



Domestic Market News

- Investments in **KSA's** e-commerce startups hit SAR 1.6bn in 2023, thereby ranking KSA's e-commerce economy at 8th place, globally. KSA has become one of the most vibrant e-commerce markets in the MENA region. (Source: Argaam)
- Saudia** to increase fleet size to 300 aircrafts by the end of 2032. It also aims to double the number of its destinations to more than 140 over next five years. (Source: Argaam)
- MoE** announced the updated requirements for opening nurseries and kindergartens, including enabling private and international education facilities to invest in their buildings outside the official working hours and on holidays.
- Tharwah** signed a framework agreement worth SAR 9mn with a government entity, to provide training and development services for the entity's employees. Contract duration is of 36 months with financial impact to begin in Q4-24. (Source: Tadawul)
- BSF** announced the completion of its offering of additional tier-1 sukuk worth SAR 3bn for a 6% per annum return. (Source: Tadawul)
- United Mining** decided to distribute cash dividends worth SAR 9.8mn with a dividend per share of SAR 0.70, for H1-24. (Source: Tadawul)
- Academy of Learning** obtained training license for its branch in Riyadh, from the Technical, Vocational Training Corporation. The branch to open at the beginning of September 2024, and its financial impact to appear during the H2-24. (Source: Tadawul)

Market Analysis

The **Saudi Stock Exchange** decreased 0.6% to 12,182.2. The value traded stood at SAR 8.4bn (down 6.5% over the previous day), while advance-decline ratio stood at 79/143. The parallel market index decreased 0.2% to 26,391.1 points. The value traded stood at SAR 39.2mn (up 9.1% over the previous day). Most of the sectors in the main market ended in red. Pharma & Bio Tech (up 2.0%) while Retailing and Consumer Services (down 1.5% and 1.3%, respectively) declined the most.

Top Gainers

Company	Price	Change%
RED SEA	41.40	7.5
ALLIANZ SF	17.14	5.5
ZAMIL INDUST	26.65	4.5
NAJRAN CEMENT	9.06	4.5
SAVOLA GROUP	26.50	3.5

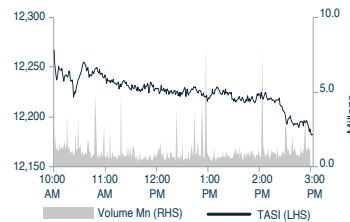
Top Losers

Company	Price	Change%
ALBAHA	0.12	-7.7
MIAHONA	31.65	-4.7
SISCO HOLDING	33.85	-3.4
TECO	0.86	-3.4
LEEJAM SPORTS	213.20	-2.7

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,182	12,267	12,179	(0.6)	1.2
NomuC	26,391	26,476	26,294	(0.2)	7.6

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	5,279	-0.3	-15.3	15.8
Materials	5,712	-0.4	-10.6	High
Capital Goods	13,103	-0.6	29.9	27.2
Commercial Service	5,199	-0.2	-6.8	40.1
Transportation	7,791	-0.3	22.7	36.2
Consumer Durables	5,270	0.0	5.8	Neg
Consumer Services	5,137	-1.3	3.2	41.4
Media	31,548	-0.9	28.5	48.6
Consumer Discretionary Ret	7,737	-1.5	-10.2	21.9
Consumer Staples Ret	9,375	-0.7	-4.1	23.3
Food & Beverages	5,944	-0.2	5.6	29.4
Healthcare	13,089	-0.9	7.1	43.4
Pharma & Bio Tech	5,507	2.0	13.1	46.5
Banks	12,047	-1.0	-2.0	13.1
Financial Services	7,912	-0.3	17.5	29.5
Insurance	11,463	-0.5	33.4	27.5
Telecom	8,178	-0.2	5.3	16
Utilities	14,402	-0.9	45.1	30
REITs	3,331	-0.3	-9.1	26.7
Real Estate	3,836	-0.1	25.5	46.1
Software & Services	78,960	-0.2	15.1	41.9

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for August (bn)
12,218	12,096	11,938	7.42

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	25.4	972.00	1,600.00
Previous week	39.2	1,674.60	2,670.00

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.85	-0.4
Al Rajhi	88.00	-0.7
SNB	36.05	-1.5
ACWA POWER	414.00	-1.4
ALINMA	31.85	-0.8





