

Domestic Market News

- Ministry of Commerce** issued 39.8K e-commerce registers in Q3-24, up 9.4% Y/Y. This took the total commercial registers to 135.9K in Q3-24. (Source: Argaam)
- KSA** launches insurance products to cover the dues of expats working in private sector and facing financial difficulties. It aims to protect and mitigate the impact on their financial rights. (Source: Argaam)
- KSA** imports from GCC countries declined by 4% Y/Y to SAR 6.1bn in July. UAE accounted for 60% of total imports and the imports were down 15%. (Source: Argaam)
- SaudiRe** signed SAR 208.7mn reinsurance contract with Al Etihad Insurance to cover financial dues of non-Saudi workers in case of entity delinquencies. Financial impact is expected from Q4-24. (Source: Tadawul)
- Al Etihad** signed SAR 391.2mn contract with Ministry of HRSD to cover financial dues of non-Saudi workers in the private sector. Financial impact is expected from Q4-24. (Source: Tadawul)
- CMCER** signed SAR 22.8mn contract with the Ministry of National Guard to supply medical staff to King Abdullah Hospital in Qassim and King Salman Hospital in Taif. (Source: Tadawul)
- Ladun Investment's** subsidiary won project worth SAR 645.6mn from Real Estate Development Fund. (Source: Tadawul)

Market Analysis

The **Saudi Stock Exchange** decreased 1.6% to 11,769.0. The value traded stood at SAR 6.2bn (down 13.8% over the previous day), while advance-decline ratio stood at 19/213. The parallel market index decreased 1.0% to 24,656.0 points. The value traded stood at SAR 25.1mn (up 15.2% over the previous day). Most of the sectors in the main market ended in red. Utilities and Food & Beverages (up 0.3% and 0.1%, respectively), while Software & Services and Pharma & Bio Tech (down 5.7% and 4.7%, respectively) declined the most.

Top Gainers

Company	Price	Change%
ALBAHA	0.30	7.1
ASLAK	31.10	3.3
KINGDOM	10.98	2.2
ANB	18.84	1.3
ALMARAI	55.60	1.3

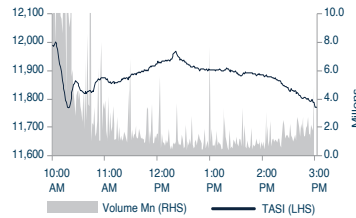
Top Losers

Company	Price	Change%
SAUDI CERAMICS	28.75	-7.3
ELM	1038.00	-6.8
ARAB SEA	6.90	-6.8
DAR ALARKAN	13.62	-6.7
BATIC	3.55	-6.6

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,769	12,004	11,763	(1.6)	(2.2)
NomuC	24,656	25,000	24,648	(1.0)	0.5

TASI movement during session



TASI Ratios

P/E* (x)	25.8
Price-to-Book (x)	2.4
Dividend Yield (%)	2.7
Return on Equity (%)	19.3

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,119	-0.2	-17.8	15.3
Materials	5,739	-2.1	-10.2	High
Capital Goods	12,523	-3.3	24.2	25.5
Commercial Service	4,764	-2.1	-14.6	36.6
Transportation	7,071	-2.8	11.3	32.8
Consumer Durables	5,079	-2.8	2.0	Neg
Consumer Services	4,981	-2.3	0.1	39.3
Media	33,613	-0.6	36.9	49.1
Consumer Discretionary Ret	7,736	-2.0	-10.2	21.9
Consumer Staples Ret	9,172	-2.7	-6.2	22.9
Food & Beverages	5,932	0.1	5.4	29.3
Healthcare	12,317	-0.6	0.8	41.1
Pharma & Bio Tech	5,219	-4.7	7.2	43.9
Banks	11,085	-2.3	-9.8	12.1
Financial Services	7,717	-2.7	14.6	31.8
Insurance	9,976	-1.9	16.1	24.0
Telecom	7,973	-0.8	2.6	15.5
Utilities	15,867	0.3	59.9	32.7
REITs	3,263	-1.7	-11.0	27.1
Real Estate	3,652	-3.3	19.5	44.4
Software & Services	78,151	-5.7	14.0	41.3

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for October (bn)
12,050	12,164	12,042	6.99

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	6.2	823.50	508.80
Previous week	36.7	4,201.70	2,692.00

