



Major Economic News

- Saudi bank's loans extended to public and private sectors grew 14.0% Y/Y till end of June 2022 to SAR 2.3tn, compared to SAR 2.0tn in June 2021. Private sector lending rose by 14.0% Y/Y to SAR 2.2tn till end of June 2022, while loans to public non-financial institutions increased 16.0% Y/Y to SAR 102.1bn. (Source: Argaam)
- SAMA announced the licensing of two financial payment technology companies, Enjaz Payments Services Co. to provide electronic wallet service and Marta Financial Co. to provide payment services through points of sales. (Source: Argaam)
- The Ministry of Investment announced signing 49 deals worth SAR 925.0mn which are set to create 2,000 new jobs in local economy. The deals were closed in real estate, tourism, and entrepreneurship sectors. (Source: Argaam)

Major Corporate News

- Bank Albilad announced incorporation of its 100.0% owned subsidiary, Enjaz Payment Services Co. with capital of SAR 200.0mn. (Source: Argaam)
- The GAC announced no-objection certificate for economic concentration of Dallah Healthcare Services Co. and International Medical Services Co (IMC). Dallah will acquire entire stake of 18.98% held by Kun Investment Holding Co. in IMC. (Source: Argaam)
- Naba Alsaha Medical Services Co. seeks to expand by opening an integrated hospital in Riyadh with 180 bed capacity. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 0.6% to 12,216.8 on Sunday. The value traded stood at SAR 5.8bn (down 13.3% over previous day), while the advance-decline ratio stood at 83/115. The parallel market index decreased 0.3% to 21,776.1 points. The value traded stood at SAR 32.2mn (down 23.2% over previous day). Most sectors in the main market ended in the red. Media and Capital Goods (up 0.9% and 0.5%, respectively) advanced the most; Pharma & Bio Tech and Software & Services (down 2.0% and 1.9%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q2-22	Q2-21	Y/Y %	Q1-22	Q/Q %
MEPCO	99.2	43.1	130.2	93.0	6.6
Saudi German Health	10.4	9.1	14.1	20.5	-49.1

Top Gainers

Company	Price	Change%
RED SEA	32.10	9.0
SABIC AGRI-NUTRIENTS	150.80	7.9
ATHEEB TELECOM	47.90	6.2
ALHOKAIR	19.30	6.0
ARAB SEA	96.00	5.4

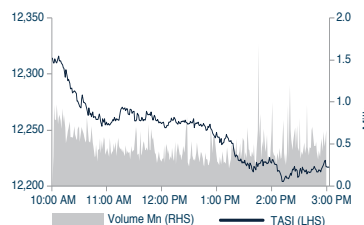
Top Losers

Company	Price	Change%
FITNESS TIME	96.50	-10.0
ZOUJAJ	35.60	-3.5
ALHAMMADI	41.40	-3.2
ALMUNAJEM	68.80	-3.0
ELM	284.80	-2.9

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,217	12,316	12,201	-0.6	8.3
NomuC	21,776	21,865	21,604	-0.3	-16.2

TASI movement during session



TASI Ratios

P/E* (x)	20
Price-to-Book (x)	2.5
Dividend Yield (%)	2.2
Return on Equity (%)	24.9

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	6,601	-1.0	19.7	18
Materials	7,188	0.5	-2.1	13.8
Capital Goods	6,272	0.5	-16.9	21.3
Commercial Service	3,841	-0.1	-13.6	High
Transportation	4,973	0.4	-5.0	Neg
Consumer Durables	4,911	-0.3	-22.7	Neg
Consumer Services	4,158	-1.2	-10.4	High
Media	22,562	0.9	-3.0	29.1
Retailing	8,516	-0.8	-13.5	29.9
Food & Staples	9,805	-0.2	7.5	30
Food & Beverages	4,961	0.1	2.6	High
Healthcare	9,590	-1.1	31.1	47.1
Pharma & Bio Tech	3,799	-2.0	-26.8	High
Banks	13,791	-1.0	12.8	22
Diversified Financial	8,089	-0.5	18.5	8.7
Insurance	5,265	-0.6	-12.1	High
Telecom	7,127	-0.6	-2.1	19.3
Utilities	7,936	-1.0	33.8	15.6
REITs	4,250	0.3	-7.8	High
Real Estate	3,124	0.2	-1.5	High
Software & Services	32,919	-1.9	14.9	33.1

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
12,290	12,169	11,867	7.15

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	5.8	147.5	351.3
Previous week	35.9	980.9	2,022.00

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	39.25	-1.1
Al Rajhi	86.20	-1.5
SNB	71.50	0.0
SABIC	100.40	0.4
STC	101.80	-0.8



