



Major Economic News

- **Saudi Arabia** launched a self-driving aerial taxi service for pilgrims during this year's Hajj season. The flying taxi is the world's first to be licensed by a civil aviation authority. The Kingdom aims to modernize the transport sector through the launch of air taxi technologies, electric vehicles and hydrogen trains. (Source: Argaam)

Major Corporate News

- **Jahez** purchased a property worth SAR 150mn in Riyadh. The company will finance the deal with banking facilities worth SAR 105mn, while the balance will be funded internally. The decision to purchase instead of renting was driven by the unprecedented rise in prices in office property leasing. (Source: Tadawul)
- **Bupa Arabia** renewed its contract as health insurance provider for SABIC. Under this contract Bupa will provide health insurance to SABIC's employees and their families for a period of one year. The contract revenues are expected to be greater than 10% of the 2023 annual premiums of Bupa. The contract is expected to have a positive financial impact for Bupa over FY24-25. (Source: Tadawul)
- **AlHammadi** announced the completion of its land sale procedures and the receipt of full price of the sold land amounting to SAR 124.6mn. The book value of the land is SAR 69.3mn. The financial impact will be reflected in the financial statements for Q2-24. (Source: Tadawul)

Market Analysis

The **Saudi Stock Exchange** decreased by 1.05% to 11,651.8. The value traded stood at SAR 10.4bn (down 9.7% over the previous day), while the advance-decline ratio stood at 38/195. The parallel market index decreased 0.7% to 26,649.4 points. The value traded stood at SAR 43.2mn (down 77.0% over the previous day). Most of the sectors in the main market ended in red. Energy and Transportation (up 0.3% and 0.1%, respectively) advanced the most, while Utilities and Commercial Service (down 3.5% and 3.2%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
SMASCO	9.05	20.7
MIAHONA	22.74	10.0
RETAL	10.40	7.1
SABIC AGRI-NUTRIENTS	113.20	3.3
SAL	291.00	2.6

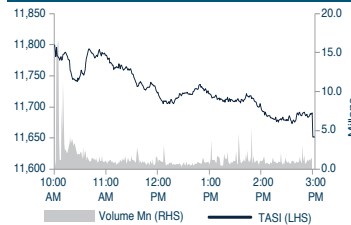
Top Losers

Company	Price	Change%
ALBAHA	0.13	-7.1
MAHARAH	6.07	-6.0
EIC	5.75	-4.6
THIMAR	47.85	-4.5
ACWA POWER	350.40	-4.3

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,652	11,800	11,652	(1.1)	(3.2)
NomuC	26,649	26,879	26,446	(0.7)	8.6

TASI movement during session



TASI Ratios

P/E* (x)	26.1
Price-to-Book (x)	2.3
Dividend Yield (%)	2.8
Return on Equity (%)	19.1

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,348	0.3	-14.2	15.9
Materials	5,796	-1.1	-9.3	High
Capital Goods	12,176	-0.7	20.7	26.8
Commercial Service	5,032	-3.2	-9.8	High
Transportation	7,517	0.1	18.3	36.3
Consumer Durables	5,389	-1.7	8.2	Neg
Consumer Services	5,073	-1.5	1.9	38.2
Media	27,203	-2.1	10.8	47
Consumer Discretionary Ret	7,554	-1.5	-12.3	22.5
Consumer Staples Ret	9,303	-0.9	-4.8	22.3
Food & Beverages	5,955	-1.5	5.8	29.6
Healthcare	13,172	-1.8	7.8	49.1
Pharma & Bio Tech	4,620	-2.1	-5.1	43.3
Banks	11,441	-0.8	-6.9	12.9
Financial Services	7,789	-1.5	15.7	33.1
Insurance	10,410	-0.8	21.1	24.2
Telecom	7,321	-1.9	-5.8	14.3
Utilities	12,405	-3.5	25.0	26.9
REITs	3,313	0.1	-9.6	25.7
Real Estate	3,412	-1.1	11.6	40.1
Software & Services	68,576	-1.4	0.0	39.9

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for June (bn)
11,739	11,680	11,832	13.44

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	85.8	3,357.30	2,556.90
Previous week	35.1	1,454.20	2,934.40

Top Weighted Companies

Company	Price	Change%
Al Rajhi	79.80	-0.3
Saudi Aramco	28.30	0.4
SNB	35.10	-1.5
ACWA POWER	350.40	-4.3
ALINMA	31.50	-1.6





