price inflation increased to 8.9% in July (consensus: 8.6%) from 8.6% in June. The core inflation rose to 5.0% in July (consensus: 4.7%) from 4.6% in June. (Source: RTT news)
- Eurozone GDP eased to 4.0% Y/Y in Q2-22 (consensus: 3.4% Y/Y) versus 5.4% in Q1-22. On quarterly basis, GDP grew 0.7% (consensus: 0.2%) as compared to 0.5% growth in Q1-22. (Source: RTT news)

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	105.90	0.0	0.0	10.7
Euro	1.02	0.0	0.0	-10.1
Japanese Yen	133.27	0.0	0.0	15.8
Sterling Pound	1.22	0.0	0.0	-10.1
Chinese Yuan	6.75	0.0	0.0	6.2
Indian Rupee	79.26	0.0	0.0	6.6
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.68	0.0	0.0	0.2
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	18.92	0.0	0.0	20.4

## Corporate Calendar

Date	Company	Event
01 <sup>st</sup> Aug	SABIC AGRI-NUTRIENTS	Cash Dividend Distribution
01 <sup>st</sup> Aug	AZM	EGM
04 <sup>th</sup> Aug	BSFR	Cash Dividend Distribution
04 <sup>th</sup> Aug	MULKIA REIT	Cash Dividend Distribution
07 <sup>th</sup> Aug	Raoom Trading	EGM
09 <sup>th</sup> Aug	AMAK	Cash Dividend Distribution

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,338	0.0	3.6	4.4	10.8
Abu Dhabi (ADX)	9,663	0.0	3.1	13.8	20.1
Kuwait (KSE)	5,875	0.0	3.4	-0.2	9.2
Qatar (QE)	13,370	1.9	9.7	15.0	15.1
Oman (MSM)	4,532	0.0	9.9	9.7	12.2
Bahrain (BSE)	1,906	0.0	3.6	6.0	7.1
Egypt (EGX30)	9,467	1.0	2.6	-20.8	5.1

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	32,845	0.0	0.0	-9.6	18.2
Nasdaq	12,948	0.0	0.0	-20.7	27.6
S&P 500	4,130	0.0	0.0	-13.3	20.4
FTSE 100	7,423	0.0	0.0	0.5	14.0
Germany DAX 30	13,484	0.0	0.0	-15.1	12.4
France CAC 40	6,449	0.0	0.0	-9.8	13.1
Japan Nikkei 225	27,802	0.0	0.0	-3.4	19.3
Russia MOEX	2,214	0.0	0.0	-41.5	3.8
Hong Kong Hang Seng	20,157	0.0	0.0	-13.9	7.4
South Korea KOSPI	2,452	0.0	0.0	-17.7	10.0
China Shanghai Composite	3,253	0.0	0.0	-10.6	13.3
Australia ASX 200	6,945	0.0	0.0	-6.7	16.1
India Sensex	57,570	0.0	0.0	-1.2	22.5
MSCI EM	994	0.0	0.0	-19.3	11.0
MSCI World	2,746	0.0	0.0	-15.0	17.6

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	111.88	0.0	0.0	41.3
Brent Crude (\$/bbl)	110.01	0.0	0.0	38.7
Texas crude (\$/bbl)	98.62	0.0	0.0	28.1
Natural Gas (\$/mmbtu)	8.23	0.0	0.0	130.9
Gold (\$/oz)	1,765.94	0.0	0.0	-2.7
Silver (\$/oz)	20.36	0.0	0.0	-11.6
Steel (\$/ton)	855.00	0.0	0.0	-40.1
Iron Ore (CNY/MT)	832.50	0.0	0.0	21.4
Wheat (\$/bu)	807.75	0.0	0.0	4.1
Corn (\$/bu)	620.00	0.0	0.0	13.6
Sugar (\$/lb)	17.54	0.0	0.0	-3.7
SMP* (EUR/MT)	3,700.00	0.0	0.0	10.0

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	2.79	0.0	0.0	2.6
Saudi Arabia (SAIBOR)	3.09	-0.0	0.0	2.2
UAE (EIBOR)	2.71	0.1	0.0	2.3
Kuwait (KSE)	2.31	0.3	0.0	0.8
Bahrain (BHIBOR)	4.09	0.1	0.0	2.6

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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