



Domestic Market News

- **Point-of-sale (POS)** transactions in Saudi Arabia reached SAR 11.7bn in the week ended August 24, down from nearly SAR 13.6bn in the previous week. (Source: Argaam)
- **National Environmental Recycling Co.'s** board of directors recommended a 100% capital hike via a 1-for-1 bonus issue by capitalizing SAR 58.1mn from retained earnings. (Source: Tadawul)
- **Arabian International Healthcare Holding Co.'s** wholly owned subsidiary Al Faisaliah Medical Systems Co. secured a SAR 67.2mn contract with the Ministry of Health's General Office. The contract aims to operate, maintain, and upgrade the infrastructure for cardiovascular imaging archiving systems and cardiovascular management systems for several heart centers. (Source: Tadawul)
- **Methanol Chemicals Co.'s subsidiary Madarat Al-Dhara Chemicals Co.** signed a long-term agreement with Sadara Chemical Co. to supply Ethylene Oxide to Madarat Al-Dhara's Methyl Diethanolamine and Choline Chloride projects. (Source: Tadawul)
- **Al Moammar Information Systems Co.** was awarded a project by the Royal Commission for Jubail and Yanbu's General Administration of Jubail Project, at a value of SAR 104.7mn (including VAT). (Source: Tadawul)
- **Alkhaleej Training and Education Co.** signed an amended sale and purchase agreement with the selling shareholders of Adhwaa Al-Hedaya Private Schools, which entails some changes to the original acquisition terms. (Source: Tadawul)

Market Analysis

The **Saudi Stock Exchange** increased 0.2% to 12,145.2. The value traded stood at SAR 12.2bn (up 78.7% over the previous day), while advance-decline ratio stood at 103/119. The parallel market index decreased 0.2% to 26,161.1 points. The value traded stood at SAR 85.3mn (up 30.2% over the previous day). Most of the sectors in the main market ended in green. Diversified Financials and Consumer Services (up 1.8%, and 1.0%, respectively) while Insurance and Food & Beverages (down 1.7% and 1.3%, respectively) declined the most.

Top Gainers

Company	Price	Change%
ALLIANZ SF	17.82	6.5
KINGDOM	9.24	5.0
NCLE	207.40	4.4
SEDCO CAPITAL REIT	8.09	4.1
ATAA	75.40	4.0

Top Losers

Company	Price	Change%
ALRAJHI TAKAFUL	202.00	-4.3
SPIMACO	33.55	-3.2
AMIAANTIT	29.30	-3.1
NADEC	28.10	-3.1
ALHAMMADI	44.60	-3.0

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,145	12,145	12,067	0.2	0.9
NomuC	26,161	26,332	25,954	(0.2)	6.7

TASI movement during session



TASI Ratios

P/E* (x)	26.3
Price-to-Book (x)	2.5
Dividend Yield (%)	2.7
Return on Equity (%)	19.4

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,297	0.7	-15.0	15.8
Materials	5,710	0.0	-10.7	High
Capital Goods	13,231	-0.6	31.2	27.3
Commercial Service	5,164	-0.3	-7.4	39.8
Transportation	7,781	0.6	22.5	36.3
Consumer Durables	5,283	0.1	6.1	Neg
Consumer Services	5,218	1.0	4.8	41.9
Media	31,908	0.1	30.0	48.4
Consumer Discretionary Ret	7,700	0.1	-10.6	21.8
Consumer Staples Ret	9,343	0.4	-4.4	23.3
Food & Beverages	5,898	-1.3	4.8	29.1
Healthcare	13,133	0.0	7.4	43.5
Pharma & Bio Tech	5,481	-0.8	12.6	46.4
Banks	11,924	0.4	-3.0	12.9
Financial Services	7,947	1.8	18.0	30.4
Insurance	11,280	-1.7	31.2	27
Telecom	8,078	0.2	4.0	15.8
Utilities	14,579	0.8	46.9	30.3
REITs	3,346	0.7	-8.7	26.8
Real Estate	3,811	0.2	24.7	46
Software & Services	77,960	-1.0	13.7	41.4

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for August (bn)
12,194	12,146	11,943	7.62

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	44.5	1,637.60	2,706.70
Previous week	39.2	1,674.60	2,670.00

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.95	0.7
Al Rajhi	88.10	1.6
SNB	35.00	-0.6
ACWA POWER	421.20	1.0
ALINMA	31.20	-1.4





