

Major Economic News

- Saudi banks loans to public and private sectors grew 14.0% Y/Y by the end of July to SAR 2.3tn. Private sector lending rose by 14.0% Y/Y to SAR 2.2tn in July, while loans to public non-financial institutions increased 26.0% Y/Y to SAR 111.1bn. (Source: Argaam)
- Saudi banks' investments in treasury bonds increased by SAR 742.0mn M/M to SAR 493.4bn in July. (Source: Argaam)
- Saudi Arabia's Ministry of Industry and Mineral Resources issued 44 new mining licenses in July which include 26 exploration licenses and 17 licenses for building materials quarries. (Source: Argaam)

Major Corporate News

- Arabian International Healthcare Holding Co. completed the acquisition of a 51.0% stake in Innovative Care Co., which owns Riyadh based medical and beauty center, New You Medical Center, for SAR 213.5mn. (Source: Argaam)
- Saudi Steel Pipe Co. won contracts to supply steel pipes for oil and gas to Tenaris Global Services in Uruguay worth SAR 87.8mn. (Source: Argaam)
- Al Masane Al Kobra Mining Co. announced that the Ministry of Industry and Mineral Resources issued four exploration licenses for copper and gold. The total area of the licenses is 396.1 sq.m. (Source: Argaam)
- Al Jouf Cement Co's shareholders approved 24.0% capital reduction to SAR 1.1bn from SAR 1.4bn to offset accumulated losses. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange decreased 0.6% to 12,455.7. The value traded stood at SAR 7.0bn (up 0.6% over previous day), while the advance-decline ratio stood at 66/134. The parallel market index increased 0.4% to 21,595.2 points. The value traded stood at SAR 39.5mn (down 11.5% over previous day). Most sectors in the main market ended in the red. Software & Services and Diversified Financial (up 1.5% and 0.7%, respectively) advanced the most; Retailing and Healthcare (down 1.4% and 1.2%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
SADR	55.80	5.5
ALRAJHI TAKAFUL	99.20	4.9
RIYAD REIT	12.14	4.5
TAWUNIYA	73.30	2.8
TAPRCO	104.80	2.8

Top Losers

Company	Price	Change%
GASCO	58.40	-5.7
TECO	210.40	-3.5
SPPC	20.20	-3.4
ALHOKAIR GROUP	11.54	-3.4
BUPA ARABIA	167.80	-3.1

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,456	12,595	12,456	-0.6	10.4
NomuC	21,595	21,730	21,398	0.4	-16.9

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	6,441	-0.7	16.8	17.5
Materials	7,640	-0.9	4.0	14.9
Capital Goods	6,815	-0.3	-9.7	23.2
Commercial Service	3,912	0.4	-12.0	High
Transportation	5,026	-0.9	-4.0	Neg
Consumer Durables	5,021	0.6	-20.9	Neg
Consumer Services	4,122	-1.1	-11.2	High
Media	25,196	-0.1	8.4	32.2
Retailing	8,656	-1.4	-12.1	30.5
Food & Staples	10,346	0.5	13.4	31.6
Food & Beverages	4,971	-0.4	2.8	High
Healthcare	9,256	-1.2	26.5	45
Pharma & Bio Tech	3,740	-1.0	-28.0	High
Banks	14,027	-0.6	14.8	22.3
Diversified Financial	8,238	0.7	20.6	8.9
Insurance	5,546	-0.2	-7.4	High
Telecom	7,185	-1.0	-1.3	19.6
Utilities	8,220	0.6	38.5	16
REITs	4,359	0.0	-5.5	High
Real Estate	3,136	-1.1	-1.1	High
Software & Services	38,802	1.5	35.4	39.6

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
12,510	12,535	12,467	6.84

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	19.7	444.6	1,086.80
Previous week	29.1	713.5	1,707.00

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	38.15	-0.8
Al Rajhi	90.60	-0.5
SNB	70.00	-0.7
SABIC	102.00	-0.4
STC	104.00	-1.0



