



Domestic Market News

- OPEC** revised down its global oil demand forecasts for 2024 and 2025, citing slight decline in demand expectations in certain regions. It now expects 2024 oil demand to be 1.9 mnbpd and 2025 demand to be 1.6 mnbpd. (Source: Argaam)
- Harmony between private and government sectors in **KSA** helped mitigate challenges in the logistics sector. KSA has achieved great accomplishments, as several programs and goals were launched in the logistics sector. (Source: Argaam)
- EW Partners and King Salman International Airport plan to establish a SEZ at the airport, featuring logistics/light industrial zone. It aims at strengthening local supply chains and boosting **KSA's** industrial capacity. (Source: Argaam)
- MIS** was awarded project worth SAR 57.3mn from NUPCO, for supply of immunology and serology supplies and tissue compatibility solutions. (Source: Tadawul)
- Batic** announced multiple real estate logistics projects in-line with the growing business landscape in KSA's logistics sector. Batic is currently studying number of investment opportunities in sector. (Source: Tadawul)
- Almuneef** signed SAR 3.7mn contract with NADEC for purchasing 1,500 tons of wheat seeds, to cover local market needs for wheat planting season. The financial impact to be reflected by end of Q4-24. (Source: Tadawul)
- Modern Mills** announces resignation of Martin Reintjes as an Independent director, from the board of the company. (Source: Tadawul)

Market Analysis

The **Saudi Stock Exchange** decreased 0.9% to 11,959.7. The value traded stood at SAR 7.3bn (up 27.9% over the previous day), while advance-decline ratio stood at 80/140. The parallel market index increased 1.3% to 25,444.9 points. The value traded stood at SAR 107.7mn (up 87.8% over the previous day). Most of the sectors in the main market ended in red. Food & Beverages and Telecom (up 1.7% and 1.0%, respectively), while Utilities and Software & Services (down 5.9% and 1.5%, respectively) declined the most.

Top Gainers

Company	Price	Change%
ATHEEB TELECOM	107.20	10.0
MESC	43.15	6.3
ALMAJED OUD	167.20	5.8
SAUDI GERMAN	71.80	4.7
ALETIHAD	22.58	4.5

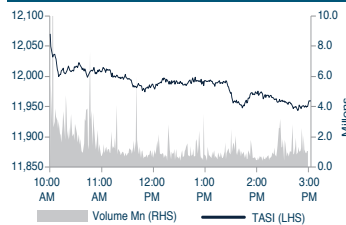
Top Losers

Company	Price	Change%
ALBAHA	0.35	-7.9
ACWA POWER	441.00	-7.4
ALHOKAIR GROUP	2.81	-5.1
BATIC	3.90	-4.4
CENOMI RETAIL	12.90	-4.0

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,960	12,070	11,938	(0.9)	(0.6)
NomuC	25,445	25,459	25,045	1.3	3.7

TASI movement during session



TASI Ratios

P/E* (x)	26.1
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	5,162	0.0	-17.2	15.4
Materials	5,789	-0.4	-9.4	High
Capital Goods	13,400	-0.9	32.9	27.1
Commercial Service	4,863	-1.0	-12.8	37.3
Transportation	7,431	0.6	17.0	34.5
Consumer Durables	5,379	-0.4	8.0	Neg
Consumer Services	5,183	-0.3	4.1	40.5
Media	34,641	-0.9	41.1	High
Consumer Discretionary Ret	8,027	0.4	-6.8	22.8
Consumer Staples Ret	9,289	0.2	-5.0	23.2
Food & Beverages	6,110	1.7	8.6	29.4
Healthcare	12,568	0.9	2.8	41.8
Pharma & Bio Tech	5,388	-1.3	10.7	45.8
Banks	11,469	-1.2	-6.7	12.5
Financial Services	8,243	-1.5	22.4	32.5
Insurance	10,064	-1.3	17.1	24.1
Telecom	8,099	1.0	4.2	15.7
Utilities	14,830	-5.9	49.4	30.7
REITs	3,255	-0.1	-11.2	27.1
Real Estate	3,774	0.0	23.5	45.8
Software & Services	80,331	-1.5	17.1	42.4

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for October (bn)
11,996	11,992	12,064	6.94

