



## Domestic Market News

- **KSA** is committed to transform its fast-growing tourism sector into a sustainable industry to strengthen cultural ties around the world. (Source: Argaam)
- South Korea-based Naver Corp plans to establish a Middle Eastern subsidiary in **KSA** to expand its global operations. It intends to form JVs with local entities to undertake various projects in KSA. (Source: Argaam)
- **Aramco** to issue sukuk with the minimum subscription of USD 200K and in multiples of USD 1K. The net proceeds will be used for general corporate purposes. (Source: Tadawul)
- **MIS** signed letter of intent with BSF Capital for Saudi Data Centre Fund 1, for expanding the capacity of datacentres by 64 MW. The initial estimated value is SAR 1.9bn, upto SAR 2.5bn. (Source: Tadawul)
- **Almuneef** extended its current contract with Aramco, for a period of 5 years, starting from the date of the end of the current contract. (Source: Tadawul)
- **RIBL** intends to issue USD denominated additional tier-1 capital sustainable sukuk. The purpose of the offer is to improve the tier-1 capital and general banking purposes. (Source: Tadawul)
- **SAIC** announced appointment of Mr Khalid bin Saeed Abu Khadra as CEO. With over 18 years of experience, he has diverse knowledge in fields of investment, portfolio management and liquidity management, financial centers. (Source: Tadawul)

## Market Analysis

The **Saudi Stock Exchange** increased 0.4% to 12,129.6. The value traded stood at SAR 4.6bn (down 51.7% over the previous day), while advance-decline ratio stood at 129/90. The parallel market index increased 1.6% to 25,747.0 points. The value traded stood at SAR 50.8mn (down 51.1% over the previous day). Most of the sectors in the main market ended in green. Utilities and Insurance (up 2.9% and 2.0%, respectively), while Pharma & Bio Tech and retailing (down 2.9% and 0.4%, respectively) declined the most.

## Top Gainers

Company	Price	Change%
RED SEA	62.30	9.9
ALBAHA	0.17	6.3
TAWUNIYA	150.00	4.9
CHEMICAL	11.90	4.6
SAPTCO	21.14	4.6

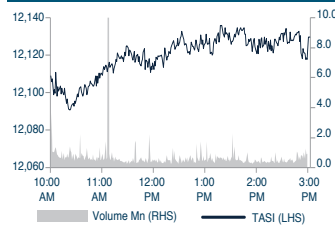
## Top Losers

Company	Price	Change%
JAMJOOM PHARMA	193.00	-4.6
ARABIAN SHIELD	19.56	-3.7
RASAN	61.80	-3.1
MIS	199.80	-3.1
CENOMI RETAIL	10.68	-2.7

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,130	12,139	12,085	0.4	0.8
NomuC	25,747	25,766	25,387	1.6	5.0

## TASI movement during session



## TASI Ratios

P/E* (x)	26.3
Price-to-Book (x)	2.5
Dividend Yield (%)	2.7
Return on Equity (%)	19.3

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,201	0.2	-16.5	15.6
Materials	5,652	0.2	-11.6	High
Capital Goods	13,408	1.7	33.0	27.5
Commercial Service	5,141	0.0	-7.8	39.4
Transportation	7,629	1.5	20.1	35.5
Consumer Durables	5,386	1.5	8.1	Neg
Consumer Services	5,216	0.3	4.8	41.1
Media	32,640	1.3	32.9	49.6
Consumer Discretionary Ret	8,140	-0.4	-5.5	23
Consumer Staples Ret	9,551	0.0	-2.3	23.9
Food & Beverages	6,198	-0.1	10.1	30.5
Healthcare	13,080	1.2	7.0	43.4
Pharma & Bio Tech	5,712	-2.9	17.4	49
Banks	11,945	-0.4	-2.8	12.9
Financial Services	7,726	-0.3	14.7	30.1
Insurance	10,833	2.0	26.1	26
Telecom	8,269	0.4	6.4	16.1
Utilities	14,391	2.9	45.0	29.9
REITs	3,346	-0.3	-8.7	27.7
Real Estate	3,790	0.3	24.0	46.1
Software & Services	82,218	1.5	19.9	43.3

## Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for September (bn)
11,977	11,934	12,040	6.4

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	4.6	233.20	368.00
Previous week	30.4	1,955.80	2,406.60

## Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.45	0.2
Al Rajhi	89.40	-0.6
SNB	35.20	0.0
ACWA POWER	420.40	3.9
ALINMA	29.35	-0.5





