



## Major Economic News

- Total sales of 17 cement producers increased 7.0% Y/Y to 3.9mn tons in July 2022 from 3.6mn ton in July 2021. Nine cement producers reported higher sales, wherein Yamama cement led with 79.0% Y/Y rise followed by Hail Cement Co. with 22.0% Y/Y increase. (Source: Argam)
- Saudi Arabia's Ministry of Investment issued 4,455 new investment licenses to foreign companies in Q2-22, witnessing a rise of 673.0% from 576 licenses in Q2-21. (Source: Argam)

## Major Corporate News

- BinDawood Holding completed acquisition of 80.5% stake in Ykone through Future Technology Retail's French subsidiary. The financial impact will be reflected in BinDawood Holding's FY22 financial results. (Source: Argam)
- East Pipes Integrated Co.'s board of directors recommended to increase the company's capital by 50.0%, through distributing 0.5 bonus share for every one share held. (Source: Argam)
- Saudi Azm for Communication and Information Technology Co. signed a contract worth SAR 8.1mn with the General Commission for the Guardianship of Trust Funds for Minors and Their Counterparts. (Source: Argam)

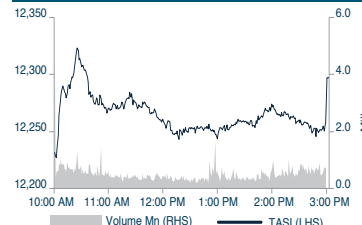
## Market Analysis

- The Saudi Stock Exchange increased 0.7% to 12,297.3. The value traded stood at SAR 6.3bn (up 8.0% over previous day), while the advance-decline ratio stood at 101/101. The parallel market index increased 1.4% to 22,072.5 points. The value traded stood at SAR 42.8mn (up 33.0% over previous day). Most sectors in the main market ended in the green. Commercial Services and Retailing (up 2.1% and 1.9%, respectively) advanced the most; Consumer Services and Real Estate (down 1.8% and 0.8%, respectively) led the laggards.

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,297	12,325	12,227	0.7	9.0
NomuC	22,073	22,073	21,742	1.4	-15.0

## TASI movement during session



## TASI Ratios

P/E* (x)	20.2
Price-to-Book (x)	2.5
Dividend Yield (%)	2.2
Return on Equity (%)	24.9

\*Source: Argam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	6,609	0.1	19.8	18.1
Materials	7,237	0.7	-1.5	13.9
Capital Goods	6,362	1.4	-15.7	21.6
Commercial Service	3,923	2.1	-11.7	High
Transportation	4,966	-0.1	-5.1	neg
Consumer Durables	4,978	1.4	-21.6	neg
Consumer Services	4,082	-1.8	-12.0	High
Media	22,756	0.9	-2.1	29.3
Retailing	8,675	1.9	-11.9	30.4
Food & Staples	9,840	0.3	7.9	30.1
Food & Beverages	4,993	0.6	3.3	High
Healthcare	9,572	-0.2	30.9	47
Pharma & Bio Tech	3,786	-0.3	-27.1	High
Banks	13,943	1.1	14.1	22.3
Diversified Financial	8,106	0.2	18.7	8.7
Insurance	5,247	-0.4	-12.4	High
Telecom	7,139	0.2	-1.9	19.4
Utilities	7,996	0.7	34.8	15.7
REITs	4,255	0.1	-7.7	High
Real Estate	3,100	-0.8	-2.2	High
Software & Services	33,123	0.6	15.6	33.4

## Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
12,282	12,212	11,915	7.01

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	12.2	304.1	717.2
Previous week	35.9	980.9	2,022.00

## Top Weighted Companies

Company	Price	Change%
Saudi Aramco	39.30	0.1
Al Rajhi	86.00	-0.2
SNB	72.80	1.8
SABIC	101.20	0.8
STC	101.80	0.0

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

Company	Q2-22	Q2-21	Y/Y %	Q1-22	Q/Q %
RETAL	30.0	45.4	-33.9	63.4	-52.7
EXTRA	127.1	100.5	26.5	97.5	30.4
NAHDI	268.5	226.8	18.4	237.5	13.1
CATERING	43.5	-17.4	NM	35.3	23.2
ACC	45.0	33.5	34.3	41.9	7.4
BAWAN	44.6	43.1	3.3	50.3	-11.5
City Cement	24.8	49.7	-50.0	17.2	44.8
SABIC	7,930.0	7,640.0	3.8	6,470.0	22.6

## Top Gainers

Company	Price	Change%
SIECO	47.40	10.0
NASEEJ	43.30	8.1
TAPRCO	115.00	6.3
ANAAM HOLDING	28.05	4.7
ARAB SEA	100.20	4.4

## Top Losers

Company	Price	Change%
FITNESS TIME	90.60	-6.1
SAUDI GERMAN HEALT	33.60	-4.3
UCA	10.16	-4.0
ASLAK	31.10	-3.7
AMANA INSURANCE	12.20	-2.7



## Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi increased 0.9% and 1.9%, respectively. Qatar, Oman, and Kuwait increased 1.4%, 0.2% and 0.1%, respectively, while Egypt declined 0.8%. Meanwhile, Bahrain remained closed.
- Eurozone investor confidence index rose to -25.2 (consensus: -24.7) in August versus -26.4 in July. The current situation index for euro area improved slightly to -16.3 in August from -16.5 in July, while the expectations index advanced from -33.8 in August to -35.8 in July. (Source: RTT news)
- Japan posted current account deficit of JPY 132.4bn in June (consensus: shortfall of JPY 703.8bn) versus the JPY 128.4bn surplus reported in May. Imports increased 49.2% Y/Y to JPY 9.7tn while exports enhanced 20.4% Y/Y to JPY 8.6tn with a trade deficit of JPY 1.1tn. (Source: RTT news)
- Japan overall bank lending increased 1.8% Y/Y in July to JPY 588.2tn versus 1.2% Y/Y increase reported in June. (Source: RTT news)
- Oil prices rose 1.8%, as positive economic data from US and China increased hopes for demand despite the prevailing recession fears.
- Gold prices rose 0.8%, as lower US dollar and US Treasury yields improved the safe haven's appeal.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	106.4	-0.2	0.5	11.3
Euro	1.0	0.1	-0.2	-10.3
Japanese Yen	135.0	-0.0	1.3	17.3
Sterling Pound	1.2	0.1	-0.7	-10.7
Chinese Yuan	6.8	-0.1	0.2	6.4
Indian Rupee	79.7	0.5	0.5	7.2
UAE Dirham	3.7	0.0	0.0	0.0
Qatari Rial	3.7	0.1	-0.0	0.2
Kuwaiti Dinar	0.3	0.1	0.1	1.4
Omani Rial	0.4	-0.0	-0.0	-0.0
Bahraini Dinar	0.4	-0.0	0.0	-0.0
Egyptian Pound	19.2	0.1	1.2	21.9

## Corporate Calendar

Date	Company	Event
09 <sup>th</sup> Aug	AMAK	Cash Dividend Distribution
11 <sup>th</sup> Aug	RIBL	Cash Dividend Distribution
11 <sup>th</sup> Aug	DERAYAH REIT	Cash Dividend Distribution
14 <sup>th</sup> Aug	SAIB	Cash Dividend Distribution
14 <sup>th</sup> Aug	Alinma	Cash Dividend Distribution
14 <sup>th</sup> 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)	3,349	0.9	0.3	4.8	10.8
Abu Dhabi (ADX)	10,103	1.9	4.6	19.0	21.1
Kuwait (KSE)	5,884	0.1	0.1	0.0	9.2
Qatar (QE)	13,563	1.4	1.4	16.7	15.4
Oman (MSM)	4,661	0.2	2.9	12.9	12.6
Bahrain (BSE)	1,900	0.0	-0.3	5.7	7.1
Egypt (EGX30)	10,048	-0.8	6.1	-15.9	5.5

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	32,833	0.1	-0.0	-9.6	18.1
Nasdaq	13,159	-0.4	1.6	-19.4	27.0
S&P 500	4,140	-0.1	0.2	-13.1	20.2
FTSE 100	7,482	0.6	0.8	1.3	12.8
Germany DAX 30	13,688	0.8	1.5	-13.8	12.4
France CAC 40	6,524	0.8	1.2	-8.8	13.5
Japan Nikkei 225	28,249	0.3	1.6	-1.9	28.6
Russia MOEX	2,088	1.7	-5.7	-44.9	3.4
Hong Kong Hang Seng	20,046	-0.8	-0.5	-14.3	7.6
South Korea KOSPI	2,493	0.1	1.7	-16.3	10.4
China Shanghai Composite	3,237	0.3	-0.5	-11.1	13.3
Australia ASX 200	7,021	0.1	1.1	-5.7	16.3
India Sensex	58,853	0.8	2.2	1.0	22.7
MSCI EM	1,002	-0.1	0.8	-18.7	11.1
MSCI World	2,759	0.2	0.4	-14.6	17.6

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	105.0	0.9	-6.1	32.6
Brent Crude (\$/bbl)	96.7	1.8	-12.1	21.8
Texas crude (\$/bbl)	90.8	2.0	-8.0	17.9
Natural Gas (\$/mmbtu)	7.6	-5.9	-7.8	112.9
Gold (\$/oz)	1,789.0	0.8	1.3	-1.4
Silver (\$/oz)	20.7	3.9	1.5	-10.3
Steel (\$/ton)	818.0	0.0	-4.3	-42.7
Iron Ore (CNY/MT)	789.0	0.0	-5.2	15.0
Wheat (\$/bu)	779.8	0.5	-3.5	0.5
Corn (\$/bu)	607.3	-0.5	-2.1	11.3
Sugar (\$/lb)	18.0	0.1	2.4	-1.4
SMP* (EUR/MT)	3,600.0	-2.7	-2.7	7.0

\*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)	3.00	-0.0	-0.1	2.1
UAE (EIBOR)	2.58	-0.2	-0.1	2.2
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

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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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