



Domestic Market News

- Ministry of Industry and Mineral** launched 7 mining exploration licenses with 1K km area to international, local investors (Source: Argaam)
- Gulf General** signed non-binding MoU with Gulf Union to evaluate potential merger. The MoU will expire on earlier of signing or 12 months after date of MOU. (Source: Tadawul)
- Fakeeh Care** signed contract worth SAR 46.4mn with AHC for Medical and Clinical Skills Center. The financial impact will be reflected in Q4-25, when the facility center will be operational. (Source: Tadawul)
- HMG and Alandalus Property** in two separate agreements announced the raising capital of Gharb Jeddah Hospital, from SAR 179.4mn to SAR 383mn. It will be funded equally by the two companies. (Source: Argaam)
- Al-Baha** signed sale and purchase agreement for its subsidiary Elegant Centers, with board member Mishal Mohammed Mufti. Agreement involves buying 13.0% shares of Elegant for SAR 19.6mn and will be financed internally. (Source: Tadawul)

Earnings update (Net Profit) (SAR mn)

Company	Q2-24	Q2-23	Y/Y %	Q1-24	Q/Q %
AWPT	76.9	35.6	116.05	43.1	78.55
RIYADH CEMENT	64.4	53.3	20.89	70.1	-8.10
TCC	31.3	9.9	214.34	16.1	94.54
NORTHERN CEMENT	11.8	19.6	-39.88	51.6	-77.19
EQUIPMENT HOUSE	7.4	1.4	428.57	8.3	-10.84
FAKEEH CARE	42.9	38.6	11.04	60.7	-29.39
ASLAK	4.2	5.5	-23.64	6.1	-31.15
ALMAWARID	23.2	22.5	3.47	26.4	-12.04
JOUF CEMENT	8.1	4.1	98.95	12.5	-34.74

Market Analysis

The **Saudi Stock Exchange** increased 0.4% to 11,729.7. The value traded stood at SAR 7.0bn (down 23.1% over the previous day), while the advance-decline ratio stood at 169/62. The parallel market index increased 0.8% to 25,903.8 points. The value traded stood at SAR 32.2mn (down 16.6% over the previous day). Most of the sectors in the main market ended in green. Pharma & Bio tech and Capital Goods (up 3.5% and 2.9%, respectively) while Transportation and Software & Services (down 1.3% and 0.9%, respectively) declined the most.

Top Gainers

Company	Price	Change%
PETRO RABIGH	8.14	10.0
BAAZEEM	6.53	9.9
ALBAHA	0.13	8.3
NCLE	176.80	6.6
AYYAN	15.44	6.2

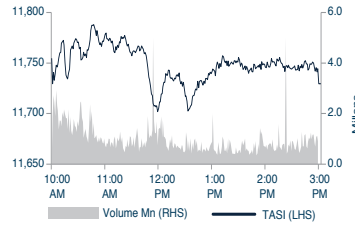
Top Losers

Company	Price	Change%
MALATH INSURANCE	15.66	-6.1
WALAA	20.92	-4.0
RASAN	55.30	-4.0
SVCP	42.40	-3.6
ALAKARIA	19.08	-3.6

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,730	11,792	11,697	0.4	(2.6)
NomuC	25,904	26,047	25,690	0.8	5.6

TASI movement during session



TASI Ratios

P/E* (x)	25.2
Price-to-Book (x)	2.4
Dividend Yield (%)	2.8
Return on Equity (%)	19.4

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,250	2.0	-15.7	15.6
Materials	5,610	0.9	-12.2	High
Capital Goods	12,323	2.9	22.2	27.2
Commercial Service	4,815	0.5	-13.7	35.0
Transportation	7,307	-1.3	15.0	35.5
Consumer Durables	4,895	2.0	-1.7	neg
Consumer Services	4,848	1.7	-2.6	35.5
Media	29,913	1.5	21.8	43.8
Consumer Discretionary Ret	7,422	1.4	-13.8	21.9
Consumer Staples Ret	8,927	0.4	-8.7	21.2
Food & Beverages	5,790	-0.6	2.9	29
Healthcare	12,380	0.1	1.3	43.8
Pharma & Bio Tech	4,733	3.5	-2.8	45.5
Banks	11,688	-0.1	-4.9	13.1
Financial Services	7,272	0.9	8.0	33.4
Insurance	10,623	0.1	23.6	25.8
Telecom	7,424	-0.7	-4.4	14.6
Utilities	13,580	-0.6	36.8	29.3
REITs	3,280	0.5	-10.5	25.5
Real Estate	3,642	1.0	19.2	42.9
Software & Services	73,086	-0.9	6.6	42.4

