



Domestic Market News

- **OPEC** trimmed its 2024 global oil demand growth forecast to 2.1 mnbpd from 2.25 mnbpd and also lowered its 2025 estimate to 1.78 mnbpd from 1.85 mnbpd. (Source: Argaam)
- **Saudi** bank loans granted to non-financial government institutions and private sector rose 12% to SAR 2.8tn in June. While loans to non-financial government institutions jumped 19% (Source: Tadawul)
- **SGS** won bid worth SAR 1.5bn from Riyadh Air to provide ground handling services, with a duration of 4.5 years and an option to extend for more 2 years. (Source: Tadawul)
- **BSF** to issue SAR 8bn additional Tier-1 Sukuk by private placement, in KSA. The purpose is to strengthen the Bank's capital base. (Source: Tadawul)
- **Alrasheed** announced that its factories have achieved the advanced level in the audited SIRI assessment, conducted by Ministry of Industry and Mineral Resources. (Source: Tadawul)
- **Americana** announced the buyback of 1.25mn shares under the share repurchase program approved by Abu Dhabi Securities Exchange (ADX), at a purchase price of AED 2.7 per share. The remaining shares to be repurchased by the company amounts to 23.75mn shares. (Source: Argaam)

Market Analysis

The **Saudi Stock Exchange** decreased 0.3% to 11,740.7. The value traded stood at SAR 6.1bn (up 19.9% over the previous day), while the advance-decline ratio stood at 69/154. The parallel market index decreased 0.9% to 25,284.3 points. The value traded stood at SAR 32.1mn (down 16.2% over the previous day). Most of the sectors in the main market ended in red. Software % Services and Telecom (up 1.8% and 1.7%, respectively) while Commercial Service and Consumer Durables (down 2.4% and 1.8%, respectively) declined the most.

Top Gainers

Company	Price	Change%
MBC GROUP	41.60	5.1
ALBABTAIN	41.50	4.3
CHUBB	27.00	4.3
SACO	33.20	4.1
TANMIAH	135.60	4.0

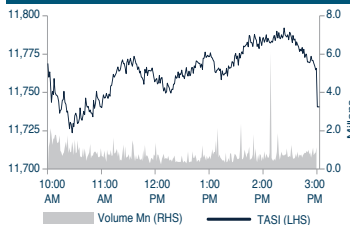
Top Losers

Company	Price	Change%
ALBAHA	0.12	-7.7
SVCP	39.70	-6.6
SHAKER	27.35	-6.3
FARM SUPERSTORES	21.32	-4.6
ATHEEB TELECOM	81.70	-4.2

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,741	11,794	11,721	(0.3)	(2.5)
NomuC	25,284	25,586	25,228	(0.9)	3.1

TASI movement during session



TASI Ratios

P/E* (x)	25.2
Price-to-Book (x)	2.4
Dividend Yield (%)	2.8
Return on Equity (%)	19.3

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,291	0.0	-15.1	15.7
Materials	5,568	-0.5	-12.9	High
Capital Goods	11,991	-0.2	18.9	26.5
Commercial Service	4,888	-2.4	-12.4	35.4
Transportation	7,251	-0.5	14.2	35.2
Consumer Durables	4,825	-1.8	-3.1	Neg
Consumer Services	4,844	-0.8	-2.7	35.4
Media	29,082	-0.2	18.4	44.0
Consumer Discretionary Ret	7,298	-0.8	-15.3	21.5
Consumer Staples Ret	8,837	-0.6	-9.6	21.0
Food & Beverages	5,810	-0.8	3.2	29.0
Healthcare	12,216	-0.8	-0.1	43.2
Pharma & Bio Tech	4,658	-1.4	-4.3	45.0
Banks	11,763	-0.7	-4.3	13.2
Financial Services	7,300	-0.8	8.4	32.9
Insurance	10,669	0.5	24.1	26.0
Telecom	7,546	1.7	-2.9	14.9
Utilities	13,442	0.1	35.4	29.1
REITs	3,246	-0.5	-11.5	25.3
Real Estate	3,630	0.8	18.8	42.7
Software & Services	73,410	1.8	7.0	42.8

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for August (bn)
11,718	11,807	11,970	7.13

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	11.2	492.50	895.60
Previous week	39.8	1,786.50	3,250.60

