



Domestic Market News

- **Residential real estate mortgages** to individuals rose 30% to SAR 7.1bn. Nearly 9.6K contracts were signed between banks and retail clients in July. (Source: Argaam)
- **Watani** renewed a bank facility agreement with Alinma Bank, worth SAR 25mn. The purpose of the facility is to finance the working capital of the company. (Source: Tadawul)
- **Fakeeh Care's** subsidiary signed an SAR 18.7mn contract with Asas Al-Amar for shoring, dewatering, and excavation at DSFH Masar Makkah hospital. The financial impact will be seen when the hospital begins operations in 2H-27. (Source: Tadawul)
- **Fakeeh Care** signed an SAR 67.5mn contract with Advanced Horizons for construction of Fakeeh Medical Center at Jeddah, with 22 clinics and 2 day surgery clinics. The financial impact will be seen when the hospital begins operations in Q4-25. (Source: Tadawul)
- **SFICO** received letter from SALIC stating the completion of the sale of its entire stake representing 40%, in favor of Mr. Abdulaziz bin Abdullah Al-Humaid. (Source: Tadawul)
- **Mouwasat's** board recommends increasing the number of members of the board to 8 members, instead of 7. Mouwasat to obtain necessary approvals. (Source: Tadawul)
- Advanced Metal Industries Cluster and Toho Titanium Metal, a subsidiary of **Tasnee**, signed a SAR 50mn credit facility agreement with Saudi EXIM bank, for financing the company's working capital. The agreement aims to provide financial liquidity to meet the company's needs in its export activities, which contributes to boosting Saudi exports in various markets around the world. (Source: Argaam)

Market Analysis

The **Saudi Stock Exchange** decreased 0.2% to 12,167.5. The value traded stood at SAR 8.8bn (up 58.8% over the previous day), while advance-decline ratio stood at 116/99. The parallel market index decreased 0.3% to 26,198.1 points. The value traded stood at SAR 41.5mn (down 2.0% over the previous day). Most of the sectors in the main market ended in green. Media and Capital Goods (up 2.5%, and 1.7%, respectively) while Real Estate and Banks (down 1.1% and 1.0%, respectively) declined the most.

Top Gainers

Company	Price	Change%
SAUDI CABLE	75.70	9.9
SASCO	83.80	7.2
NAMA CHEMICALS	29.15	6.4
EIC	6.89	5.8
FARM SUPERSTORES	25.20	5.5

Top Losers

Company	Price	Change%
JABAL OMAR	25.35	-4.0
QACCO	52.70	-3.1
BAAZEEM	6.69	-2.8
MEDGULF	26.45	-2.6
SAUDI RE	38.00	-2.6

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,167	12,227	12,140	(0.2)	1.1
NomuC	26,198	26,354	26,049	(0.3)	6.8

TASI movement during session



TASI Ratios

P/E* (x)	26.4
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	5,288	0.2	-15.1	15.8
Materials	5,747	-0.1	-10.1	High
Capital Goods	13,616	1.7	35.0	27.9
Commercial Service	5,178	0.7	-7.2	39.9
Transportation	7,837	0.1	23.4	36.4
Consumer Durables	5,350	0.7	7.4	Neg
Consumer Services	5,314	0.0	6.8	42.5
Media	32,387	2.5	31.9	49
Consumer Discretionary Ret	7,946	1.0	-7.8	22.5
Consumer Staples Ret	9,400	0.3	-3.8	23.5
Food & Beverages	5,965	1.3	6.0	29.4
Healthcare	13,195	0.4	7.9	43.7
Pharma & Bio Tech	5,608	0.7	15.2	47.4
Banks	11,919	-1.0	-3.0	12.9
Financial Services	7,985	0.0	18.6	31
Insurance	11,182	0.2	30.1	26.8
Telecom	8,126	-0.4	4.6	15.9
Utilities	14,445	0.1	45.5	30
REITs	3,338	0.5	-8.9	26.8
Real Estate	3,783	-1.1	23.8	45.9
Software & Services	78,584	1.0	14.6	41.7

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for August (bn)
12,160	12,181	11,998	7.62

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	14.3	552.80	1,019.80
Previous week	44.5	1,637.60	2,706.70

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.90	0.2
Al Rajhi	87.50	-1.5
SNB	34.95	-0.7
ACWA POWER	418.00	0.3
ALINMA	31.40	-0.8