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.00	-0.2
Al Rajhi	80.10	-4.8
SNB	33.30	-0.6
ACWA POWER	480.00	0.8
ALINMA	27.65	-0.9



International Market News

- **US** factory orders dipped by 0.2% in August, versus the consensus estimate of 0.2% rise. The modest decrease in the orders was due to a 0.5% fall in non-durable goods orders, partially offsetting the uptick in orders for durable goods. The fall was also attributable to 0.5% fall in shipments of manufactured goods, which increased 0.8% in July. (Source: RTT News)
- **US** services PMI rose to 54.9 in September, from 51.5, while the consensus had expected it to rise to 51.0. With this much bigger than expected increase, the services PMI reached its highest level since February 2023. The steep jump was due to faster growth in new orders and business activity. (Source: CNBC)
- **Eurozone** producer prices fell 2.3% in August after a 2.2% decrease and was almost in-line with the consensus estimate. Among major components of producer prices, energy posted the biggest annual fall of 7.7%. Meanwhile, capital goods and non-durable consumer goods prices grew 1.4% and 1.1%, respectively. (Source: Reuters)
- **Eurozone** composite output index fell to 49.6 in September, from a three-month high of 51.0 in August. The reading was indicative of a marginal decrease in private sector activity. Trends at the sector level worsened as factory output recorded an accelerated decline that was the fastest in the year-to-date, while services growth weakened to a seven-month low. (Source: Reuters)
- **UK** new car sales rose 1.0% to 275K units in September. In what is traditionally a bumper month for new car registrations, second only to March, the performance was the best since 2020. The growth was driven by fleet consumers, even as private vehicles demand fell 1.8%. (Source: CNBC)

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	102.52	0.0	1.7	1.2
Euro	1.10	0.0	-1.4	-0.6
Japanese Yen	148.70	0.0	3.5	5.4
Sterling Pound	1.31	0.0	-1.9	3.1
Chinese Yuan	7.10	0.0	1.3	-0.4
Indian Rupee	83.97	0.0	0.2	0.9
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	0.3	-0.4
Omani Rial	0.39	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	0.0	0.0
Egyptian Pound	48.34	0.0	0.1	56.4

Corporate Calendar

Date	Company	Event
7-Oct	SADAFCO	Cash Dividend Distribution
9-Oct	2P	EGM
10-Oct	BAWAN	Cash Dividend Distribution
10-Oct	JAZIRA TAKAFUL	Cash Dividend Distribution
10-Oct	RETAL	Cash Dividend Distribution
13-Oct	KNOWLEDGE TOWER	EGM

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,406	0.0	-2.2	8.5	8.5
Abu Dhabi (ADX)	9,180	0.0	-2.6	-4.2	16.7
Kuwait (KSE)	7,501	-1.1	-2.7	0.3	22.0
Qatar (QE)	10,412	-0.5	-1.9	-3.9	11.5
Oman (MSM)	4,681	0.2	-0.6	3.7	12.1
Bahrain (BSE)	2,004	-0.1	-0.5	1.6	7.9
Egypt (EGX30)	31,721	1.2	0.4	27.4	8.3

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	42,353	0.0	0.1	12.4	23.0
Nasdaq	20,035	0.0	-0.1	19.1	34.1
S&P 500	5,751	0.0	-0.2	20.6	26.2
FTSE 100	8,281	0.0	0.5	7.1	14.6
Germany DAX 30	19,121	0.0	-1.1	14.1	15.9
France CAC 40	7,541	0.0	-1.2	-0.0	13.9
Japan Nikkei 225	38,636	0.0	1.9	15.5	23.2
Brazil IBOVESPA	131,792	0.0	-0.0	-1.8	10.0
Hong Kong Hang Seng	22,737	0.0	7.6	33.4	12.2
South Korea KOSPI	2,570	0.0	-0.9	-3.2	13.2
China Shanghai Composite	3,336	0.0	0.0	12.2	16.1
Australia ASX 200	8,150	0.0	-1.4	7.4	20.9
India Sensex	81,688	0.0	-3.1	13.1	24.8
MSCI EM	1,179	0.0	0.7	15.2	16.4
MSCI World	3,698	0.0	-0.7	16.7	22.9