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for August (bn)
11,743	11,921	11,992	7.83

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	33.1	1,503.00	2,689.60
Previous week	30.7	1,455.10	2,501.40

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.75	2.0
Al Rajhi	84.70	-0.4
SNB	34.60	-0.3
ACWA POWER	388.40	-0.6
ALINMA	30.90	0.0





International Market News

- According to **EIA**, oil inventories in the US decreased 3.7mn barrels (prior: down 3.4mn) to 429.3mn in the week ended August 02. Gasoline inventories increased 1.3mn barrels (prior: down 3.7mn) to 225.1mn, while distillate inventories increased 0.9mn barrels (prior: up 1.5mn) to 127.8mn. (Source: EIA, Econoday)
- UK** house prices grew 0.8% M/M in July after staying flat over the previous three months. On Y/Y basis the house price growth accelerated to 2.3%. A similar faster growth was last seen in January. (Source: RTT News)
- China's** exports posted an annual growth of 7.0% in July and was significantly weaker than forecast of 9.7%. While imports surged 7.2%, thereby reversing 2.3% percent decrease in June. As a result, the trade surplus narrowed to USD 84.7bn. (Source: Reuters)
- Japan's** overall value of bank lending was up 3.2% Y/Y in July, to the tune of Yen 624.7tn. Excluding trusts, bank lending was up 3.6%, while the lending from foreign banks jumped 18.6%. (Source: CNBC)
- Japan's** imports were up 3.4% Y/Y, while the exports rose 5.9%. This led to a current account surplus of Yen 1.5tn in June, just shy of the estimated Yen 1.8tn. Meanwhile the capital account showed a deficit of Yen 53.6bn. (Source: Reuters)
- Oil** prices gained 2.8% after a bigger than expected decline in the US crude stockpiles.
- Gold** prices fell 0.2% amid rising US treasury yields and escalating Middle East tensions.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	103.20	0.2	-0.9	1.8
Euro	1.09	-0.1	0.9	-1.1
Japanese Yen	146.68	1.6	-2.2	4.0
Sterling Pound	1.27	0.0	-1.3	-0.3
Chinese Yuan	7.17	0.2	-0.7	0.7
Indian Rupee	83.95	-0.0	0.3	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	0.1	0.1	-0.4
Omani Rial	0.39	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	0.0	-0.0
Egyptian Pound	49.21	0.0	1.3	59.2

Corporate Calendar

Date	Company	Event
8-Aug	ZOUJAJ	Eligibility of Cash Dividend
8-Aug	BUDGET SAUDI	Eligibility of Cash Dividend
8-Aug	AL RAJHI REIT	Eligibility of Cash Dividend
8-Aug	EIC	Eligibility of Cash Dividend
8-Aug	LEEJAM SPORTS	Eligibility of Cash Dividend
8-Aug	FADECO	Cash Dividend Distribution

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,198	1.5	-1.6	3.4	8.2
Abu Dhabi (ADX)	9,180	1.1	-1.7	-4.2	16.6
Kuwait (KSE)	7,689	0.8	-2.7	2.8	21.5
Qatar (QE)	10,077	0.3	-0.8	-7.0	11.0
Oman (MSM)	4,644	-0.1	-0.4	2.9	11.9
Bahrain (BSE)	1,931	0.1	-2.0	-2.0	7.5
Egypt (EGX30)	28,628	1.5	-2.6	15.0	8.0

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	38,763	-0.6	-5.1	2.8	21.6
Nasdaq	17,867	-1.2	-7.7	6.2	31.5
S&P 500	5,200	-0.8	-5.8	9.0	24.3
FTSE 100	8,167	1.7	-2.4	5.6	14.3
Germany DAX 30	17,615	1.5	-4.8	5.2	15.5
France CAC 40	7,266	1.9	-3.5	-3.7	13.7
Japan Nikkei 225	35,090	1.2	-10.3	4.9	22.5
Brazil IBOVESPA	127,514	1.0	-0.1	-5.0	9.4
Hong Kong Hang Seng	16,878	1.4	-2.7	-1.0	9.4
South Korea KOSPI	2,568	1.8	-7.3	-3.3	15.1
China Shanghai Composite	2,870	0.1	-2.3	-3.5	13.5
Australia ASX 200	7,700	0.2	-4.9	1.4	19.0
India Sensex	79,468	1.1	-2.8	10.0	24.2
MSCI EM	1,050	1.9	-3.2	2.6	14.9
MSCI World	3,372	-0.3	-5.6	6.4	21.2

