



## Domestic Market News

- According to **KSA's** minister of finance, KSA's economy to record positive growth rates in 2025 and in the medium term as well, driven by continued implementation of reforms, strategies and projects under Vision 2030. (Source: Argaam)
- SPM** announced entire stake sale of Moroccan Paper Manufacturing for 19mn Moroccan dirhams. This shall strengthen its financial position and is also in-line with its strategy of exiting non-operating foreign investments. (Source: Tadawul)
- Retal** signed SAR 142.4mn contract with Building Construction Company, for constructing 263 residential units in Riyadh City. The contract duration is 30 months and is expected to have positive financial impact over FY24-27. (Source: Tadawul)
- Leejam Sports** announced opening of new men xpress center in Riyadh City. The financial impact of the opening will appear as of Q3-24. (Source: Tadawul)
- Bindawood** signed franchise agreement with The Regional Group Company, to grant commercial franchise to open 8 branches under "BinDawood" brand in Qatar. It is expected to have a positive impact during H2-24. (Source: Tadawul)
- Academy of Learning** recommends buyback of 0.8mn shares and keep them as treasury stocks for long-term employee incentive program. Financing shall be done internally. (Source: Tadawul)
- Halwani Brothers** signed banking facility agreement worth SAR 65mn with Al Rajhi Bank, for improving the company's financial ratios. (Source: Tadawul)

## Market Analysis

The **Saudi Stock Exchange** decreased 0.4% to 12,226.1. The value traded stood at SAR 8.7bn (up 40.9% over the previous day), while advance-decline ratio stood at 81/149. The parallel market index decreased 0.7% to 25,442.9 points. The value traded stood at SAR 52.5mn (up 107.8% over the previous day). Most of the sectors in the main market ended in red. Software & Services and Materials (up 2.2% and 1.6%, respectively), while Food & Beverages and Pharma & Bio Tech (down 2.3% and 2.1%, respectively) declined the most.

## Top Gainers

Company	Price	Change%
ALBAHA	0.22	10.0
CHUBB	42.05	5.4
TECO	1.01	5.2
SALAMA	28.15	4.3
MAADEN	48.80	3.8

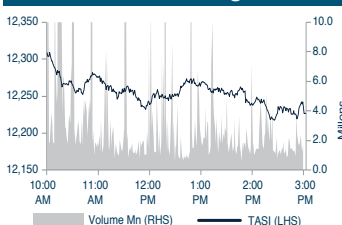
## Top Losers

Company	Price	Change%
BUPA ARABIA	207.20	-5.8
SFICO	29.15	-4.4
SAVOLA GROUP	27.00	-3.7
MAHARAH	7.03	-3.6
KINGDOM	9.95	-3.4

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,226	12,311	12,215	(0.4)	1.6
NomuC	25,443	25,831	25,318	(0.7)	3.7

## TASI movement during session



## TASI Ratios

P/E* (x)	26.9
Price-to-Book (x)	2.5
Dividend Yield (%)	2.6
Return on Equity (%)	19.3

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,143	-0.5	-17.5	15.4
Materials	5,927	1.6	-7.3	High
Capital Goods	13,257	-0.5	31.5	27.1
Commercial Service	5,010	-1.4	-10.2	38.5
Transportation	7,626	0.4	20.1	35.5
Consumer Durables	5,427	-0.2	9.0	Neg
Consumer Services	5,249	-0.8	5.5	41.4
Media	34,056	-1.7	38.7	High
Consumer Discretionary Ret	8,114	-0.2	-5.8	23
Consumer Staples Ret	9,613	-1.1	-1.6	24.2
Food & Beverages	6,036	-2.3	7.2	29.9
Healthcare	12,807	-0.9	4.8	42.6
Pharma & Bio Tech	5,809	-2.1	19.3	49.4
Banks	11,682	-1.2	-4.9	12.7
Financial Services	7,834	-1.2	16.3	30.6
Insurance	10,527	-2.0	22.5	25.3
Telecom	8,207	-0.5	5.6	16
Utilities	16,403	0.7	65.3	33.8
REITs	3,353	-0.1	-8.6	27.9
Real Estate	3,866	0.9	26.5	47.2
Software & Services	86,250	2.2	25.8	45.5

## Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for September (bn)
12,297	12,137	12,069	6.67

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	14.9	1,565.80	1,071.60
Previous week	27.4	1,524.80	2,088.40

## Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.10	-0.6
Al Rajhi	87.20	-1.0
SNB	34.30	-2.0
ACWA POWER	494.60	0.9
ALINMA	28.50	-1.6





