



Major Economic News

- Minister of Energy Prince Abdulaziz bin Salman said that OPEC+ will start working on a new agreement beyond FY22 soon. He added that the new agreement will build on OPEC's previous experiences, achievements, and successes. (Source: Argaam)

Major Corporate News

- Sumou Real Estate Co. signed SAR 540.0mn development agreement with National Housing Co. for Area No. 2 of Abyar Ali residential project implemented on the ministry's lands in Madinah. Sumou will build up to 507 villas on the allocated land plots on a total area of 128.7 sq. m. The agreement is valid for 42 months from the effective date. The project's construction will begin the next day after receiving the land from NHC. (Source: Argaam)
- Saudi Aramco plans to complete acquisition of Valvoline Global Products (VGP), a subsidiary of the US-based Valvoline Inc, by early FY23, as per Mohammed Al-Qahtani, Senior Vice President of Downstream. (Source: Argaam)

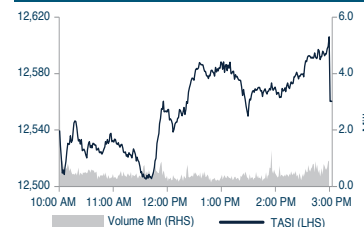
Market Analysis

- The Saudi Stock Exchange remained flat at 12,560.5. The value traded stood at SAR 5.8bn (up 4.6% over previous day), while the advance-decline ratio stood at 90/118. The parallel market index increased 0.3% to 21,724.8 points. The value traded stood at SAR 40.8mn (up 14.5% over previous day). Most sectors in the main market ended in the green. Food & Staples and Insurance (up 2.9% and 1.6%, respectively) advanced the most; Media and Transportation (down 2.0% and 1.1%, respectively) led the laggards.

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,560	12,606	12,503	0.0	11.3
NomuC	21,725	21,725	21,540	0.3	-16.4

TASI movement during session



TASI Ratios

P/E* (x)	20.3
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	6,536	-1.1	18.5	17.8
Materials	7,545	0.2	2.7	14.7
Capital Goods	6,504	0.3	-13.8	22.4
Commercial Service	3,914	0.7	-11.9	High
Transportation	5,032	-1.1	-3.9	Neg
Consumer Durables	5,043	0.2	-20.6	Neg
Consumer Services	4,161	-1.1	-10.3	High
Media	24,782	-2.0	6.6	31.5
Retailing	8,938	-0.2	-9.2	31.5
Food & Staples	10,466	2.9	14.7	32.3
Food & Beverages	5,035	-0.2	4.1	High
Healthcare	9,335	-0.2	27.6	45.9
Pharma & Bio Tech	3,813	-0.3	-26.6	High
Banks	14,266	0.4	16.7	22.7
Diversified Financial	8,397	1.0	23.0	9.0
Insurance	5,512	1.6	-8.0	High
Telecom	7,308	0.3	0.4	20.0
Utilities	8,108	-0.4	36.7	15.9
REITs	4,340	0.4	-5.9	High
Real Estate	3,198	0.2	0.9	High
Software & Services	37,477	0.4	30.8	37.9

Earnings update (Net Profit) (SAR mn)

Company	Q2-22	Q2-21	Y/Y %	Q1-22	Q/Q %
Electrical Industries Co.	18.5	8.0	131.8	12.2	52.3
FIPCO	0.9	-5.2	NM	0.4	125.0
Hail Cement Co.	-6.8	15.3	NM	-6.9	NM
Salama	-60.1	80.0	NM	-6.8	NM
Alkhaleej Trng	6.1	0.0	NM	-5.1	NM
SAICO	-29.0	-15.1	NM	9.1	NM
ALAKARIA	45.3	-9.2	NM	-29.5	NM
SAPTCO	-0.5	-41.4	NM	-2.1	NM
Atheeb Telecom	-1.7	-12.1	NM	-8.2	NM
Abdullatif	-3.5	5.0	NM	-12.1	NM
ALARABIA	62.8	48.9	28.3	64.9	-3.2
Sinad Holding Co.	-20.3	-0.8	NM	10.2	NM

Top Gainers

Company	Price	Change%
SADAFCO	196.00	10.0
ASTRA INDUSTRIAL	51.60	6.3
BUPA ARABIA	167.00	5.4
SPPC	20.12	5.3
GASCO	48.25	4.0

Top Losers

Company	Price	Change%
BURUJ	19.14	-7.1
SALAMA	28.70	-5.6
SGS	30.10	-4.8
TAPRCO	105.40	-4.5
UCA	10.90	-3.7

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
12,586	12,528	12,370	7.06

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	11.3	267.8	666.4
Previous week	37.4	999.7	2,065.90

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	38.75	-1.1
Al Rajhi	91.80	0.9
SNB	71.50	-0.3
SABIC	103.40	-0.4
STC	105.80	-0.2



Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi decreased 0.3% and 0.4%, respectively. Kuwait, Oman, and Bahrain increased 0.5%, 0.2% and 0.1%, respectively, while Qatar and Egypt declined 1.2% and 0.9%, respectively.
- The People's Bank of China slashed its five-year loan prime rate by 15 bps to 4.30% from 4.45% and lowered its one-year loan prime rate by 5 bps to 3.65%. The reduction in interest rates came as an attempt to stimulate credit demand and boost the economy impacted by extended Covid lockdowns and real estate debt problems. (Source: CNBC, RTT News)
- Japan's manufacturing PMI stood at 51.0 in August (consensus: 50.7) compared to 52.1 in July. The services PMI fell to 49.2 from 50.3, while composite PMI declined to 48.9 in August as against 50.2 in July. (Source: Econoday)
- Oil prices fell 0.2% due to anticipation of Iran's nuclear deal and expected additional supply from the country, partially offset by Saudi Energy Minister suggesting possibility of slashing OPEC productions.
- Gold prices fell 0.6%, weighed down by the stronger US dollar, as expectations of an aggressive rate hike by the US Federal Reserve resurfaced.

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	109.05	0.8	3.0	14.0
Euro	0.99	-0.9	-2.7	-12.6
Japanese Yen	137.48	0.4	3.2	19.5
Sterling Pound	1.18	-0.5	-3.3	-13.0
Chinese Yuan	6.87	0.5	1.7	8.0
Indian Rupee	79.87	0.1	0.8	7.4
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.68	-0.1	-0.1	0.2
Kuwaiti Dinar	0.31	0.0	0.3	1.7
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	21.8

Corporate Calendar

Date	Company	Event
24 th Aug	FITNESS TIME	Cash Dividend Distribution
25 th Aug	STC	Cash Dividend Distribution
25 th Aug	ALJOUF	Cash Dividend Distribution
25 th Aug	Extra	Cash Dividend Distribution
25 th Aug	NAHDI	Cash Dividend Distribution
25 th Aug	TADWEEER	EGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,408	-0.3	2.1	6.6	10.4
Abu Dhabi (ADX)	10,041	-0.4	3.9	18.3	20.9
Kuwait (KSE)	5,877	0.5	0.0	-0.2	9.3
Qatar (QE)	13,801	-1.2	3.2	18.7	15.6
Oman (MSM)	4,617	0.2	1.9	11.8	12.6
Bahrain (BSE)	1,900	0.1	-0.3	5.7	7.1
Egypt (EGX30)	10,246	-0.9	8.2	-14.3	5.5

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	33,064	-1.9	0.7	-9.0	18.2
Nasdaq	12,891	-2.7	-0.4	-21.0	26.4
S&P 500	4,138	-2.1	0.2	-13.2	20.2
FTSE 100	7,534	-0.2	1.5	2.0	14.6
Germany DAX 30	13,231	-2.3	-1.9	-16.7	12.7
France CAC 40	6,379	-1.8	-1.1	-10.8	13.4
Japan Nikkei 225	28,795	-0.5	3.6	0.0	28.7
Russia MOEX	2,228	1.5	0.6	-41.2	3.6
Hong Kong Hang Seng	19,657	-0.6	-2.5	-16.0	7.4
South Korea KOSPI	2,463	-1.2	0.4	-17.3	10.3
China Shanghai Composite	3,278	0.6	0.8	-9.9	14.3
Australia ASX 200	7,047	-0.9	1.5	-5.3	14.6
India Sensex	58,774	-1.5	2.1	0.9	22.6
MSCI EM	992	-1.0	-0.2	-19.5	11.0
MSCI World	2,736	-1.9	-0.4	-15.3	17.6

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	104.62	1.1	-6.5	32.1
Brent Crude (\$/bbl)	96.48	-0.2	-12.3	21.6
Texas crude (\$/bbl)	90.23	-0.6	-8.5	17.2
Natural Gas (\$/mmbtu)	9.68	3.7	17.6	172.5
Gold (\$/oz)	1,736.30	-0.6	-1.7	-4.3
Silver (\$/oz)	18.99	-0.3	-6.7	-17.6
Steel (\$/ton)	785.00	-0.3	-8.2	-45.0
Iron Ore (CNY/MT)	761.50	0.3	-8.5	11.0
Wheat (\$/bu)	788.25	2.2	-4.5	1.2
Corn (\$/bu)	629.00	0.9	1.5	15.3
Sugar (\$/lb)	17.94	-0.8	2.3	-1.5
SMP* (EUR/MT)	3,625.00	0.3	-2.0	7.7

*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)	2.87	0.0	0.2	2.5
Kuwait (KSE)	2.56	0.0	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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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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