



Domestic Market News

- **PIF** partners with Central group, following a binding agreement for the total buyout of Signa Group's interest in Selfridges Group. This partnership aligns with PIF's strategy of investing in key strategic sectors globally. (Source: Argaam)
- Around 233K **Saudi** nationals entered the labor market this year, according to Director General of Human Resources Development Fund. Saudis employed in the private sector increased from 1.7mn in 2019 to 2.4mn currently. (Source: Argaam)
- **AWPT** announced awarding of SAR 39.4mn contract for operation, maintenance of water and sewage treatment plants land ports. The positive financial impact is expected to be reflected in H1-25. (Source: Tadawul)
- **Cenomi Retail** set a new world record by opening 12 new Subway branches across KSA on the same day. The new stores could start contribution from Q4-24 with a payback period under 2.5 years, much below the industry average of 3 years with expected revenue contribution of SAR 13mn. (Source: Tadawul)
- **HMG** announced issuance of final license from MoH for commencing operations at Women's hospital in Riyadh. The financial impact to be reflected from Q4-24. (Source: Tadawul)
- **Cenomi Centers** to establish a closed-end real estate investment fund with initial capital of SAR 1bn, to facilitate the Qassim land sale program and develop the U Walk Qassim mall. (Source: Tadawul)

Earnings update (Net Profit) (SAR mn)

Company	Q3-24	Q3-23	Y/Y %	Q2-24	Q/Q %
EXTRA	156.2	118.3	32.1	106.6	46.6

Market Analysis

The **Saudi Stock Exchange** increased 1.2% to 11,913.6. The value traded stood at SAR 7.0bn (up 13.2% over the previous day), while advance-decline ratio stood at 185/45. The parallel market index stayed flat at 24,649.2points. The value traded stood at SAR 48.5mn (up 93.2% over the previous day). Most of the sectors in the main market ended in green. Pharma & Bio Tech and Banks (up 3.8% and 2.5%, respectively), while Energy and REITs (down 0.2% and 0.1%, respectively) declined the most.

Top Gainers

Company	Price	Change%
ALMAJED OUD	122.20	30.0
ALBAHA	0.33	10.0
ALOMRAN	39.25	9.9
RED SEA	65.60	9.9
ANAAM HOLDING	1.38	9.5

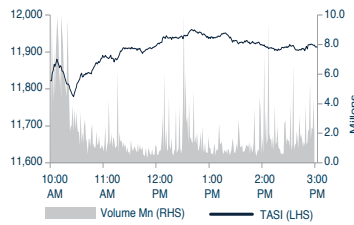
Top Losers

Company	Price	Change%
RETAL	13.60	-4.2
KINGDOM	10.70	-2.6
ASLAK	30.55	-1.8
ALISTITHMAR REIT	10.08	-1.8
ADVANCED	36.90	-1.6

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,914	11,962	11,775	1.2	(1.0)
NomuC	24,649	24,763	24,553	(0.0)	0.5

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	5,111	-0.2	-18.0	15.3
Materials	5,741	0.0	-10.2	High
Capital Goods	12,785	2.1	26.8	26.1
Commercial Service	4,775	0.2	-14.4	36.7
Transportation	7,222	2.1	13.7	33.6
Consumer Durables	5,174	1.9	3.9	Neg
Consumer Services	5,026	0.9	1.0	39.5
Media	34,222	1.8	39.4	49.9
Consumer Discretionary Ret	7,779	0.5	-9.7	22.0
Consumer Staples Ret	9,297	1.4	-4.9	23.2
Food & Beverages	6,005	1.2	6.7	29.8
Healthcare	12,409	0.7	1.5	41.4
Pharma & Bio Tech	5,416	3.8	11.3	46.0
Banks	11,358	2.5	-7.6	12.3
Financial Services	7,785	0.9	15.6	31.6
Insurance	10,186	2.1	18.5	24.5
Telecom	8,019	0.6	3.2	15.6
Utilities	16,121	1.6	62.4	33.2
REITs	3,259	-0.1	-11.1	27.1
Real Estate	3,671	0.5	20.1	44.5
Software & Services	79,442	1.7	15.8	41.9

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for October (bn)
11,988	12,142	12,038	7

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	13.2	1,522.60	1,032.50
Previous week	36.7	4,201.70	2,692.00

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	26.95	-0.2
Al Rajhi	84.20	5.1
SNB	33.95	2.0
ACWA POWER	488.00	1.7
ALINMA	27.50	-0.5