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi remained closed. Egypt and Kuwait rose 0.8% and 0.1%, respectively, while Oman declined 0.3%. Meanwhile, Qatar and Bahrain remained flat.
- US trade deficit narrowed to USD 79.6bn (consensus: USD 81.9bn) in June from a deficit of USD 84.9bn in May. Exports surged by 1.7% Y/Y to USD 260.8bn in June after soaring 1.5% Y/Y to USD 256.5bn in May, while imports edged lower by 0.3% Y/Y to USD 340.4bn in June after dropping 0.6% Y/Y to USD 341.4bn in May. (Source: Econoday, RTT news)
- US non-farm payroll employment surged by 528,000 M/M (consensus: increase by 250,000 M/M) in July after surging by an upwardly revised 398,000 M/M in June. Consequently, the unemployment rate edged down to 3.5% in July (consensus: 3.6%) from 3.6% in June (Source: Econoday, RTT news)
- Bank of England (BoE) raised the Bank Rate by 50bp to 1.75%, in line with market expectations. The BoE forecasts inflation to peak at over 13.0% Y/Y in Q4-22, largely due to high energy prices. (Source: Econoday, RTT news).
- UK house price inflation eased slightly as the index climbed 11.8% Y/Y in July, versus 12.5% Y/Y rise in June. (Source: RTT news).

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	106.6	0.0	0.7	11.4
Euro	1.0	0.0	-0.4	-10.4
Japanese Yen	135.0	0.0	1.3	17.3
Sterling Pound	1.2	0.0	-0.8	-10.8
Chinese Yuan	6.8	0.0	0.2	6.4
Indian Rupee	79.2	0.0	-0.0	6.6
UAE Dirham	3.7	0.0	0.0	0.0
Qatari Rial	3.7	0.0	-0.1	0.1
Kuwaiti Dinar	0.3	0.0	0.0	1.4
Omani Rial	0.4	0.0	-0.0	-0.0
Bahraini Dinar	0.4	0.0	0.0	0.0
Egyptian Pound	19.1	0.0	1.1	21.7

Corporate Calendar

Date	Company	Event
09 th Aug	AMAK	Cash Dividend Distribution
11 th Aug	RIBL	Cash Dividend Distribution
11 th Aug	DERAYAH REIT	Cash Dividend Distribution
14 th Aug	SAIB	Cash Dividend Distribution
14 th Aug	Alinma	Cash Dividend Distribution
14 th Aug	Saudi Ceramics	Cash Dividend Distribution

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,317	0.0	-0.6	3.8	10.7
Abu Dhabi (ADX)	9,916	0.0	2.6	16.8	20.8
Kuwait (KSE)	5,879	0.1	0.1	-0.1	9.2
Qatar (QE)	13,380	0.0	0.1	15.1	15.4
Oman (MSM)	4,654	-0.3	2.7	12.7	12.6
Bahrain (BSE)	1,900	0.0	-0.3	5.7	7.1
Egypt (EGX30)	10,124	0.8	6.9	-15.3	5.5

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	32,803	0.0	-0.1	-9.7	18.1
Nasdaq	13,208	0.0	2.0	-19.1	27.1
S&P 500	4,145	0.0	0.4	-13.0	20.2
FTSE 100	7,440	0.0	0.2	0.7	12.7
Germany DAX 30	13,574	0.0	0.7	-14.5	12.4
France CAC 40	6,472	0.0	0.4	-9.5	13.4
Japan Nikkei 225	28,176	0.0	1.3	-2.1	19.2
Russia MOEX	2,054	0.0	-7.2	-45.8	3.3
Hong Kong Hang Seng	20,202	0.0	0.2	-13.7	7.5
South Korea KOSPI	2,491	0.0	1.6	-16.4	10.3
China Shanghai Composite	3,227	0.0	-0.8	-11.3	13.2
Australia ASX 200	7,016	0.0	1.0	-5.8	16.2
India Sensex	58,388	0.0	1.4	0.2	22.6
MSCI EM	1,003	0.0	0.9	-18.6	11.1
MSCI World	2,752	0.0	0.2	-14.8	17.4

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	104.1	0.0	-7.0	31.4
Brent Crude (\$/bbl)	94.9	0.0	-13.7	19.7
Texas crude (\$/bbl)	89.0	0.0	-9.7	15.6
Natural Gas (\$/mmbtu)	8.1	0.0	-2.0	126.3
Gold (\$/oz)	1,775.5	0.0	0.5	-2.2
Silver (\$/oz)	19.9	0.0	-2.3	-13.7
Steel (\$/ton)	818.0	0.0	-4.3	-42.7
Iron Ore (CNY/MT)	789.0	0.0	-5.2	15.0
Wheat (\$/bu)	775.8	0.0	-4.0	0.0
Corn (\$/bu)	610.0	0.0	-1.6	11.8
Sugar (\$/lb)	17.9	0.0	2.3	-1.5
SMP* (EUR/MT)	3,700.0	0.0	0.0	10.0

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	2.87	0.0	0.1	2.7
Saudi Arabia (SAIBOR)	3.02	-0.0	-0.1	2.1
UAE (EIBOR)	2.79	0.0	0.1	2.4
Kuwait (KSE)	2.38	0.0	0.1	0.9
Bahrain (BHIBOR)	4.14	0.0	0.0	2.6

Data Sources: Tadawul, Bloomberg, Reuters

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

2022 v Updated as of August



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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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