



Major Economic News

- Saudi Ministries of Energy and Finance finalized all the legal procedures with regards to buying Saudi Electricity Co.'s 100.0% stake in Saudi Power Procurement Co. (Source: Argaam)
- The Saudi Egyptian Investment Co., which is a unit of the Public Investment Fund, agreed to purchase a 25.0% stake in Mistr Fertilizer Production Co., at an additional price premium of 25.0% over the market price. (Source: Argaam)

Major Corporate News

- Abdullah Al-Othaim Markets Co.'s board of directors agreed to sell the company's land located at Al-Madinah Al-Munawarh for SAR 211.3mn. The company expects a capital gain of SAR 107.9mn. The completion of the deal is subject to shareholders' approval. (Source: Argaam)
- United Electronics Co.'s board of directors recommended to increase capital by 33.3% to SAR 800.0mn from SAR 600.0mn. The increase of SAR 200.0mn will be financed through retained earnings and statutory reserve. (Source: Argaam)
- Bupa Arabia for Cooperative Insurance obtained the final consent from SAMA to sell its new insurance product 'Bupa Policy Benefit Upgrade' in Saudi Arabia. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange increased 0.3% to 12,330.0. The value traded stood at SAR 7.5bn (up 18.9% over previous day), while the advance-decline ratio stood at 110/83. The parallel market index increased 0.6% to 22,199.0 points. The value traded stood at SAR 24.6mn (down 42.4% over previous day). Most sectors in the main market ended in the green. Consumer Durables and Software & Services (up 2.4% and 1.7%, respectively) advanced the most; Media and Commercial Services (down 1.9% and 1.5%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q2-22	Q2-21	Y/Y %	Q1-22	Q/Q %
GASCO	31.8	36.5	-12.9	73.0	-56.4
WALAA	4.7	10.5	-55.6	-32.3	NM
Theeb	43.1	25.0	72.5	42.6	1.1
BAAZEEM	4.6	4.9	-7.2	8.9	-48.8
SPCC	61.0	87.0	-29.9	89.0	-31.5
AMAK	40.4	58.4	-30.8	41.8	-3.4
AIJOUF	6.8	3.4	98.2	15.2	-55.2

Top Gainers

Company	Price	Change%
NASEEJ	47.60	9.9
MAADANIYAH	23.30	8.5
ZAMIL INDUST	21.88	7.2
FARM SUPERSTORES	24.50	6.2
AIAMAR	122.00	6.1

Top Losers

Company	Price	Change%
RETAL	122.80	-4.8
TAPRCO	111.00	-3.5
CATERING	77.60	-3.2
THEEB	65.90	-2.5
ALDREES	72.20	-2.4

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,330	12,344	12,277	0.3	9.3
NomuC	22,199	22,670	22,047	0.6	-14.5

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: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	6,691	1.2	21.3	18.3
Materials	7,321	1.2	-0.3	14.1
Capital Goods	6,424	1.0	-14.9	21.7
Commercial Service	3,863	-1.5	-13.1	High
Transportation	4,920	-0.9	-6.0	Neg
Consumer Durables	5,095	2.4	-19.8	Neg
Consumer Services	4,103	0.5	-11.6	High
Media	22,327	-1.9	-4.0	28.8
Retailing	8,695	0.2	-11.7	30.4
Food & Staples	9,832	-0.1	7.8	30.1
Food & Beverages	4,965	-0.6	2.7	High
Healthcare	9,570	0.0	30.8	46.8
Pharma & Bio Tech	3,799	0.3	-26.8	High
Banks	13,908	-0.3	13.8	22.3
Diversified Financial	8,150	0.6	19.3	8.7
Insurance	5,230	-0.3	-12.7	High
Telecom	7,159	0.3	-1.6	19.4
Utilities	7,986	-0.1	34.6	15.7
REITs	4,254	0.0	-7.7	High
Real Estate	3,101	0.0	-2.2	High
Software & Services	33,676	1.7	17.5	33.8

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
12,286	12,248	11,961	7.08

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	19.7	472.1	1,132.60
Previous week	35.9	980.9	2,022.00

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	39.80	1.3
Al Rajhi	85.90	-0.1
SNB	73.50	1.0
SABIC	102.80	1.6
STC	102.20	0.4