## International Market News

- **Fed** Chair suggests that central bank will continue lowering the rates but the downward path is not on a preset course. The recent rate cut reflected Fed's growing confidence that the appropriate recalibration of monetary policy could maintain strength in labor market and keep lower inflation. (Source: Reuters)
- **UK** economy advanced 0.5% and grew at a slower than expected pace in Q2. The overall growth in Q2 was driven by 0.6% rise in services output but was weaker than the initial estimate. (Source: RTT News)
- **UK** mortgage approvals increased to a two-year high in August as demand improved with easing interest rates. It rose to 64,900 from 62,500. This was the highest level since August 2022. Further the effective interest rate rose to 4.84% from 4.81%. (Source: CNBC)
- **UK** house prices increased at the fastest pace in nearly two years in September. The growth accelerated to 3.2% from 2.4%. The income growth has continued to outstrip house price growth in recent months while borrowing costs have edged lower. (Source: Reuters)
- **Japan's** manufacturing PMI continued to contract in September, and at a faster rate. The PMI at 49.7, was down from 49.8 in August. The output fell for the second time in three months at the end of Q3. Firms often indicated a lack of incoming new business as a result of economic weaknesses. However, this was partially offset by firms opting to complete outstanding orders. (Source: RTT News)
- **Oil prices** gained 0.2% as stronger supply prospects and tepid global demand growth outweighed worries that escalating tensions in the Middle East.
- **Gold prices** fell 1.1% despite falling US treasury yields and rising geopolitical risks.

## Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	100.78	0.4	0.0	-0.5
Euro	1.11	-0.2	0.0	0.9
Japanese Yen	143.63	1.0	0.0	1.8
Sterling Pound	1.34	0.0	0.0	5.1
Chinese Yuan	7.01	0.4	0.0	-1.7
Indian Rupee	83.80	0.1	0.0	0.7
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.65	0.0	0.0	0.0
Kuwaiti Dinar	0.31	-0.0	0.0	-0.7
Omani Rial	0.39	0.0	0.0	0.0
Bahraini Dinar	0.38	-0.0	0.0	-0.0
Egyptian Pound	48.31	-0.1	0.0	56.3

## Corporate Calendar

Date	Company	Event
1-Oct	KINGDOM	Eligibility of Cash Dividend
1-Oct	LUBEREF	Eligibility of Cash Dividend
1-Oct	ADES	Cash Dividend Distribution
2-Oct	BCI	EGM
3-Oct	ALBILAD	Cash Dividend Distribution
3-Oct	EPCCO	Cash Dividend Distribution

EGM: Extra Ordinary Meeting\*

OGM: Ordinary General Meeting\*

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,503	-0.4	0.0	10.9	8.7
Abu Dhabi (ADX)	9,425	-0.5	0.0	-1.6	17.1
Kuwait (KSE)	7,709	-0.4	0.0	3.1	22.6
Qatar (QE)	10,614	0.3	0.0	-2.0	11.8
Oman (MSM)	4,710	-0.5	0.0	4.3	12.1
Bahrain (BSE)	2,013	-0.0	0.0	2.1	7.9
Egypt (EGX30)	31,587	0.4	0.0	26.9	8.2

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	42,330	0.0	0.0	12.3	23.0
Nasdaq	20,061	0.3	0.0	19.2	34.2
S&P 500	5,762	0.4	0.0	20.8	26.3
FTSE 100	8,237	-1.0	0.0	6.5	14.6
Germany DAX 30	19,325	-0.8	0.0	15.4	16.1
France CAC 40	7,636	-2.0	0.0	1.2	14.1
Japan Nikkei 225	37,920	-4.8	0.0	13.3	22.8
Brazil IBOVESPA	131,816	-0.7	0.0	-1.8	10.0
Hong Kong Hang Seng	21,134	2.4	0.0	24.0	11.3
South Korea KOSPI	2,593	-2.1	0.0	-2.3	13.4
China Shanghai Composite	3,336	8.1	0.0	12.2	16.1
Australia ASX 200	8,270	0.7	0.0	8.9	21.3
India Sensex	84,300	-1.5	0.0	16.7	25.6
MSCI EM	1,171	-0.3	0.0	14.4	16.3
MSCI World	3,723	-0.1	0.0	17.5	23.1

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	74.67	2.1	-5.9	-7.1
Brent Crude (\$/bbl)	71.77	-0.3	0.0	-6.8
Texas crude (\$/bbl)	68.17	-0.0	0.0	-4.9
Natural Gas (\$/mmbtu)	2.92	0.7	0.0	-5.4
Gold (\$/oz)	2,634.58	-0.9	0.0	27.7
Silver (\$/oz)	31.16	-1.3	0.0	30.9
Steel (\$/ton)	735.00	0.1	0.0	-35.2
Iron Ore (CNY/MT)	792.00	7.2	0.0	-24.1
Wheat (\$/bu)	584.00	0.7	0.0	-12.7
Corn (\$/bu)	424.75	1.6	0.0	-15.6
Sugar (\$/lb)	22.47	-0.8	0.0	8.5
SMP* (EUR/MT)	2,625.00	0.7	0.0	1.9

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.50	4.8	-51.9	-40.9
KSA (SAIBOR 3M)	5.57	-1.4	-49.4	-66.0
KSA (SAIBOR 6M)	5.49	-2.3	-35.3	-58.9
KSA (SAIBOR 12M)	5.26	-1.5	-28.6	-73.1
USA (SOFR 3M)	4.59	-0.1	-42.5	-73.9
UAE (EIBOR 3M)	4.66	12.4	-39.5	-67.2