## International Market News

- **US** leading economic index dipped 0.2% in August, after falling 0.6% in July. Economists had expected the index to decrease by 0.3%. The index remained on a downward trajectory and posted its sixth consecutive monthly decline, driven by erosion in new orders, which recorded its lowest since May 2023. (Source: Reuters)
- **UK** retail sales rose 1.0% and were expected to rise 0.3%. The growth was led by boost in demand for food and clothing due to warm weather, thus providing tentative evidence of growth revival. (Source: Reuters)
- **BoE** maintained benchmark rate after quarter-point cut last month, and also extended its bond reduction plan for one year. In the absence of material developments, a gradual approach of removing policy restraint remained as an appropriate way. (Source: CNBC)
- **Germany's** producer prices fell 0.8% in August, same as July, however the expected decline was 1.0%. These prices have been falling since July 2023. The decline was due to lower energy prices, with lower natural gas and electricity prices having the biggest influence on energy prices. (Source: RTT News)
- **China's** central bank kept its benchmark lending rates unchanged after the US Fed reduced its rate. Despite the need for monetary policy easing, the lack of any reduction in policy rates makes the central bank constrained. (Source: RTT News)
- **Japan's** core machinery orders fell unexpectedly on M/M basis by 0.1%, confounding the expectations of an 0.4% rise. However, on Y/Y basis, the orders surged 8.7%. (Source: Reuters)
- **Oil prices** fell 1.5% as worries about demand were compounded by disappointing euro zone business activity.
- **Gold prices** gained 0.3% as market participants await more cues about the Fed's rate-cut path.

## Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	100.85	0.1	-0.8	-0.5
Euro	1.11	-0.5	0.6	0.7
Japanese Yen	143.61	-0.2	-1.8	1.8
Sterling Pound	1.33	0.2	1.7	4.8
Chinese Yuan	7.06	0.3	-0.4	-0.9
Indian Rupee	83.55	-0.0	-0.4	0.4
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	-0.1	-0.7
Omani Rial	0.38	-0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	-0.0	-0.0
Egyptian Pound	48.65	0.3	0.1	57.4

## Corporate Calendar

Date	Company	Event
24-Sep	SABIC	Cash Dividend Distribution
24-Sep	ALWASAIL INDUSTRIAL	Eligibility of Cash Dividend
24-Sep	ALMAJED OUD	Surplus Refund Date
24-Sep	RIYADH STEEL	EGM
25-Sep	DERAYAH REIT	Eligibility of Cash Dividend
25-Sep	ALMUJTAMA MEDICAL	EGM

EGM: Extra Ordinary Meeting\*

OGM: Ordinary General Meeting\*

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,434	-0.1	2.5	9.2	8.6
Abu Dhabi (ADX)	9,454	0.2	1.8	-1.3	17.2
Kuwait (KSE)	7,737	-0.3	-1.1	3.5	22.7
Qatar (QE)	10,443	0.0	2.4	-3.6	11.6
Oman (MSM)	4,712	0.1	-0.7	4.4	12.1
Bahrain (BSE)	2,029	-0.2	3.6	2.9	8.0
Egypt (EGX30)	31,023	-0.1	0.8	24.6	8.1

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	42,125	0.1	1.4	11.8	22.8
Nasdaq	19,852	0.3	1.4	18.0	33.8
S&P 500	5,719	0.3	1.2	19.9	26.1
FTSE 100	8,260	0.4	-1.4	6.8	14.6
Germany DAX 30	18,847	0.7	-0.3	12.5	15.7
France CAC 40	7,508	0.1	-1.6	-0.5	13.9
Japan Nikkei 225	37,724	0.0	-2.4	12.7	22.7
Brazil IBOVESPA	130,568	-0.4	-4.0	-2.7	9.9
Hong Kong Hang Seng	18,247	-0.1	1.4	7.0	9.7
South Korea KOSPI	2,602	0.3	-2.7	-2.0	13.4
China Shanghai Composite	2,749	0.4	-3.3	-7.6	13.3
Australia ASX 200	8,153	-0.7	0.8	7.4	20.8
India Sensex	84,929	0.5	3.1	17.6	25.8
MSCI EM	1,111	0.4	1.0	8.5	15.4
MSCI World	3,688	0.3	0.7	16.4	22.9

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	76.32	-0.5	-3.9	-5.1
Brent Crude (\$/bbl)	73.90	-0.8	-6.2	-4.1
Texas crude (\$/bbl)	70.37	-2.2	-4.3	-1.8
Natural Gas (\$/mmbtu)	2.61	7.4	22.8	-4.7
Gold (\$/oz)	2,628.72	0.3	5.0	27.4
Silver (\$/oz)	30.69	-1.5	6.3	29.0
Steel (\$/ton)	704.00	0.0	-1.4	-38.0
Iron Ore (CNY/MT)	678.00	-3.0	-12.6	-35.0
Wheat (\$/bu)	582.50	2.5	5.6	-12.9
Corn (\$/bu)	413.50	2.9	3.1	-17.9
Sugar (\$/lb)	22.61	-0.6	15.0	9.2
SMP* (EUR/MT)	2,590.00	-0.9	4.9	0.5