International Market News

- US** consumer credit borrowing rose to USD 8.9bn in August, although at a slower pace than previous month. The revolving debt outstanding decreased nearly USD 1.4bn, while the non-revolving credit increased USD 10.3bn. (Source: Investing.com)
- Eurozone** retail sales increased 0.2% in August, after being flat in July. The data increased for the first time in three months in August, as expected. Sales of food, drinks, and tobacco advanced 0.2%, following a 0.1% rebound in July. Non-food products grew 0.3%, which was the first increase in four months. (Source: CNBC)
- Eurozone** investor confidence index improved to -13.8 in October from -15.4 in September, with an expected score of -14.6. The index once again plumbed a new low for the year. The current situation index declined for the fourth straight month to -23.3 in October, the lowest since December 2023. (Source: Reuters)
- UK** house price index rose 4.7% in September, faster than the 4.3 percent rise in August. Further, this was the steepest increase since November 2022. The average house price now stands at GBP 293,399 versus GBP 292,540 in the previous month. Moreover, this was the highest price since June 2022. (Source: RTT News)
- Germany** factory orders declined faster-than-expected in August. Incoming new orders contracted 5.8%, versus the estimate of an 1.9% fall, marking a steepest fall since January. New orders in the capital goods and intermediate goods sectors fell 8.6% and 2.2%, respectively. (Source: Reuters)
- Oil** prices gained 4.7% as the increased risk of a region wide Middle East war jolted the investors.
- Gold** prices fell 0.3% as US yields strengthen.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	102.54	0.0	1.7	1.2
Euro	1.10	0.0	-1.4	-0.6
Japanese Yen	148.18	-0.3	3.2	5.1
Sterling Pound	1.31	-0.3	-2.2	2.8
Chinese Yuan	7.07	-0.4	0.9	-0.8
Indian Rupee	83.98	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	0.2	0.5	-0.3
Omani Rial	0.39	0.0	0.0	0.0
Bahraini Dinar	0.38	-0.0	0.0	0.0
Egyptian Pound	48.42	0.2	0.2	56.7

Corporate Calendar

Date	Company	Event
9-Oct	2P	EGM
10-Oct	BAWAN	Cash Dividend Distribution
10-Oct	JAZIRA TAKAFUL	Cash Dividend Distribution
10-Oct	RETAL	Cash Dividend Distribution
13-Oct	KNOWLEDGE TOWER	EGM
15-Oct	ALJOUF	Cash Dividend Distribution

EGM: Extra Ordinary Meeting*
OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,395	-0.2	-2.4	8.3	8.5
Abu Dhabi (ADX)	9,147	-0.4	-3.0	-4.5	16.6
Kuwait (KSE)	7,533	0.4	-2.3	0.8	22.1
Qatar (QE)	10,451	0.4	-1.5	-3.5	11.6
Oman (MSM)	4,681	-0.0	-0.6	3.7	12.1
Bahrain (BSE)	2,001	-0.1	-0.6	1.5	7.9
Egypt (EGX30)	31,819	0.3	0.7	27.8	8.3

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	41,954	-0.9	-0.9	11.3	22.7
Nasdaq	19,801	-1.2	-1.3	17.7	33.7
S&P 500	5,696	-1.0	-1.2	19.4	26.0
FTSE 100	8,304	0.3	0.8	7.4	14.7
Germany DAX 30	19,104	-0.1	-1.1	14.0	15.9
France CAC 40	7,576	0.5	-0.8	0.4	14.0
Japan Nikkei 225	39,333	1.8	3.7	17.5	23.6
Brazil IBOVESPA	132,018	0.2	0.2	-1.6	10.0
Hong Kong Hang Seng	23,100	1.6	9.3	35.5	12.3
South Korea KOSPI	2,610	1.6	0.7	-1.7	13.4
China Shanghai Composite	3,336	0.0	0.0	12.2	16.1
Australia ASX 200	8,205	0.7	-0.8	8.1	21.0
India Sensex	81,050	-0.8	-3.9	12.2	24.6
MSCI EM	1,184	0.4	1.1	15.6	16.4
MSCI World	3,679	-0.5	-1.2	16.1	22.9

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	80.45	1.6	7.7	0.0
Brent Crude (\$/bbl)	80.93	3.7	12.8	5.0
Texas crude (\$/bbl)	77.14	3.7	13.2	7.7
Natural Gas (\$/mmbtu)	2.75	-3.8	-6.1	-11.2
Gold (\$/oz)	2,642.59	-0.4	0.3	28.1
Silver (\$/oz)	31.69	-1.6	1.7	33.2
Steel (\$/ton)	721.00	-0.4	-1.9	-36.5
Iron Ore (CNY/MT)	799.00	0.9	0.9	-23.4
Wheat (\$/bu)	592.50	0.5	1.5	-11.4
Corn (\$/bu)	426.00	0.3	0.3	-15.4
Sugar (\$/lb)	22.55	-2.0	0.4	8.9
SMP* (EUR/MT)	2,579.00	-0.6	-1.8	0.1

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.57	1.5	7.0	-34.0
KSA (SAIBOR 3M)	5.55	-3.4	-2.4	-68.5
KSA (SAIBOR 6M)	5.45	1.1	-3.9	-62.8
KSA (SAIBOR 12M)	5.17	-3.5	-9.0	-82.0
USA (SOFR 3M)	4.64	5.3	4.5	-69.5
UAE (EIBOR 3M)	4.58	12.2	-7.5	-74.8