International Market News

- **Eurozone** manufacturing index posted 45.8 in August, unchanged from last 2 months. The score signaled another sharp deterioration in operating conditions, with the reading remaining below the threshold since July 2022. (Source: Reuters)
- Market participants expect **ECB** to ease monetary policy once more, having started its rate-cutting cycle in June. The recent cooling in wage growth is a positive signal. (Source: Investing.com)
- **UK** manufacturing index rose to 52.5 in August, from 52.1 in July. Production grew for the fourth successive month in August, in response to rising new order intakes, driven by better market sentiment in the domestic markets, as new exports continued to decline. The weaker foreign demand was due to slowdown in mainland China, freight delays. (Source: RTT News)
- **UK** consumer spending rose modestly in August, driven by food and drink purchases during summery weather. With rising real incomes, stronger consumer confidence, and declining interest rates, spending is expected to grow further. (Source: Investing.com)
- **China** manufacturing index rose to 50.4 in August, from 49.8 in July. Although the reading improved, the rate of improvement was only marginal. Production increased for 10th consecutive month driven by firms in consumer and intermediate goods and new orders returning to growth. (Source: Reuters)
- **Oil prices** gained 1.3% as Libyan oil exports remained halted and concerns about higher OPEC+ production from October eased.
- **Gold prices** fell 0.2% as US markets being closed during labor day and investors awaited the upcoming US economic data.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	101.65	-0.0	-0.0	0.3
Euro	1.11	0.2	0.2	0.3
Japanese Yen	146.92	0.5	0.5	4.2
Sterling Pound	1.31	0.1	0.1	3.3
Chinese Yuan	7.12	0.4	0.4	-0.1
Indian Rupee	83.93	0.1	0.1	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	0.0	-0.6
Omani Rial	0.39	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	0.0	-0.0
Egyptian Pound	48.55	-0.1	-0.1	57.1

Corporate Calendar

Date	Company	Event
3-Sep	SABIC	Eligibility of Cash Dividend
3-Sep	ALAMAR	Cash Dividend Distribution
3-Sep	UNITED MINING	Eligibility of Cash Dividend
3-Sep	ALRASHEED	Cash Dividend Distribution
4-Sep	GAS	Cash Dividend Distribution
4-Sep	SIECO	Eligibility of Cash Dividend

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,357	0.7	0.7	7.3	8.4
Abu Dhabi (ADX)	9,363	0.8	0.8	-2.2	17.0
Kuwait (KSE)	7,803	-0.0	-0.2	4.4	22.8
Qatar (QE)	10,344	1.1	1.4	-4.5	11.5
Oman (MSM)	4,772	0.3	0.5	5.7	12.3
Bahrain (BSE)	1,949	-0.4	-0.4	-1.1	7.6
Egypt (EGX30)	30,732	-0.6	-0.1	23.5	7.5

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	41,563	0.0	0.0	10.3	22.5
Nasdaq	19,575	0.0	0.0	16.3	34.0
S&P 500	5,648	0.0	0.0	18.4	25.7
FTSE 100	8,364	-0.2	-0.2	8.2	14.7
Germany DAX 30	18,931	0.1	0.1	13.0	15.6
France CAC 40	7,646	0.2	0.2	1.4	14.1
Japan Nikkei 225	38,701	0.1	0.1	15.6	23.6
Brazil IBOVESPA	134,906	-0.8	-0.8	0.5	10.3
Hong Kong Hang Seng	17,692	-1.7	-1.7	3.8	9.4
South Korea KOSPI	2,681	0.3	0.3	1.0	13.9
China Shanghai Composite	2,811	-1.1	-1.1	-5.5	13.6
Australia ASX 200	8,110	0.2	0.2	6.8	20.6
India Sensex	82,560	0.2	0.2	14.3	25.1
MSCI EM	1,096	-0.3	-0.3	7.1	15.3
MSCI World	3,659	-0.0	-0.0	15.5	22.7