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	13	1,128.00	1,002.80
Previous week	34.7	3,667.20	2,609.60

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.20	0.0
Al Rajhi	85.00	-1.6
SNB	34.50	-0.7
ACWA POWER	441.00	-7.4
ALINMA	28.80	-0.7





International Market News

- **China's** CPI softened to 0.4% in September, from 0.6% in August. The core inflation weakened to 0.1% and marked the lowest reading since early 2021. A near-term fiscal boost as well as a recovery in fuel prices should reduce some of the immediate deflationary risks in China but structural imbalances are set to persist. (Source: Reuters)
- **China's** export growth slowed sharply in September while imports also unexpectedly decelerated, undershooting forecasts by big margins and suggesting manufacturers are slashing prices to move inventory ahead of tariffs from several trade partners. (Source: Reuters)
- According to Caixin Global Report, **China** may raise additional USD 850bn from special treasury bonds over three years to stimulate a sagging economy. This comes after the commentary from China's finance minister of China likely to increase debt significantly. (Source: Investing.com)
- **Chinese** banks could cut rate on USD 42.2tn of deposits soon in the coming week. Major banks will be guided by the central bank's interest rate self-disciplinary mechanism to lower the rates on number of deposit products. (Source: Investing.com)
- **Japan's** government aiming to compile supplementary budget for the current fiscal year in excess of last year's USD 87.6bn, to fund an economic support package. This fresh package will include payouts to the low-income households and subsidies to local governments. (Source: Reuters)
- **Oil prices** fell 2.0% as OPEC again lowered its outlook for 2024 and 2025 global oil demand growth while China's oil imports fell for the fifth straight month.
- **Gold prices** fell 0.2% amid smaller rate cut bets and a bullish US Dollar.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	103.30	0.4	2.5	1.9
Euro	1.09	-0.3	-2.0	-1.2
Japanese Yen	149.76	0.4	4.3	6.2
Sterling Pound	1.31	-0.1	-2.4	2.6
Chinese Yuan	7.10	0.3	1.3	-0.4
Indian Rupee	84.06	-0.0	0.3	1.0
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	0.5	-0.2
Omani Rial	0.38	0.0	-0.0	-0.0
Bahraini Dinar	0.38	0.0	0.0	0.0
Egyptian Pound	48.59	0.0	0.6	57.2

Corporate Calendar

Date	Company	Event
15-Oct	ALJOUF	Cash Dividend Distribution
15-Oct	LUBEREF	Cash Dividend Distribution
16-Oct	MESC	EGM
16-Oct	ARABIAN DRILLING	EGM
16-Oct	QUARA	EGM
17-Oct	TAPRCO	EGM

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,455	0.3	-1.1	9.7	8.6
Abu Dhabi (ADX)	9,303	0.5	-1.3	-2.9	16.9
Kuwait (KSE)	7,565	-0.1	-1.9	1.2	22.2
Qatar (QE)	10,478	-0.1	-1.3	-3.3	11.6
Oman (MSM)	4,803	0.8	2.0	6.4	12.4
Bahrain (BSE)	1,995	-0.2	-0.9	1.2	7.8
Egypt (EGX30)	30,273	1.1	-4.2	21.6	7.9

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	43,065	0.5	1.7	14.3	23.4
Nasdaq	20,439	0.8	1.9	21.5	34.8
S&P 500	5,860	0.8	1.7	22.9	26.7
FTSE 100	8,293	0.5	0.7	7.2	14.7
Germany DAX 30	19,508	0.7	0.9	16.5	16.2
France CAC 40	7,602	0.3	-0.4	0.8	14.1
Japan Nikkei 225	39,606	0.0	4.4	18.4	23.8
Brazil IBOVESPA	131,005	0.8	-0.6	-2.4	9.9
Hong Kong Hang Seng	21,093	-0.7	-0.2	23.7	11.3
South Korea KOSPI	2,623	1.0	1.2	-1.2	13.5
China Shanghai Composite	3,284	2.1	-1.6	10.4	15.9
Australia ASX 200	8,253	0.5	-0.2	8.7	21.1
India Sensex	81,973	0.7	-2.8	13.5	24.9
MSCI EM	1,160	0.0	-0.9	13.3	16.1
MSCI World	3,753	0.6	0.8	18.4	23.1