Data Sources: Tadawul, Bloomberg, Reuters
Closes as of Oct 07, 2024





Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	11,914
Short-term view	Cautious
52 weeks high/low	12,883 – 10,262

Market data

Exchange Market Cap. (SAR bn)	9,968.2
Value (SAR mn)	7,026.4
Volume (mn)	699.1
Number of Transactions	523,633
Market Breadth	185 : 45

Key statistics

1D return %	1.23%
MTD return %	-2.56%
QTD return	-2.56%
YTD return	-0.45%
ADT vol. 3M* (mn)	407.8
ADT val. 3M (SARmn)	7,067.5

*ADT stands for Average Daily Traded

TASI market commentary

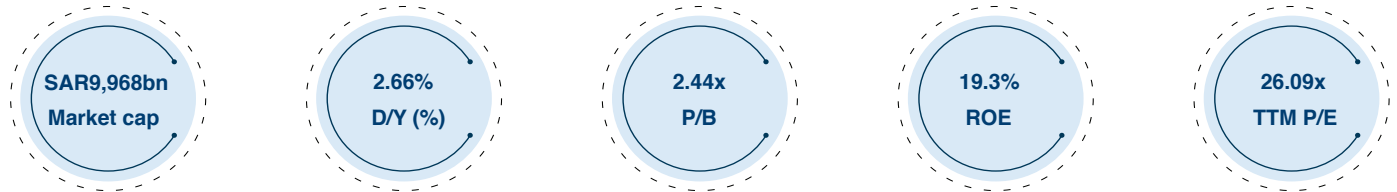
- TASI experienced a rise on Monday; primarily driven by the performance of the Banks sector (up 2.47%) and the Telecommunication services sector (up 0.58%). At close, the Saudi market ended the day with a change of 1.23% at 11,914. In terms of activity, total volumes and value traded were ~699mn and ~SAR 7.0bn, respectively. The advance-decline ratio came in at 185/45.

Technical outlook

- TASI closed the last session near 11,914, registering a gain of 145 points. The index has experienced a buying attitude showing a temporary positive rebound, following the test of the level of the prior trough around 11,765. TASI formed a long-bodied green candlestick, depicting a pullback move to retest the previously breached boundary of the Rising Wedge pattern. Meanwhile, the MACD indicator continues moving downward below its mid-level, indicating a continuation of negative momentum. TASI has an immediate resistance level of around 11,990. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,040 – 12,140. On the other hand, an immediate support level is observed around 11,835. If breached, the subsequent support levels would be around 11,765 – 11,665. Traders are advised to stay cautious and closely monitor the significant resistance zone between the lower boundary of the Wedge pattern and the 10-day SMA near 12,040 – 12,140, where profit booking attitude may be renewed.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,665	11,765	11,835	11,900	11,990	12,040	12,140



Source: Bloomberg, Argam

TASI daily chart

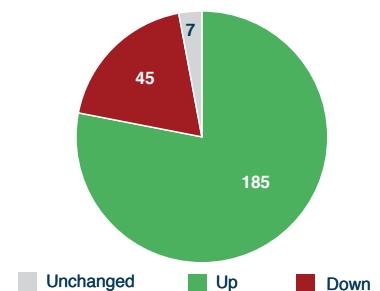


Source: Tradingview, Aljazira Capital

Our view



Market depth





SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	Close*	Buy range	Sell range	Stop loss
2350	Saudi Kayan	7.85	7.83 – 7.85	7.92 – 8.00	7.75
4002	Mouwasat	97.20	97.00 – 97.20	98.10 – 99.10	96.00
4005	Care	194.60	194.20 – 194.60	196.20 – 198.40	192.20
4200	Aldreess	131.20	130.80 – 131.20	132.40 – 133.80	129.60
2290	YANSAB	41.05	40.95 – 41.05	41.40 – 41.85	40.55
7201	Arab Sea	7.00	6.98 – 7.00	7.06 – 7.14	6.91
8210	Bupa Arabia	208.00	207.40 – 208.00	209.80 – 212.20	205.40

*As of 07th October 2024

* Note – Stop loss is based on an intraday basis

CHARTS OF THE DAY

Technical observations

Saudi Kayan has formed an Inverted Hammer candlestick around the level of the prior bottom. Moreover, all the technical indicators show bullish structure.

Saudi Kayan Petrochemical Company (Saudi Kayan)



Source: Tradingview, Aljazira Capital

Technical observations

MOUWASAT has formed a Bullish Engulfing candlestick around the lower boundary of a declining channel as well as the level of the previous bottom. Moreover, all the technical indicators show bullish structure.

Mouwasat Medical Services Co. (MOUWASAT)



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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