International Market News

- **US** consumer confidence index rose to 103.3 in August, from 101.9 in July, and beating the consensus of a decline to 100.1. Consumers continued to show mixed feelings but were more positive about the business conditions than last month. (Source: Reuters)
- **UK** retail sales fell for the third straight month in August, with 27% of retailers reporting lower sales, down from 43% in July. Another 17% expect further declines next month. Retailers plan to cut investment over the next year, and retail employment has dropped for eight consecutive quarters. (Source: RTT News)
- **UK** shop prices fell by 0.3% Y/Y in August, reversing the 0.2% increase in July. This marked the first decline since October 2021. Non-food prices dropped further, down 1.5% from 0.9% last month, while food prices rose more slowly, increasing 2.0% after a 2.3% rise in July. (Source: Reuters)
- **Germany's** GDP fell 0.1% Q/Q in line with the estimate and following a 0.2% rise in the first quarter. The contraction was due to weak household consumption and investment. (Source: CNBC)
- **China's** industrial profits grew 3.6% in the first seven months of 2024. This was slightly faster than the 3.5% growth registered in the January to June period. The annual growth was largely driven by the profits at high-tech manufacturing and equipment manufacturing companies. (Source: RTT News)
- **Oil prices** fell 3.1% on worries of slower economic growth in the US and China which could reduce the demand for energy.
- **Gold prices** gained 0.3% amid geopolitical risks and Fed rate cut bets.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	100.55	-0.3	-3.4	-0.8
Euro	1.12	0.2	3.3	1.3
Japanese Yen	143.96	-0.4	-4.0	2.1
Sterling Pound	1.33	0.6	3.2	4.2
Chinese Yuan	7.12	-0.0	-1.5	-0.1
Indian Rupee	83.92	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	-0.1	-0.6
Omani Rial	0.38	-0.0	-0.0	0.0
Bahraini Dinar	0.38	0.0	-0.0	-0.0
Egyptian Pound	48.70	-0.1	0.3	57.6

Corporate Calendar

Date	Company	Event
28-Aug	SAB	Cash Dividend Distribution
28-Aug	SAIB	Cash Dividend Distribution
28-Aug	BUDGET SAUDI	Cash Dividend Distribution
28-Aug	EIC	Cash Dividend Distribution
28-Aug	RIYADH CEMENT	Cash Dividend Distribution
28-Aug	RIYADH REIT	Eligibility of Cash Dividend

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,343	0.4	1.8	7.0	8.4
Abu Dhabi (ADX)	9,334	-0.2	-0.1	-2.5	16.9
Kuwait (KSE)	7,839	0.5	-0.8	4.8	23.0
Qatar (QE)	10,189	-0.3	0.3	-5.9	11.3
Oman (MSM)	4,691	-0.1	0.6	3.9	12.1
Bahrain (BSE)	1,928	-0.0	-2.1	-2.2	7.3
Egypt (EGX30)	30,363	0.8	3.4	22.0	7.4

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	41,251	0.0	1.0	9.4	23.0
Nasdaq	19,582	0.3	1.1	16.4	34.5
S&P 500	5,626	0.2	1.9	17.9	26.3
FTSE 100	8,345	0.2	-0.3	7.9	14.4
Germany DAX 30	18,682	0.3	0.9	11.5	15.4
France CAC 40	7,566	-0.3	0.5	0.3	14.3
Japan Nikkei 225	38,289	0.5	-2.1	14.4	23.3
Brazil IBOVESPA	136,776	-0.1	7.1	1.9	10.4
Hong Kong Hang Seng	17,875	0.4	3.1	4.9	10.0
South Korea KOSPI	2,689	-0.3	-2.9	1.3	14.9
China Shanghai Composite	2,849	-0.2	-3.1	-4.2	13.4
Australia ASX 200	8,071	-0.2	-0.3	6.3	19.9
India Sensex	81,712	0.0	-0.0	13.1	24.8
MSCI EM	1,100	-0.4	1.4	7.4	15.3
MSCI World	3,647	0.2	2.1	15.1	22.6