Regional and International Markets

- Among other regional markets, Dubai increased 0.8%, while Abu Dhabi closed flat. Egypt and Kuwait increased 0.1% each, while Oman and Qatar declined 0.3% and 0.1%, respectively. Meanwhile, Bahrain closed flat.
- Wall Street's main indexes fell for the third straight session on Tuesday as a sharp rise in job openings added to worries about the U.S. Federal Reserve's aggressive approach to bring down inflation. (Source: Reuters)
- Data from the American Petroleum Institute (API) showed gasoline inventories fell by about 3.4 million barrels, while distillate stocks, which include diesel and jet fuel, fell by about 1.7 million barrels for the week ended Aug. 26. (Source: Reuters)
- The dollar edged higher on Tuesday, but was below the 20-year high it hit a day earlier, while the euro broke back above parity, as markets priced in super-sized interest rate hikes by the U.S. Federal Reserve and the European Central Bank (Source: Reuters).
- Asian stock markets attempted a comeback from big early losses on Wednesday, although most major markets were still in the red as investors worried about further aggressive monetary tightening following blowout U.S. labour data. (Source: Reuters).

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	108.77	-0.1	2.7	13.7
Euro	1.00	0.2	-2.0	-11.9
Japanese Yen	138.79	0.1	4.1	20.6
Sterling Pound	1.17	-0.5	-4.2	-13.9
Chinese Yuan	6.92	0.1	2.6	8.9
Indian Rupee	79.46	-0.6	0.2	6.9
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.68	0.0	0.1	0.3
Kuwaiti Dinar	0.31	-0.1	0.4	1.8
Omani Rial	0.38	-0.1	-0.1	-0.1
Bahraini Dinar	0.38	0.0	0.0	0.0
Egyptian Pound	19.21	0.0	1.5	22.2

Corporate Calendar

Date	Company	Event
01 st Sep	Budget Saudi	Cash Dividend Distribution
04 th Sep	Baazeem	Cash Dividend Distribution
05 th Sep	Amwaj International	EGM
06 th Sep	Bawan	Cash Dividend Distribution
07 th Sep	Saudi Aramco	Cash Dividend Distribution
07 th Sep	ALOMRAN	Cash Dividend Distribution

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,464	0.8	3.8	8.4	10.6
Abu Dhabi (ADX)	9,963	0.0	3.1	17.4	20.7
Kuwait (KSE)	5,852	0.1	-0.4	-0.6	9.3
Qatar (QE)	13,613	-0.1	1.8	17.1	15.2
Oman (MSM)	4,577	-0.3	1.0	10.8	12.5
Bahrain (BSE)	1,916	0.0	0.5	6.6	7.1
Egypt (EGX30)	10,132	0.1	7.0	-15.2	5.3

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	31,791	-1.0	-3.2	-12.5	17.5
Nasdaq	12,343	-1.1	-4.7	-24.4	25.4
S&P 500	3,986	-1.1	-3.5	-16.4	19.5
FTSE 100	7,362	-0.9	-0.8	-0.3	14.2
Germany DAX 30	12,961	0.5	-3.9	-18.4	12.5
France CAC 40	6,210	-0.2	-3.7	-13.2	13.0
Japan Nikkei 225	28,196	1.1	1.4	-2.1	28.3
Russia MOEX	2,307	0.4	4.2	-39.1	3.7
Hong Kong Hang Seng	19,949	-0.4	-1.0	-14.7	7.6
South Korea KOSPI	2,451	1.0	0.0	-17.7	10.5
China Shanghai Composite	3,227	-0.4	-0.8	-11.3	13.9
Australia ASX 200	6,998	0.5	0.8	-6.0	14.1
India Sensex	59,537	2.7	3.4	2.2	23.0
MSCI EM	993	0.1	-0.1	-19.4	11.0
MSCI World	2,645	-0.9	-3.7	-18.1	17.0

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	111.16	1.6	-0.6	40.4
Brent Crude (\$/bbl)	99.31	-5.5	-9.7	25.2
Texas crude (\$/bbl)	91.64	-5.5	-7.1	19.0
Natural Gas (\$/mmbtu)	9.04	-3.1	9.9	154.6
Gold (\$/oz)	1,724.02	-0.8	-2.4	-5.0
Silver (\$/oz)	18.43	-1.8	-9.5	-20.0
Steel (\$/ton)	790.00	-0.3	-7.6	-44.6
Iron Ore (CNY/MT)	781.50	-1.4	-6.1	13.9
Wheat (\$/bu)	820.25	-2.7	-0.7	5.3
Corn (\$/bu)	677.25	-0.8	9.2	24.1
Sugar (\$/lb)	18.10	-1.8	3.2	-0.7
SMP* (EUR/MT)	3,700.00	-0.7	0.0	10.0