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.95	0.0
Al Rajhi	85.50	-0.6
SNB	34.90	-1.7
ACWA POWER	384.80	0.7
ALINMA	31.65	1.6





International Market News

- The **Atlanta Fed** based on its GDPNow model, raised its Q3-24 growth projection for the US economy to 2.9%, from 2.5%, driven by latest economic data including the ISM indexes. (Source: Reuters)
- The **US government** recorded a USD 244bn budget deficit for July, up 10% Y/Y, but accounting for calendar differences, the gap would have been USD 45bn narrower. The nominal increase was largely the result of lower-than-usual benefits outlays for Medicare, last July. (Source: RTT News)
- The **US consumers'** 3-year medium-term inflation expectation dropped to 2.3% in July, from 2.9% in June to register its lowest reading since 2013. The inflation expectations eased substantially in July even as their near- and longer-term outlooks for price pressures held steady, although households are increasingly worried about staying current on their debt. (Source: Reuters)
- Germany's** wholesale prices posted an annual drop of 0.1% in July, after easing 0.6% in June. Wholesale prices have been falling since May 2023 and the latest decline was the slowest in the current sequence of decrease. (Source: RTT News)
- Oil** prices gained 3.2% as waning concerns over the US economy and rising Middle East tensions offset the demand concerns.
- Gold** prices gained 1.9% as US Treasury yields retreat ahead of the US CPI data, coupled with rising geopolitical tensions.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	103.14	0.0	-0.9	1.8
Euro	1.09	0.1	1.0	-1.0
Japanese Yen	147.21	0.4	-1.8	4.4
Sterling Pound	1.28	0.1	-0.7	0.3
Chinese Yuan	7.18	0.1	-0.7	0.7
Indian Rupee	83.97	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	0.0	0.2	-0.3
Omani Rial	0.39	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	-0.0	-0.0
Egyptian Pound	49.30	0.1	1.5	59.5

Corporate Calendar

Date	Company	Event
13-Aug	CITY CEMENT	Eligibility of Cash Dividend
13-Aug	AL MAATHER REIT	Eligibility of Cash Dividend
13-Aug	CLEAN LIFE	Cash Dividend Distribution
13-Aug	FIRST MILLS	Cash Dividend Distribution
13-Aug	SAL	Eligibility of Cash Dividend
14-Aug	MRNA	Eligibility of Cash Dividend

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,201	0.1	-1.6	3.5	7.301
Abu Dhabi (ADX)	9,215	-1.0	-1.3	-3.8	16.694
Kuwait (KSE)	7,685	-0.8	-2.7	2.8	14.027
Qatar (QE)	10,094	0.2	-0.6	-6.8	10.987
Oman (MSM)	4,686	0.6	0.5	3.8	11.992
Bahrain (BSE)	1,936	0.2	-1.7	-1.8	7.373
Egypt (EGX30)	29,707	0.6	1.1	19.3	8.333

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	39,357	-0.4	-3.6	4.4	21.9
Nasdaq	18,542	0.2	-4.2	10.2	32.7
S&P 500	5,344	0.0	-3.2	12.0	25.0
FTSE 100	8,210	0.5	-1.9	6.2	14.2
Germany DAX 30	17,726	0.0	-4.2	5.8	14.6
France CAC 40	7,251	-0.3	-3.7	-3.9	13.7
Japan Nikkei 225	35,025	0.0	-10.4	4.7	21.4
Brazil IBOVESPA	131,116	0.4	2.7	-2.3	9.8
Hong Kong Hang Seng	17,112	0.1	-1.3	0.4	9.6
South Korea KOSPI	2,618	1.2	-5.5	-1.4	13.6
China Shanghai Composite	2,858	-0.1	-2.7	-3.9	13.5
Australia ASX 200	7,814	0.5	-3.4	2.9	19.3
India Sensex	79,649	-0.1	-2.6	10.3	24.2
MSCI EM	1,069	0.5	-1.4	4.4	15.4
MSCI World	3,446	-0.0	-3.5	8.7	21.6