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	80.08	-0.6	-2.5	-0.4
Brent Crude (\$/bbl)	79.55	-2.3	-1.4	3.3
Texas crude (\$/bbl)	75.53	-2.4	-3.1	5.4
Natural Gas (\$/mmbtu)	1.90	-2.7	-6.5	-28.7
Gold (\$/oz)	2,524.64	0.3	3.1	22.4
Silver (\$/oz)	29.98	0.2	3.3	26.0
Steel (\$/ton)	671.00	0.1	-4.7	-40.9
Iron Ore (CNY/MT)	773.00	3.1	1.2	-25.9
Wheat (\$/bu)	535.50	2.0	-3.0	-20.0
Corn (\$/bu)	392.75	1.6	-1.8	-22.0
Sugar (\$/lb)	19.60	2.9	3.5	-4.5
SMP* (EUR/MT)	2,410.00	-0.6	2.0	-6.5

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.94	11.4	16.4	2.7
KSA (SAIBOR 3M)	6.08	-5.3	-11.3	-14.8
KSA (SAIBOR 6M)	5.88	4.2	-8.0	-19.8
KSA (SAIBOR 12M)	5.61	0.0	-16.7	-38.8
USA (SOFR 3M)	5.06	0.1	-17.9	-26.9
UAE (EIBOR 3M)	5.07	10.2	-15.9	-25.6

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of Aug 27, 2024

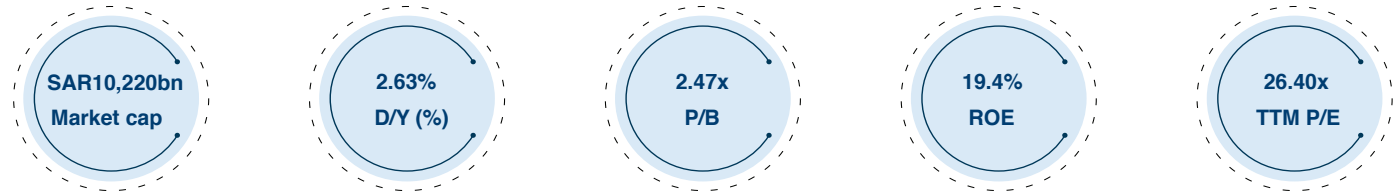


Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	12,182
Short-term view	Profit Booking
52 weeks high/low	12,883 – 10,262

Market data	
Exchange Market Cap. (SAR bn)	10,220.2
Value (SAR mn)	8,425.9
Volume (mn)	322.3
Number of Transactions	533,531
Market Breadth	79 : 143

Key statistics	
1D return %	-0.64%
MTD return %	0.60%
QTD return	4.30%
YTD return	1.79%
ADT vol. 3M* (mn)	326.3
ADT val. 3M (SARmn)	7,876.8

*ADT stands for Average Daily Traded



Source: Bloomberg, Argaam

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 27th August 2024

TASI market commentary

- TASI experienced a decline on Tuesday; primarily driven by the performance of the Banks sector (down 1.02%) and the Materials sector (down 0.38%). At close, the Saudi market ended the day with a change of -0.64% at 12,182. In terms of activity, total volumes and value traded were ~322mn and ~SAR 8.4bn, respectively. The advance-decline ratio came in at 79/143.

Technical outlook

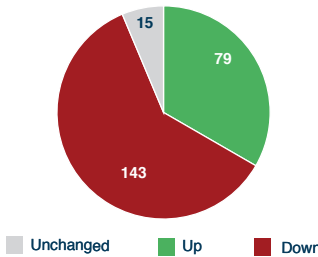
- TASI closed the last session near 12,182, registering a loss of 79 points. The prevailing profit-booking sentiment persisted, driving the index downwards to close below both the 5-day SMA and the previous upward gap. Notably, TASI formed a Bearish Marubozu candlestick, indicating a potential continuation of the temporary profit booking attitude towards the zone of the 10-day and 100-day SMAs near 12,100 – 12,045. Moreover, the RSI indicator started to decline after testing a declining trendline and exhibiting a negative divergence; indicating a near-term weakness. TASI has an immediate support level of around 12,100. If breached, the subsequent support levels would be around 12,045 - 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 12,320 – 12,400. The ongoing profit-booking sentiment experienced by TASI resulted in a close below the 5-day SMA, hinting at a potential further profit booking attitude toward the zone near the 10-day and 100-day SMAs. Consequently, traders are advised to closely monitor the significant support zone near 12,100 – 12,045.

Key price levels						
S3	S2	S1	Pivot	R1	R2	R3
11,940	12,045	12,100	12,200	12,235	12,320	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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