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	78.85	-0.7	-0.7	-2.0
Brent Crude (\$/bbl)	77.52	-1.6	-1.6	0.6
Texas crude (\$/bbl)	73.55	0.0	0.0	2.7
Natural Gas (\$/mmbtu)	2.13	0.0	-0.0	-22.4
Gold (\$/oz)	2,499.51	-0.2	-0.2	21.2
Silver (\$/oz)	28.55	-1.1	-1.1	20.0
Steel (\$/ton)	714.00	0.0	0.0	-37.1
Iron Ore (CNY/MT)	752.00	-3.1	-3.1	-27.9
Wheat (\$/bu)	551.50	0.0	0.0	-17.6
Corn (\$/bu)	401.00	0.0	0.0	-20.4
Sugar (\$/lb)	19.38	0.0	0.0	-5.6
SMP* (EUR/MT)	2,550.00	3.2	3.2	-1.0

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.86	-4.1	-16.6	-5.6
KSA (SAIBOR 3M)	6.03	3.2	-3.5	-20.2
KSA (SAIBOR 6M)	5.81	-4.7	-3.2	-26.8
KSA (SAIBOR 12M)	5.55	0.7	0.0	-44.4
USA (SOFR 3M)	5.02	0.0	-22.4	-31.5
UAE (EIBOR 3M)	5.07	2.3	2.3	-25.4

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of Sept 2, 2024

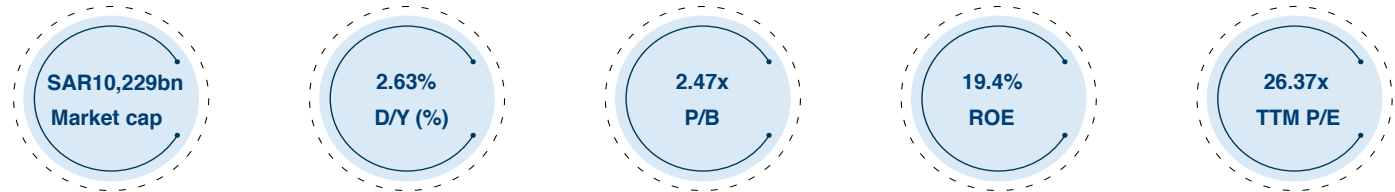


Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	12,168
Short-term view	Profit Booking
52 weeks high/low	12,883 – 10,262

Market data	
Exchange Market Cap. (SAR bn)	10,228.7
Value (SAR mn)	8,790.3
Volume (mn)	325.7
Number of Transactions	580,690
Market Breadth	116 : 99

Key statistics	
1D return %	-0.18%
MTD return %	0.18%
QTD return	4.18%
YTD return	1.67%
ADT vol. 3M* (mn)	326.5
ADT val. 3M (SARmn)	7,958.9

*ADT stands for Average Daily Traded



Source: Bloomberg, Argam

TASI daily chart



Source: Tradingview, Aljazira Capital

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 02nd September 2024

TASI market commentary

- TASI experienced a decline on Monday; primarily driven by the performance of the Banks sector (down 1.00%) and the Telecommunication services sector (down 0.37%). At close, the Saudi market ended the day with a change of -0.18% at 12,168. In terms of activity, total volumes and value traded were ~326mn and ~SAR 8.8bn, respectively. The advance-decline ratio came in at 116/99.

Technical outlook

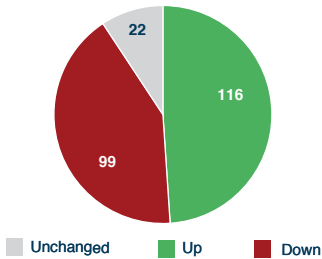
- TASI closed the last session near 12,168, registering a loss of 22 points. The index experienced initial buying sentiment, however, the profit booking attitude resurfaced and forced it to close below its 10-day SMA that is positioned around 12,180. TASI formed a Dark Cloud Cover candlestick suggesting a potential subsequent profit booking attitude. Moreover, the RSI indicator started pointing downward, indicating a weakness in the price action in the near term. TASI has an immediate support level of around 12,090. If breached, the subsequent support levels would be around 12,000 - 11,940. On the other hand, an immediate resistance level is observed around 12,235. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,330 - 12,400. The prevailing profit-booking sentiment reemerged; prompting the index to close below its 10-day SMA. As a result, traders are advised to closely monitor the critical support level of the 23.6% Fibonacci level near 12,090, as breaching this level could trigger a potential further profit-booking attitude.

Key price levels						
S3	S2	S1	Pivot	R1	R2	R3
11,940	12,000	12,090	12,180	12,235	12,330	12,400

Our view



Market depth



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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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