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	78.39	-1.7	5.0	-2.5
Brent Crude (\$/bbl)	77.46	-2.0	7.9	0.5
Texas crude (\$/bbl)	73.83	-2.3	8.3	3.0
Natural Gas (\$/mmbtu)	2.49	-5.2	-14.7	-19.3
Gold (\$/oz)	2,648.54	-0.3	0.5	28.4
Silver (\$/oz)	31.20	-1.1	0.1	31.1
Steel (\$/ton)	698.00	-1.0	-5.0	-38.5
Iron Ore (CNY/MT)	787.00	2.3	-0.6	-24.5
Wheat (\$/bu)	585.25	-2.3	0.2	-12.5
Corn (\$/bu)	408.25	-1.8	-3.9	-18.9
Sugar (\$/lb)	22.39	0.7	-0.4	8.1
SMP* (EUR/MT)	2,553.00	-0.1	-2.7	-0.9

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.55	-0.7	5.0	-36.0
KSA (SAIBOR 3M)	5.61	0.9	3.6	-62.4
KSA (SAIBOR 6M)	5.39	-0.7	-9.5	-68.4
KSA (SAIBOR 12M)	5.16	0.0	-10.8	-83.8
USA (SOFR 3M)	4.65	0.0	5.5	-68.4
UAE (EIBOR 3M)	4.63	7.5	-2.2	-69.4

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of Oct 14, 2024





Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	11,960
Short-term view	Cautious
52 weeks high/low	12,883 – 10,262

Market data

Exchange Market Cap. (SAR bn)	10,035.5
Value (SAR mn)	7,302.0
Volume (mn)	437.4
Number of Transactions	552,848
Market Breadth	80 : 140

Key statistics

1D return %	-0.91%
MTD return %	-2.18%
QTD return	-2.18%
YTD return	0.06%
ADT vol. 3M* (mn)	434.8
ADT val. 3M (SARmn)	7,028.2

*ADT stands for Average Daily Traded

TASI market commentary

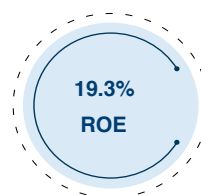
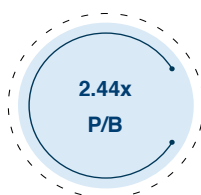
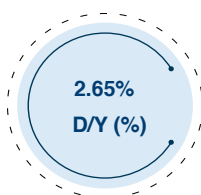
- TASI experienced a decline on Monday; primarily driven by the performance of the Banks sector (down 1.18%) and the Materials sector (down 0.38%). At close, the Saudi market ended the day with a change of -0.91% at 11,960. In terms of activity, total volumes and value traded were ~437mn and ~SAR 7.3bn, respectively. The advance-decline ratio came in at 80/140.

Technical outlook

- TASI closed the last session near 11,960, marking a loss of 110 points. The prevailing profit-taking attitudes resurfaced, driving the index below its 10-day SMA after a retest of the lower boundary of the Rising Wedge pattern around 12,080. TASI displayed a Bearish Engulfing candlestick pattern, suggesting a potential further downturn in the short run. Moreover, the MACD indicator maintained its negative stance below both the mid-level and the signal line. TASI has an immediate support level of around 11,925. If breached, the subsequent support levels would be around 11,835 – 11,765. On the other hand, an immediate resistance level is observed around 12,080. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,150 – 12,225. Traders are advised to exercise caution and closely monitor the significant support level of the prior trough near 11,765, as breaching this level could trigger further selling pressure.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,765	11,835	11,925	11,990	12,080	12,150	12,225



Source: Bloomberg, Argam

TASI daily chart

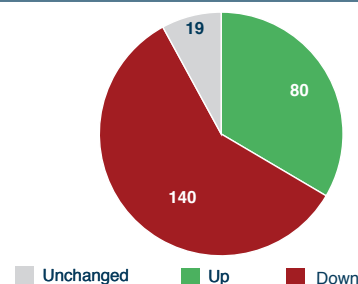


Source: Tradingview, Aljazira Capital

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 14th 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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