International Market News

- According to **Baker Hughes**, North America's rig count decreased to 803 in the week ended August 30 from 804 earlier. The rig count fell to 583 in the US from 585 earlier, while remained unchanged at 17 in the Gulf of Mexico. The rig count in Canada increased to 220 from 219 earlier. (Source: Baker Hughes)
- The **US personal consumption expenditures price index (PCE)** rose 0.2% M/M and was up 2.5% Y/Y (in line with consensus). Excluding volatile food and energy prices, core PCE also increased 0.2% M/M but was up 2.6% Y/Y (consensus: 2.7% increase). (Source: CNBC)
- US GDP** growth in Q2-24 was upwardly revised to 3.0% (consensus: 2.8%) from the earlier reported 2.8% and 1.4% growth in Q1-24. (Source: RTT News)
- US initial jobless claims** decreased to 231,000 (consensus: 230,000) in the week ended August 24, representing a fall of 2,000 from the previous week's revised level of 233,000. (Source: Econoday)
- Eurozone inflation** (flash data) dropped to a three-year low of 2.2% in August (in line with consensus), declining from 2.6% in July. Excluding the more volatile components of energy, food, alcohol and tobacco, inflation fell to 2.8% in August from 2.9% in July. (Source: CNBC)
- China's NBS manufacturing PMI** fell to 49.1 in August (consensus: 49.5) from 49.4 in July, a sixth straight decline. The manufacturing activity declined as factory gate prices tumbled and owners struggled for orders. (Source: Reuters)
- Oil prices** fell 1.4% on Friday, due to expectations of a rise in OPEC+ supply starting in October while there remains uncertainty over demand outlook.
- Gold prices** fell 0.7%, as the US Dollar strengthened, and Treasury yields gained follo

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	101.70	0.4	0.0	0.4
Euro	1.10	-0.3	0.0	0.1
Japanese Yen	146.17	0.8	0.0	3.6
Sterling Pound	1.31	-0.3	0.0	3.1
Chinese Yuan	7.09	-0.1	0.0	-0.5
Indian Rupee	83.87	0.0	0.0	0.8
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	-0.6
Omani Rial	0.38	-0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	0.0	-0.0
Egyptian Pound	48.61	-0.0	0.0	57.3

Corporate Calendar

Date	Company	Event
1-Sep	ABO MOATI	Eligibility of Cash Dividend
1-Sep	QACCO	Eligibility of Cash Dividend
1-Sep	AQASEEM	Cash Dividend Distribution
1-Sep	ARDCO	Eligibility of Cash Dividend
1-Sep	ALINMA	Cash Dividend Distribution
1-Sep	AVALON PHARMA	Eligibility of Cash Dividend

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,325	-0.2	0.0	6.5	8.4
Abu Dhabi (ADX)	9,285	0.6	0.0	-3.1	16.8
Kuwait (KSE)	7,822	0.0	0.0	4.6	22.9
Qatar (QE)	10,203	0.7	0.0	-5.8	11.3
Oman (MSM)	4,746	0.6	0.0	5.1	12.2
Bahrain (BSE)	1,957	-0.0	0.0	-0.7	7.7
Egypt (EGX30)	30,774	0.2	0.0	23.6	7.6

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	41,563	0.6	0.0	10.3	22.5
Nasdaq	19,575	1.3	0.0	16.3	34.0
S&P 500	5,648	1.0	0.0	18.4	25.7
FTSE 100	8,377	-0.0	0.0	8.3	14.8
Germany DAX 30	18,907	-0.0	0.0	12.9	15.6
France CAC 40	7,631	-0.1	0.0	1.2	14.1
Japan Nikkei 225	38,648	0.7	0.0	15.5	23.5
Brazil IBOVESPA	136,004	-0.0	0.0	1.4	10.3
Hong Kong Hang Seng	17,989	1.1	0.0	5.5	9.6
South Korea KOSPI	2,674	0.5	0.0	0.7	14.9
China Shanghai Composite	2,842	0.7	0.0	-4.5	13.2
Australia ASX 200	8,092	0.6	0.0	6.6	20.6
India Sensex	82,366	0.3	0.0	14.0	25.0
MSCI EM	1,100	0.5	0.0	7.4	15.2
MSCI World	3,661	0.8	0.0	15.5	22.6

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	79.39	2.0	-3.3	-1.3
Brent Crude (\$/bbl)	78.80	-1.4	0.0	2.3
Texas crude (\$/bbl)	73.55	-3.1	0.0	2.7
Natural Gas (\$/mmbtu)	2.13	-0.5	-0.0	-22.4
Gold (\$/oz)	2,503.39	-0.7	0.0	21.3
Silver (\$/oz)	28.86	-1.9	-0.0	21.3
Steel (\$/ton)	714.00	-1.5	0.0	-37.1
Iron Ore (CNY/MT)	776.00	-0.2	0.0	-25.6
Wheat (\$/bu)	551.50	0.5	0.0	-17.6
Corn (\$/bu)	401.00	1.3	0.0	-20.4
Sugar (\$/lb)	19.38	-2.6	0.0	-5.6
SMP* (EUR/MT)	2,470.00	-3.3	0.0	-4.2