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of Sept 30, 2024





## Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	12,226
Short-term view	Neutral
52 weeks high/low	12,883 – 10,262

## Market data

Exchange Market Cap. (SAR bn)	10,102.0
Value (SAR mn)	8,743.0
Volume (mn)	1,062.2
Number of Transactions	599,760
Market Breadth	81 : 149

## Key statistics

1D return %	-0.37%
MTD return %	0.67%
QTD return	4.68%
YTD return	2.16%
ADT vol. 3M* (mn)	355.4
ADT val. 3M (SARmn)	7,022.8

\*ADT stands for Average Daily Traded

## TASI market commentary

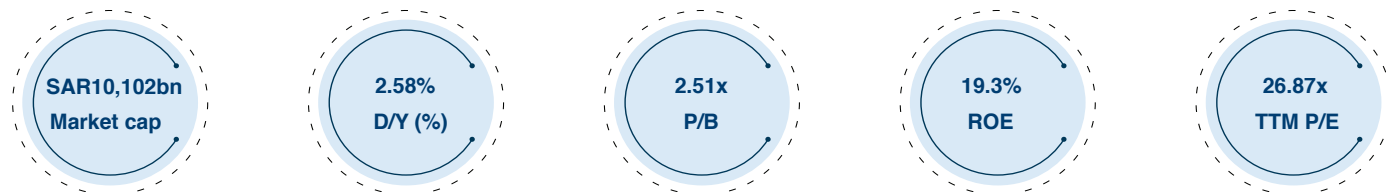
- TASI experienced a decline on Monday; primarily driven by the performance of the Banks sector (down 1.17%) and the Telecommunication services sector (down 0.52%). At close, the Saudi market ended the day with a change of -0.37% at 12,226. In terms of activity, total volumes and value traded were ~1,062mn and ~SAR 8.7bn, respectively. The advance-decline ratio came in at 81/149.

## Technical outlook

- TASI closed the last session near 12,226, registering a loss of 46 points. The profit-booking sentiment persisted, driving the index lower after breaching its 5-day SMA. TASI formed a red candlestick, indicating a continuation of the temporary profit-booking attitude that might extend towards the zone between 38.2% - 50% Fibonacci levels around 12,180 – 12,110. Moreover, the RSI maintained its downward trajectory after hitting the level of its previous peaks. TASI has an immediate support level of around 12,180. If breached, the subsequent support levels would be around 12,110 – 12,070. On the other hand, an immediate resistance level is observed around 12,330. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,400–12,485. Traders are advised to closely monitor the significant support zone of around 12,180 - 12,110, as a breach of this zone might trigger further instances of profit booking.

## Key price levels

S3	S2	S1	Pivot	R1	R2	R3
12,070	12,110	12,180	12,280	12,330	12,400	12,485



Source: Bloomberg, Argam

## TASI daily chart

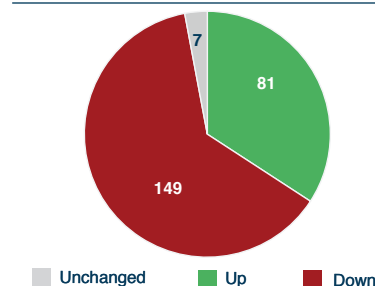


Source: Tradingview, Aljazira Capital

## Our view



## Market depth



## SAUDI MARKET - TOP PICKS FOR THE WEEK

Code	Company	Close*	Buy range	Sell range	Reward %	Stop loss
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No stocks recommendations due to market volatility

\*As of 30<sup>th</sup> September 2024

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**Candlestick:** A candlestick (candle) is a type of price chart used to display the high, low, opening, and closing prices of a security for the period under consideration.

**Support:** This is the price level at which demand is strong enough to avoid any further price decline.

**Resistance:** This is the price level at which supply is strong enough to stop any further price increase.

**Pattern/formation:** This is a plot of a security's price activity over a certain period that can be used to identify potential trends, reversal of trends, price targets, entry and exit points, etc. There are various formations – such as head & shoulders, triangles, flags, etc.

**Simple moving average:** A simple moving average is formed by computing the average price of a security over a specific number of periods. Moving averages are based on closing prices.

**Relative strength index (RSI):** RSI is a momentum indicator that compares a security's price gains to its losses for a predetermined number of periods (generally, 14 periods are used). The RSI attempts to point out how security, in relative terms, is in the overbought/oversold zone.

**Moving average convergence/divergence (MACD):** MACD is a trading indicator that shows changes in the strength, direction, momentum, and duration of a trend in a stock's price through a collection of three- time series calculated from historical closing prices.

**Fibonacci retracements:** These are horizontal lines that indicate the expected areas of support/resistance for a security based on a predetermined price movement. These are usually indicated by Fibonacci ratios of 23.6%, 38.2%, 50.0%, 61.8%, and 100% from that movement.

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