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	79.18	0.0	6.0	-1.5
Brent Crude (\$/bbl)	78.05	0.0	8.8	1.3
Texas crude (\$/bbl)	74.38	0.0	9.1	3.8
Natural Gas (\$/mmbtu)	2.85	0.0	-2.4	-7.7
Gold (\$/oz)	2,653.60	0.0	0.7	28.6
Silver (\$/oz)	32.20	0.0	3.3	35.3
Steel (\$/ton)	724.00	0.0	-1.5	-36.2
Iron Ore (CNY/MT)	792.00	0.0	0.0	-24.1
Wheat (\$/bu)	589.75	0.0	1.0	-11.8
Corn (\$/bu)	424.75	0.0	0.0	-15.6
Sugar (\$/lb)	23.01	0.0	2.4	11.1
SMP* (EUR/MT)	2,595.00	0.0	-1.1	0.7

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.56	2.1	5.4	-35.5
KSA (SAIBOR 3M)	5.58	-2.0	1.0	-65.1
KSA (SAIBOR 6M)	5.44	-2.7	-5.0	-63.8
KSA (SAIBOR 12M)	5.21	-1.6	-5.5	-78.6
USA (SOFR 3M)	4.58	0.0	-0.8	-74.7
UAE (EIBOR 3M)	4.46	0.0	-19.8	-87.0

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of Oct 6, 2024

Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	11,769
Short-term view	
52 weeks high/low	12,883 – 10,262

Market data	
Exchange Market Cap. (SAR bn)	9,935.6
Value (SAR mn)	6,206.3
Volume (mn)	823.5
Number of Transactions	508,828
Market Breadth	19 : 213

Key statistics	
1D return %	-1.58%
MTD return %	-3.74%
QTD return	-3.74%
YTD return	-1.66%
ADT vol. 3M* (mn)	399.7
ADT val. 3M (SARmn)	7,071.5

*ADT stands for Average Daily Traded

TASI market commentary

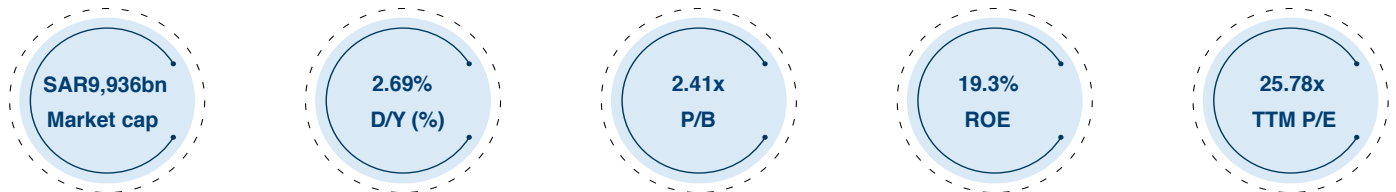
- TASI experienced a decline on Sunday; primarily driven by the performance of the Banks sector (down 2.27%) and the Materials sector (down 2.14%). At close, the Saudi market ended the day with a change of -1.58% at 11,769. In terms of activity, total volumes and value traded were ~824mn and ~SAR 6.2bn, respectively. The advance-decline ratio came in at 19/213.

Technical outlook

- TASI closed the last session near 11,769, recording a significant loss of 189 points. The index remains under the influence of selling pressure, resulting in a substantial decline after breaching both its 20-day SMA and the lower boundary of a Rising Wedge pattern. TASI formed a Bearish Marubozu Close candlestick with a trading volume more than the average volume of the past 20 sessions, testing the critical level of the prior trough of around 11,765. Moreover, the RSI continues its downward trajectory heading toward the 30 level. TASI has an immediate support level of around 11,765. If breached, the subsequent support levels would be around 11,665 – 11,595. On the other hand, an immediate resistance level is observed around 11,835. If successfully surpassed, the subsequent resistance levels to watch for would be around 11,900 – 12,040. Traders are advised to exercise caution and closely monitor the crucial support level of around 11,765, as breaching this level could signal a further decline towards targets near 11,595, followed by the target zone of 11,500–11,380.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,595	11,665	11,765	11,835	11,900	11,950	12,040



Source: Bloomberg, Argaam

TASI daily chart

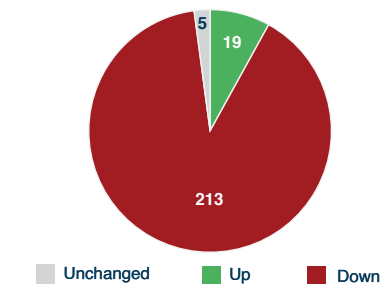


Source: Tradingview, Aljazira Capital

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 06th October 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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