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	6.02	12.8	24.7	10.9
KSA (SAIBOR 3M)	6.07	-5.5	-13.1	-16.7
KSA (SAIBOR 6M)	5.84	-4.3	-11.8	-23.6
KSA (SAIBOR 12M)	5.55	0.2	-22.4	-44.4
USA (SOFR 3M)	5.02	0.1	-22.4	-31.5
UAE (EIBOR 3M)	5.05	-1.4	-18.1	-27.7

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of Aug 30, 2024





Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	12,145
Short-term view	Neutral
52 weeks high/low	12,883 – 10,262

Market data	
Exchange Market Cap. (SAR bn)	10,232.0
Value (SAR mn)	12,245.0
Volume (mn)	417.5
Number of Transactions	602,709
Market Breadth	103 : 119

Key statistics	
1D return %	0.23%
MTD return %	0.29%
QTD return	3.99%
YTD return	1.49%
ADT vol. 3M* (mn)	327.2
ADT val. 3M (SARmn)	7,972.9

*ADT stands for Average Daily Traded

TASI market commentary

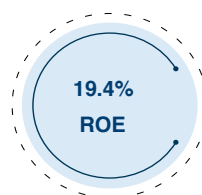
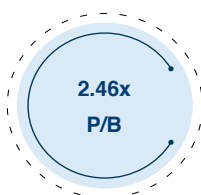
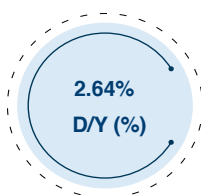
- TASI experienced a rise on Thursday; primarily driven by the performance of the Energy sector (up 0.69%) and the Banks sector (up 0.40%). At close, the Saudi market ended the day with a change of 0.23% at 12,145. In terms of activity, total volumes and value traded were ~418mn and ~SAR 12.2bn, respectively. The advance-decline ratio came in at 103/119.

Technical outlook

- TASI closed the last session near 12,145, registering a gain of 28 points. The index experienced profit-taking sentiment at session's onset pushing it towards its 100-day SMA, however, the buying attitude resurfaced to eventually close above the 23.6% Fibonacci level. TASI formed a Hammer candlestick which if confirmed by a following bullish candlestick could indicate a potential further temporary buying attitude. Meanwhile, the RSI indicator started to move laterally above the level of 50. TASI has an immediate resistance level around 12,200. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,235 – 12,320. On the other hand, an immediate support level is observed around 12,090. If breached, the subsequent support levels would be around 12,040 – 11,940. TASI started to exhibit a temporary buying sentiment, after testing the 23.6% Fibonacci level. Accordingly, traders are advised to closely monitor the resistance level of the 5-day SMA near 12,200, as penetrating this level could indicate a potential further buying attitude.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,825	11,940	12,040	12,090	12,200	12,235	12,320



Source: Bloomberg, Argam

TASI daily chart

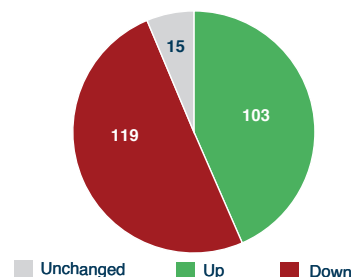


Source: Tradingview, Aljazira Capital

Our view



Market depth





SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	Close*	Buy range	Sell range	Stop loss
1111	Tadawul Group	245.00	244.40 – 245.00	247.00 – 249.80	241.80
2283	First Mills	71.70	71.50 – 71.70	72.30 – 73.10	70.80
4291	National Company for Learning and Education	207.40	206.80 – 207.40	209.20 – 211.60	204.80
1202	Middle East Paper	43.95	43.85 – 43.95	44.30 – 44.85	43.40
2081	Alkhorayef Water and Power Technologies	182.80	182.40 – 182.80	184.40 – 186.40	180.40
4322	Retal Urban Development	13.30	13.28 – 13.30	13.42 – 13.58	13.14
7200	MIS	174.00	173.60 – 174.00	175.60 – 177.40	171.80

*As of 29th August 2024

* Note – Stop loss is based on an intraday basis

CHARTS OF THE DAY

Technical observations

TADAWUL GROUP started to bounce off a previously penetrated declining trendline as well as its 10-day SMA. Moreover, all the technical indicators show bullish structure.

Saudi Tadawul Group Holding Co. (TADAWUL GROUP)



Source: Tradingview, Aljazira Capital

Technical observations

FIRST MILLS started to bounce off a previously penetrated declining trendline as well as its 50-day SMA. Moreover, all the technical indicators show bullish structure.

First Milling Co. (FIRST MILLS)



Source: Tradingview, Aljazira Capital



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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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