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	81.35	1.7	-0.9	1.2
Brent Crude (\$/bbl)	82.30	3.3	2.0	6.8
Texas crude (\$/bbl)	80.06	4.2	2.8	11.7
Natural Gas (\$/mmbtu)	2.19	2.1	7.5	-18.1
Gold (\$/oz)	2,472.90	1.7	1.0	19.9
Silver (\$/oz)	27.98	1.9	-3.5	17.6
Steel (\$/ton)	678.00	-0.3	-3.7	-40.3
Iron Ore (CNY/MT)	788.50	0.0	3.2	-24.4
Wheat (\$/bu)	536.75	-1.1	1.8	-18.2
Corn (\$/bu)	401.50	1.6	0.4	-20.3
Sugar (\$/lb)	18.29	-1.0	-3.4	-10.9
SMP* (EUR/MT)	2,419.00	0.2	2.4	-6.1

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.73	-9.5	-4.2	-17.9
KSA (SAIBOR 3M)	6.08	-12.8	-11.6	-15.1
KSA (SAIBOR 6M)	5.90	-1.7	-5.2	-17.1
KSA (SAIBOR 12M)	5.65	-3.0	-12.2	-34.3
USA (SOFR 3M)	5.12	0.3	-12.5	-21.5
UAE (EIBOR 3M)	5.07	10.8	-15.8	-25.5

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of Aug 12, 2024





Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	11,741
Short-term view	Neutral
52 weeks high/low	12,883 – 10,262

Market data

Exchange Market Cap. (SAR bn)	10,081.6
Value (SAR mn)	6,114.1
Volume (mn)	251.9
Number of Transactions	486,168
Market Breadth	69 : 154

Key statistics

1D return %	-0.26%
MTD return %	-3.05%
QTD return	0.52%
YTD return	-1.89%
ADT vol. 3M* (mn)	309.9
ADT val. 3M (SARmn)	7,592.1

*ADT stands for Average Daily Traded

TASI market commentary

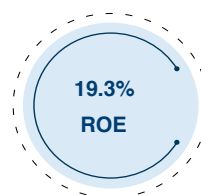
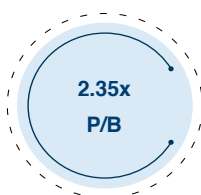
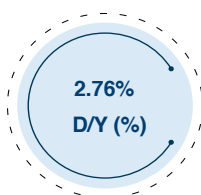
- TASI experienced a decline on Monday; primarily driven by the performance of the Banks sector (down 0.73%) and the Materials sector (down 0.52%). At close, the Saudi market ended the day with a change of -0.26% at 11,741. In terms of activity, total volumes and value traded were ~252mn and ~SAR 6.1bn, respectively. The advance-decline ratio came in at 69/154.

Technical outlook

- TASI closed the last session near 11,741, registering a loss of 31 points. The index experienced a coiled session which fluctuated within the prior session's trading range. As TASI neared the 10-day SMA positioned around 11,810, it formed a Harami candlestick pattern. However, confirmation from a subsequent bearish candlestick is essential to signal a potential continuation of profitbooking attitude. Furthermore, the RSI indicator hovers near a declining trendline near the 50 level. TASI has an immediate support level of around 11,720. If breached, the subsequent support levels would be around 11,670 - 11,600. On the other hand, an immediate resistance level is observed around 11,810. If successfully surpassed, the subsequent resistance levels to watch for would be around 11,950 – 12,025. While TASI faces resistance from the 10-day SMA, confirmation from a subsequent bearish candlestick is necessary to suggest a potential continuation of profit-booking sentiment. In the absence of such confirmation, traders are advised to closely monitor the resistance level around 11,810, as the index would remain in a negative posture as long as it continues trading below this level.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,500	11,600	11,670	11,720	11,810	11,950	12,025



Source: Bloomberg, Argaam

TASI daily chart

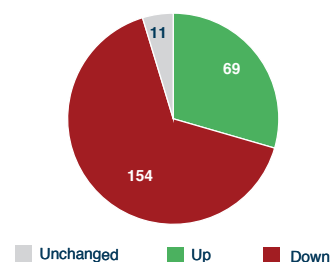


Source: Tradingview, Aljazira Capital

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 12th August 2024

Head of Sell-Side Research

Jassim Al-Jubran

+966 11 2256248

j.aljabran@aljaziracapital.com.sa

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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Head Office: King Fahad Road, P.O. Box: 20438, Riyadh 11455, Saudi Arabia, Tel: 011 2256000 - Fax: 011 2256068