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.45	-2.1	-57.5	-46.6
KSA (SAIBOR 3M)	5.65	1.6	-41.2	-57.8
KSA (SAIBOR 6M)	5.45	-2.7	-38.5	-62.1
KSA (SAIBOR 12M)	5.29	-1.1	-26.0	-70.4
USA (SOFR 3M)	4.67	-2.3	-34.9	-66.3
UAE (EIBOR 3M)	4.81	0.1	-24.1	-51.8

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of Sept 22, 2024





## Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	12,130
Short-term view	Buy
52 weeks high/low	12,883 – 10,262

## Market data

Exchange Market Cap. (SAR bn)	10,114.4
Value (SAR mn)	4,571.1
Volume (mn)	233.2
Number of Transactions	367,966
Market Breadth	129 : 90

## Key statistics

1D return %	0.41%
MTD return %	-0.13%
QTD return	3.85%
YTD return	1.36%
ADT vol. 3M* (mn)	323.9
ADT val. 3M (SARmn)	6,797.1

\*ADT stands for Average Daily Traded

## TASI market commentary

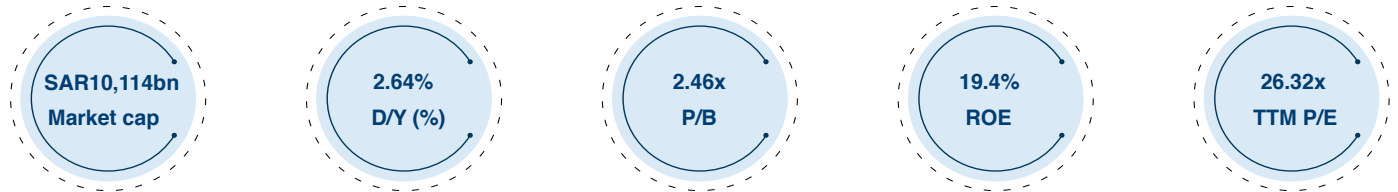
- TASI experienced a rise on Sunday; primarily driven by the performance of the Telecommunication services sector (up 0.36%) and the Energy sector (up 0.23%). At close, the Saudi market ended the day with a change of 0.41% at 12,130. In terms of activity, total volumes and value traded were ~233mn and ~SAR 4.6bn, respectively. The advance-decline ratio came in at 129/90.

## Technical outlook

- TASI closed the last session near 12,130, marking an increase of 49 points. The index experienced persistent buying sentiment, resulting in an opening gap and a subsequent upward push. TASI managed to close above all significant moving averages after penetrating the upper boundary of a declining channel which suggests a potential target zone near the prior peak near 12,235 - 12,330. TASI formed a green candlestick, reflecting the prevailing buying attitude in the market. Moreover, the RSI resumed its upward trajectory following a bounce from an upward trendline. TASI has an immediate resistance level of around 12,145. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,235 – 12,330. On the other hand, an immediate support level is observed around 12,040. If breached, the subsequent support levels would be around 12,000 – 11,940. Traders are advised to consider buying positions and closely monitor the resistance zone near 12,235 – 12,330 where the prior peak was established.

## Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,940	12,000	12,040	12,115	12,145	12,235	12,330



Source: Bloomberg, Argaam

## TASI daily chart

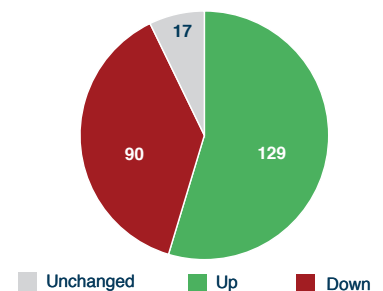


Source: Tradingview, Aljazira Capital

## Our view



## Market depth





## SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	Close*	Buy range	Sell range	Stop loss
2320	Al-Babtain	45.35	45.25 – 45.35	45.75 – 46.25	44.80
4017	Fakeeh care	57.60	57.50 – 57.60	58.10 – 58.80	56.90
2084	Miahona	30.65	30.60 – 30.65	30.90 – 31.25	30.25
2382	Ades	20.40	20.34 – 20.40	20.58 – 20.80	20.14
4263	SAL	293.60	292.80 – 293.60	296.00 – 300.00	289.80
4013	Sulaiman Al Habib	301.80	301.00 – 301.80	304.20 – 307.80	298.00
4262	Lumi	82.30	82.10 – 82.30	83.00 – 84.00	81.20

\*As of 22<sup>nd</sup> September 2024

\* Note – Stop loss is based on an intraday basis

## CHARTS OF THE DAY

## Technical observations

**ALBABTAIN** has just penetrated a declining trendline as well as the level of the prior minor peaks. Moreover, all the technical indicators show bullish structure.

## Al-Babtain Power and Telecommunication Co. (ALBABTAIN)



Source: Tradingview, Aljazira Capital

## Technical observations

**FAKEEH CARE** has penetrated a declining trendline as well as its 20-day SMA. Moreover, all the technical indicators show bullish structure.

## Dr. Soliman Abdel Kader Fakeeh Hospital Co. (FAKEEH CARE)



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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