



## Major Economic News

- Saudi bank's credit provision recorded a decline of 41.0% in Q2-22 to SAR 2.7bn as compared to SAR 4.6bn reported in Q2-21. (Source: Argaam)

## Major Corporate News

- Sumou Real Estate Co. signed a development agreement worth SAR 540.0mn to build 507 villas on a total area of 128.7 sq. m for Area No. 2 of Abyar Ali residential project (Al Samiya project) implemented on the Ministry's lands in Madinah. (Source: Argaam)
- Saudi Industrial Services Co. and Saudi Arabian Amiantit Co. announced that a consortium including their affiliate, International Water Distribution Co. was awarded a project by National Water Co. worth SAR 400.2mn. (Source: Argaam)
- The shareholders of Advance International Company for Communication and Information Technology approved the board's recommendation to increase the company's capital from SAR 20.0mn to SAR 25.0mn through a 25.0% bonus issue. (Source: Argaam)

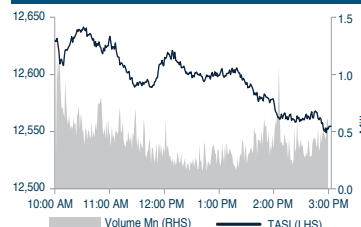
## Market Analysis

- The Saudi Stock Exchange decreased 0.5% to 12,554.5 on Sunday. The value traded stood at SAR 5.5bn (down 25.6% over previous day), while the advance-decline ratio stood at 63/142. The parallel market index increased 0.4% to 21,668.3 points. The value traded stood at SAR 35.7mn (down 47.8% over previous day). Most sectors in the main market ended in the red. Media and Diversified Financials (up 2.5% and 1.4%, respectively) advanced the most; Pharma & Bio Tech and Materials (down 5.1% and 1.8%, respectively) led the laggards.

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,555	12,644	12,549	-0.5	11.3
NomuC	21,668	21,744	21,455	0.4	-16.6

## TASI movement during session



## TASI Ratios

P/E* (x)	20.2
Price-to-Book (x)	2.6
Dividend Yield (%)	2.1
Return on Equity (%)	27.2

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	6,605	-0.7	19.8	18
Materials	7,529	-1.8	2.5	14.6
Capital Goods	6,486	-0.4	-14.0	22.1
Commercial Service	3,886	0.2	-12.5	High
Transportation	5,088	-0.9	-2.8	Neg
Consumer Durables	5,035	-1.0	-20.7	Neg
Consumer Services	4,206	-0.6	-9.4	High
Media	25,299	2.5	8.8	31.9
Retailing	8,955	-0.1	-9.1	31.6
Food & Staples	10,170	0.5	11.5	31.4
Food & Beverages	5,045	-0.3	4.3	High
Healthcare	9,356	0.9	27.9	46
Pharma & Bio Tech	3,826	-5.1	-26.3	High
Banks	14,215	-0.2	16.3	22.6
Diversified Financial	8,313	1.4	21.7	9
Insurance	5,428	-0.8	-9.4	High
Telecom	7,287	-0.7	0.1	20
Utilities	8,141	-0.3	37.2	16
REITs	4,322	0.2	-6.3	High
Real Estate	3,193	-0.8	0.7	High
Software & Services	37,329	0.2	30.3	37.7

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

Company	Q2-22	Q2-21	Y/Y %	Q1-22	Q/Q %
ALMUNAJEM	122.1	38.0	221.3	97.6	25.1
AYYAN	-11.6	1.2	-	13.6	-
SIECO	-7.9	-1.9	-	-4.9	-
ALLIANZ SF	6.9	3.9	76.0	3.2	116.6
SAIC	27.3	16.8	62.7	30.9	-11.7
AICC	4.5	1.7	170.1	-2.0	-
JAZIRA TAKAFUL	6.4	1.8	263.0	9.4	-31.8
BURUJ	-13.8	9.3	-	-31.8	-
ACIG	-6.6	-5.5	-	-29.6	-
SFICO	-8.0	-9.6	-	-15.5	-
APC	-4.2	-13.1	-	-13.2	-
SGS	-66.9	-93.2	-	-19.0	-
SAUDI ELECTRICITY	5,502.0	5,828.0	-5.6	1,517.0	262.7

## Top Gainers

Company	Price	Change%
SADAFCO	178.20	10.0
RED SEA	38.05	10.0
ALAHLI REIT 1	11.36	3.7
SRMG	217.60	3.6
ARAB SEA	94.70	3.2

## Top Losers

Company	Price	Change%
SALAMA	30.40	-6.3
ALARABIA	101.00	-6.3
BATIC	27.10	-5.6
SPIMACO	29.00	-5.1
MEDGULF	12.04	-4.3

## Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
12,582	12,502	12,336	7.15

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	5.5	129.6	324.8
Previous week	37.4	999.7	2,065.90

## Top Weighted Companies

Company	Price	Change%
Saudi Aramco	39.20	-0.8
Al Rajhi	91.00	0.1
SNB	71.70	-0.4
SABIC	103.80	-2.3
STC	106.00	0.4



## Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi remained closed. Egypt and Kuwait increased 2.4% and 0.4%, respectively, while Qatar declined 0.4%. Meanwhile, Oman and Bahrain remained flat.
- US existing home sales plunged by 5.9% to an annual rate of 4.8mn in July (consensus: fall of 4.5%) after declining 5.5% to a revised rate of 5.1mn in June. Housing inventory totaled to 1.31mn units in July, up 4.8% from 1.25mn units by the end of June. (Source: RTT news)
- UK retail sales inched up 0.3% M/M in July (consensus: fall of 0.2% M/M) versus the revised 0.2% M/M decline in June. Excluding auto fuel, retail sales rose 0.4% M/M as compared to rise of 0.2% M/M in June. On an annual basis, retail sales volume declined by 3.4% after easing 6.1% in June. Retail sales, excluding auto fuel, eased to 3.0% Y/Y in July from 6.2% Y/Y in the previous month. (Source: RTT news)
- UK government borrowing excluding public sector banks was GBP 55.0bn in the four months to July compared to a GBP 52.0bn borrowing forecasted by the Office for Budget Responsibility. In financial year to July, interest payments soared 80.5% from same period last year, while current expenditure and current receipts rose 1.5% and 12.7%, respectively. (Source: RTT news)

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	108.17	0.0	2.1	13.1
Euro	1.00	0.0	-1.8	-11.7
Japanese Yen	136.97	0.0	2.8	19.0
Sterling Pound	1.18	0.0	-2.8	-12.6
Chinese Yuan	6.84	0.0	1.3	7.5
Indian Rupee	79.78	0.0	0.7	7.3
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.68	0.0	0.0	0.3
Kuwaiti Dinar	0.31	0.0	0.3	1.6
Omani Rial	0.38	0.0	-0.0	-0.0
Bahraini Dinar	0.38	0.0	-0.0	-0.0
Egyptian Pound	19.15	0.0	1.2	21.9

## Corporate Calendar

Date	Company	Event
22 <sup>nd</sup> Aug	Enaya	EGM
24 <sup>th</sup> Aug	FITNESS TIME	Cash Dividend Distribution
25 <sup>th</sup> Aug	STC	Cash Dividend Distribution
25 <sup>th</sup> Aug	ALJOUF	Cash Dividend Distribution
25 <sup>th</sup> Aug	Extra	Cash Dividend Distribution
25 <sup>th</sup> Aug	NAHDI	Cash Dividend Distribution

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,420	0.0	2.4	7.0	10.5
Abu Dhabi (ADX)	10,083	0.0	4.3	18.8	20.2
Kuwait (KSE)	5,845	0.4	-0.5	-0.7	9.2
Qatar (QE)	13,967	-0.4	4.5	20.1	15.7
Oman (MSM)	4,606	0.0	1.6	11.5	12.6
Bahrain (BSE)	1,899	0.0	-0.4	5.6	7.1
Egypt (EGX30)	10,340	2.4	9.2	-13.5	5.4

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	33,707	0.0	2.6	-7.2	18.6
Nasdaq	13,243	0.0	2.3	-18.9	27.2
S&P 500	4,228	0.0	2.4	-11.3	20.6
FTSE 100	7,550	0.0	1.7	2.2	14.6
Germany DAX 30	13,545	0.0	0.4	-14.7	13.0
France CAC 40	6,496	0.0	0.7	-9.2	13.6
Japan Nikkei 225	28,930	0.0	4.1	0.5	29.0
Russia MOEX	2,195	0.0	-0.8	-42.0	3.5
Hong Kong Hang Seng	19,773	0.0	-1.9	-15.5	7.5
South Korea KOSPI	2,493	0.0	1.7	-16.3	10.4
China Shanghai Composite	3,258	0.0	0.1	-10.5	14.3
Australia ASX 200	7,114	0.0	2.4	-4.4	14.8
India Sensex	59,646	0.0	3.6	2.4	22.7
MSCI EM	1,001	0.0	0.8	-18.7	11.1
MSCI World	2,788	0.0	1.5	-13.7	17.9

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	103.51	0.0	-7.5	30.7
Brent Crude (\$/bbl)	96.72	0.0	-12.1	21.9
Texas crude (\$/bbl)	90.77	0.0	-8.0	17.9
Natural Gas (\$/mmbtu)	9.34	0.0	13.5	162.8
Gold (\$/oz)	1,747.06	0.0	-1.1	-3.7
Silver (\$/oz)	19.05	0.0	-6.4	-17.3
Steel (\$/ton)	787.00	0.0	-8.0	-44.8
Iron Ore (CNY/MT)	759.00	0.0	-8.8	10.6
Wheat (\$/bu)	771.00	0.0	-6.6	-1.0
Corn (\$/bu)	623.25	0.0	0.5	14.2
Sugar (\$/lb)	18.09	0.0	3.1	-0.7
SMP* (EUR/MT)	3,613.00	0.0	-2.4	7.4

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	2.96	-0.0	0.2	2.7
Saudi Arabia (SAIBOR)	2.95	-0.0	-0.1	2.0
UAE (EIBOR)	2.88	0.1	0.2	2.5
Kuwait (KSE)	2.56	0.1	0.3	1.1
Bahrain (BHIBOR)	4.13	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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