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	77.25	0.7	-5.9	-3.9
Brent Crude (\$/bbl)	78.33	2.4	-3.0	1.7
Texas crude (\$/bbl)	75.23	2.8	-3.4	5.0
Natural Gas (\$/mmbtu)	2.11	5.1	3.7	-21.0
Gold (\$/oz)	2,382.92	-0.3	-2.6	15.5
Silver (\$/oz)	26.61	-1.4	-8.3	11.8
Steel (\$/ton)	684.00	-0.1	-2.8	-39.7
Iron Ore (CNY/MT)	788.50	0.0	3.2	-24.4
Wheat (\$/bu)	538.25	-0.9	2.1	-18.0
Corn (\$/bu)	400.75	-1.1	0.3	-20.4
Sugar (\$/lb)	18.14	1.5	-4.2	-11.6
SMP* (EUR/MT)	2,434.00	0.2	3.0	-5.5

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.76	-7.8	-1.6	-15.3
KSA (SAIBOR 3M)	6.19	-3.9	-1.2	-4.7
KSA (SAIBOR 6M)	5.95	5.5	-0.6	-12.4
KSA (SAIBOR 12M)	5.69	-2.3	-8.6	-30.6
USA (SOFR 3M)	5.10	4.8	-13.7	-22.7
UAE (EIBOR 3M)	5.00	0.7	-23.5	-33.2

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of Aug 7, 2024





Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	11,730
Short-term view	Cautious
52 weeks high/low	12,883 – 10,262

Market data

Exchange Market Cap. (SAR bn)	10,032.6
Value (SAR mn)	6,986.5
Volume (mn)	311.0
Number of Transactions	561,953
Market Breadth	169 : 62

Key statistics

1D return %	0.43%
MTD return %	-3.14%
QTD return	0.43%
YTD return	-1.99%
ADT vol. 3M* (mn)	310.2
ADT val. 3M (SARmn)	7,620.8

*ADT stands for Average Daily Traded

TASI market commentary

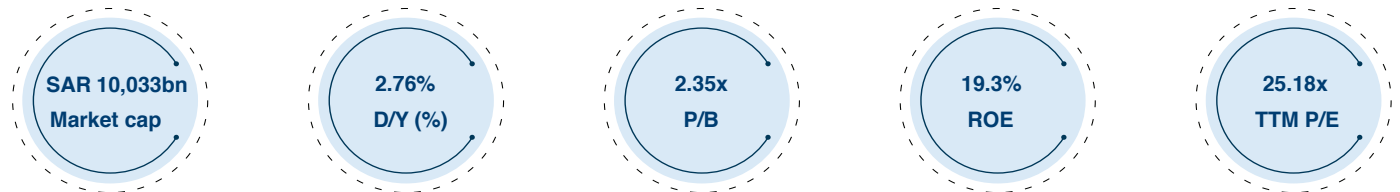
- TASI experienced a rise on Wednesday; primarily driven by the performance of the Energy sector (up 1.98%) and the Materials sector (up 0.88%). At close, the Saudi market ended the day with a change of 0.43% at 11,730. In terms of activity, total volumes and value traded were ~311mn and ~SAR 7.0bn, respectively. The advance-decline ratio came in at 169/62.

Technical outlook

- TASI closed the last session near 11,679, marking an increase of 51 points. The buying power persisted, resulting in an upside-opening gap. However, TASI formed a Spinning Top candlestick, indicating a balance between buying and selling attitudes in the near term. Presently, the index is encountering the significant resistance of the previously breached boundary of a rising channel and a downside Gap after the temporary upside rebound; where a potential emergence of profit booking attitudes may start. Moreover, the RSI indicator continues hovering below the 50 level. TASI has an immediate resistance level of around 11,750. If successfully surpassed, the subsequent resistance levels to watch for would be around 11,825 – 11,950. On the other hand, an immediate support level is observed at around 11,500. If breached, the subsequent support levels would be around 11,440 - 11,320. TASI is currently testing the crucial resistance of a formerly breached boundary of a rising channel where a potential continuation of the prevailing selling attitude may occur. Traders are advised to exercise caution and closely monitor the critical resistance level of around 11,750.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,320	11,440	11,500	11,650	11,750	11,825	11,950



Source: Bloomberg, Argam

TASI daily chart

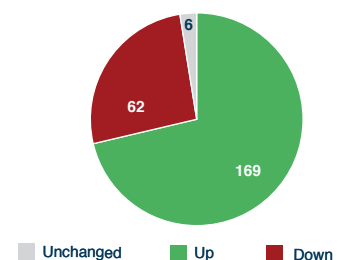


Source: Tradingview, Aljazeera Capital

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 07th August 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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