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	3.07	0.0	0.3	2.9
Saudi Arabia (SAIBOR)	3.08	0.0	0.0	2.2
UAE (EIBOR)	3.01	0.1	0.3	2.6
Kuwait (KSE)	2.63	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

Closes as of August 30 2022



Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	12,456
Short-term view	Cautious
52 weeks high/low	13,949 – 10,600

Market data

Market Cap. (SARbn)	11,606.7
Value (SARmn)	6,991.4
Volume (mn)	144.9
Number of Transactions	379,094
Market Breadth	66 : 134

Key statistics

1D return %	-0.60%
WTD return %	-1.08%
QTD return	-4.85%
YTD return	10.41%
ADT vol. 3M* (mn)	175.5
ADT val. 3M (SARmn)	6,635.8

ADT stands for Average Daily Traded *

TASI market commentary

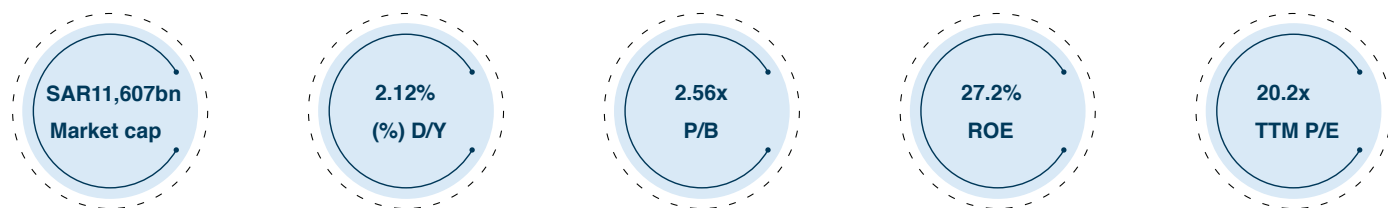
- The TASI declined on Tuesday weighed down by selling in index heavyweights like Telecommunication Services (-0.98 % D/D) and Materials (-0.88% D/D) stocks. At close, the Saudi market ended the day with a loss of -0.60% at 12,456. In terms of activity, total volumes and value traded were ~145mn and ~SAR 7.0bn respectively. The advance-decline ratio came in at 66/134.

Technical outlook

- The TASI fell around 75 points to close the trading session near the 12,450 mark. The index opened gap up and hit an intraday high near 12,595, but failed to make any further headway above its 10-day moving average near 12,535, and later slid lower surrendering all of its gains on the back of profit-booking. Moreover, the index breached below its key short-term supports of the 100-day moving average near 12,510 and 20-day moving average near 12,470, showing signs of weakness. Furthermore, the index developed a shooting star candle on Monday and followed through with an immediate red candle yesterday, indicating caution. The index has immediate support near its (Fibonacci level of 23.6%) near 12,330, followed by its 200-day moving average near 12,230. On the flip side, the index has stiff resistance near its 10-day moving average at 12,535, above which it can attempt a rally towards the 12,620 level.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
12,097	12,227	12,334	12,535	12,545	12,618	12,715



Source: Bloomberg, Argaam

TASI daily chart

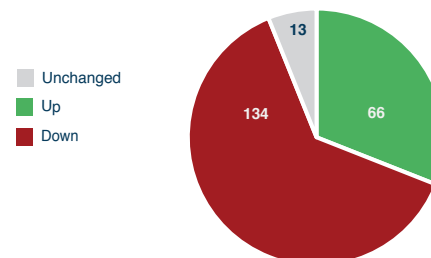


Source: Tradingview, Tadawul, AlJazira Capital

Our view



Market depth



SAUDI MARKET - TOP PICKS FOR THE DAY

Ticker	Company	*Close	Buy range	Sell	Stop loss
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No stocks recommendations due to global market volatility

* As of 31st August 2022



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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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