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi increased 1.1% and 0.2%, respectively. Kuwait increased 0.2%, while Egypt, Qatar and Oman declined 0.8%, 0.3% and 0.2%, respectively. Meanwhile, Bahrain remained closed.
- US labor productivity tumbled by 4.6% in Q2-22 (consensus: fall of 4.5%) after plunging by a revised 7.4% in Q1-22. Meanwhile, labor costs soared by 10.8% in Q2-22 (consensus: rise of 9.3%) after surging by a revised 12.7% in Q1-22. (Source: Econoday)
- China's consumer prices increased 2.7% Y/Y in July (consensus: rise of 2.7% Y/Y) compared to rise of 2.5% Y/Y in June. (Source: Econoday)
- Japan's producer prices soared 8.6% Y/Y in July (consensus: 8.5%) as compared to an upwardly revised increase of 9.4% Y/Y in June. (Source: Econoday)
- Oil prices fell 0.4% due to concerns that slowing economy could hamper demand, partly compensated by oil exports blockade on Russian-Europe Druzhba pipeline.
- Gold prices rose 0.3%, supported by a weaker dollar while investors await US inflation data that is expected to influence the path of US Federal Reserve rate hikes.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	106.4	-0.1	0.4	11.2
Euro	1.0	0.2	-0.1	-10.2
Japanese Yen	135.1	0.1	1.3	17.4
Sterling Pound	1.2	0.0	-0.7	-10.7
Chinese Yuan	6.8	-0.1	0.1	6.3
Indian Rupee	79.7	0.0	0.5	7.2
UAE Dirham	3.7	0.0	0.0	0.0
Qatari Rial	3.7	0.0	0.0	0.2
Kuwaiti Dinar	0.3	0.0	0.1	1.5
Omani Rial	0.4	0.0	0.0	0.0
Bahraini Dinar	0.4	0.0	0.0	0.0
Egyptian Pound	19.2	0.0	1.2	21.9

Corporate Calendar

Date	Company	Event
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	Saudi Ceramics	Cash Dividend Distribution
14 th Aug	Alinma	Cash Dividend Distribution
14 th Aug	Almunajem Foods	Cash Dividend Distribution

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,385	1.1	1.4	5.9	11.0
Abu Dhabi (ADX)	10,126	0.2	4.8	19.3	20.8
Kuwait (KSE)	5,893	0.2	0.3	0.1	9.2
Qatar (QE)	13,519	-0.3	1.1	16.3	15.6
Oman (MSM)	4,650	-0.2	2.6	12.6	12.6
Bahrain (BSE)	1,900	0.0	-0.3	5.7	7.1
Egypt (EGX30)	9,969	-0.8	5.3	-16.6	5.5

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	32,774	-0.2	-0.2	-9.8	18.1
Nasdaq	13,008	-1.1	0.5	-20.3	26.7
S&P 500	4,122	-0.4	-0.2	-13.5	20.1
FTSE 100	7,488	0.1	0.9	1.4	12.8
Germany DAX 30	13,535	-1.1	0.4	-14.8	12.5
France CAC 40	6,490	-0.5	0.6	-9.3	13.5
Japan Nikkei 225	28,000	-0.9	0.7	-2.7	28.2
Russia MOEX	2,137	2.3	-3.5	-43.6	3.4
Hong Kong Hang Seng	20,003	-0.2	-0.8	-14.5	7.4
South Korea KOSPI	2,503	0.4	2.1	-15.9	10.4
China Shanghai Composite	3,247	0.3	-0.2	-10.8	13.2
Australia ASX 200	7,030	0.1	1.2	-5.6	15.7
India Sensex	58,853	0.0	2.2	1.0	22.7
MSCI EM	1,002	0.0	0.8	-18.7	11.1
MSCI World	2,744	-0.5	-0.1	-15.1	17.5

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	105.0	0.0	-6.1	32.6
Brent Crude (\$/bbl)	96.3	-0.4	-12.5	21.4
Texas crude (\$/bbl)	90.5	-0.3	-8.2	17.5
Natural Gas (\$/mmbtu)	7.8	3.2	-4.8	119.8
Gold (\$/oz)	1,794.3	0.3	1.6	-1.1
Silver (\$/oz)	20.5	-0.7	0.8	-10.9
Steel (\$/ton)	827.0	1.1	-3.3	-42.0
Iron Ore (CNY/MT)	789.0	0.0	-5.2	15.0
Wheat (\$/bu)	799.3	0.0	-1.1	3.0
Corn (\$/bu)	614.0	1.1	-1.0	12.5
Sugar (\$/lb)	18.0	0.1	2.5	-1.3
SMP* (EUR/MT)	3,600.0	0.0	-2.7	7.0

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	2.91	0.0	0.1	2.7
Saudi Arabia (SAIBOR)	3.02	0.0	-0.1	2.1
UAE (EIBOR)	2.80	0.2	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

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RESEARCH
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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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