International Market News

- According to **EIA**, oil inventories in the US increased 3.7mn barrels (prior: up 1.2mn) to 459.7mn in the week ended June 07. Gasoline inventories increased 2.6mn barrels (prior: up 2.1mn) to 233.5mn, while distillate inventories increased 0.9mn barrels (prior: up 3.2mn) to 123.4mn. (Source: EIA, Econoday)
- US CPI** remained unchanged at 3.3%, versus consensus of 0.1% increase. The CPI unexpectedly remained unchanged as cheaper gasoline and other goods offset higher costs for rental housing. However, the inflation remains at an elevated level for the Fed to start cutting the interest rates. (Source: Reuters)
- Fed** held the interest rates steady and pushed out the start of rate cuts to perhaps as late as December as policymakers sketched out their view of an economy that remains virtually unchanged across its major dimensions. (Source: RTT News)
- UK GDP** remained flat M/M, as expected, after expanding 0.4% in March. The economy stagnated in April, as growth in services output was offset by falls in both production and construction output. The services output was up 0.2%, marking the fourth consecutive expansion, while the industrial output fell 0.9%, more than expected. The fall was driven by the 1.4% decrease in manufacturing output. (Source: Reuters)
- Oil** gained 0.8% as cooler US inflation data offset the unexpected build in weekly oil inventories and hawkish comments from the Fed on interest rate cuts trajectory.
- Gold** gained 0.2% driven by softer than expected US inflation data.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	104.65	-0.6	-0.0	3.3
Euro	1.08	0.6	-0.4	-2.1
Japanese Yen	156.72	-0.3	-0.4	11.1
Sterling Pound	1.28	0.5	0.4	0.5
Chinese Yuan	7.26	-0.1	0.0	1.9
Indian Rupee	83.55	-0.0	0.1	0.4
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	-0.2
Omani Rial	0.38	0.0	-0.0	0.0
Bahraini Dinar	0.38	0.0	-0.0	-0.0
Egyptian Pound	47.69	0.3	0.9	54.3

Corporate Calendar

Date	Company	Event
13-Jun	SAUDI GERMAN HEALTH	EGM
13-Jun	ALRASHID INDUSTRIAL	Eligibility for Cash Dividend
13-Jun	ALMUNEED	Eligibility for Cash Dividend
13-Jun	LEEN ALKHAIR	EGM
23-Jun	TAWUNIYA	Eligibility for Cash Dividend
23-Jun	ALRAZI	EGM

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,979	-0.7	0.0	-2.0	7.8
Abu Dhabi (ADX)	8,930	-0.8	0.8	-6.8	17.9
Kuwait (KSE)	7,653	-0.1	-0.4	2.3	20.6
Qatar (QE)	9,646	0.1	3.5	-10.9	10.9
Oman (MSM)	4,701	0.1	-3.0	4.1	12.5
Bahrain (BSE)	2,038	-0.1	-0.1	3.4	7.8
Egypt (EGX30)	26,133	0.2	-2.9	5.0	7.6

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	38,712	-0.1	0.1	2.7	22.2
Nasdaq	19,465	1.3	5.0	15.7	34.3
S&P 500	5,421	0.9	2.7	13.7	25.4
FTSE 100	8,215	0.8	-0.7	6.2	14.7
Germany DAX 30	18,631	1.4	0.7	11.2	16.4
France CAC 40	7,865	1.0	-1.6	4.3	13.7
Japan Nikkei 225	38,877	-0.7	1.0	16.2	28.0
Russia MOEX	3,171	0.0	-1.4	2.3	4.5
Hong Kong Hang Seng	17,938	-1.3	-0.8	5.2	10.1
South Korea KOSPI	2,728	0.8	3.5	2.7	16.1
China Shanghai Composite	3,037	0.3	-1.6	2.1	14.0
Australia ASX 200	7,716	-0.5	0.2	1.6	19.4
India Sensex	76,607	0.2	3.6	6.0	24.0
MSCI EM	1,069	0.3	1.9	4.4	15.3
MSCI World	3,516	1.0	2.1	11.0	21.9

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	85.78	1.6	1.7	6.7
Brent Crude (\$/bbl)	82.60	0.8	1.2	7.2
Texas crude (\$/bbl)	78.50	0.8	2.0	9.6
Natural Gas (\$/mmbtu)	3.05	-2.7	17.7	14.8
Gold (\$/oz)	2,324.98	0.3	-0.1	12.7
Silver (\$/oz)	29.73	1.5	-2.2	24.9
Steel (\$/ton)	733.00	0.7	-3.7	-35.4
Iron Ore (CNY/MT)	902.00	0.0	2.0	-13.5
Wheat (\$/bu)	617.00	-1.5	-9.1	-4.5
Corn (\$/bu)	454.25	1.1	1.8	-8.0
Sugar (\$/lb)	19.08	1.8	4.3	-7.1
SMP* (EUR/MT)	2,528.00	-0.1	4.0	-1.9

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.91	3.2	3.5	-0.7
KSA (SAIBOR 3M)	6.30	2.9	6.4	6.4
KSA (SAIBOR 6M)	6.03	1.6	-8.5	-4.9
KSA (SAIBOR 12M)	5.84	-0.5	-3.9	-15.1
USA (SOFR 3M)	5.35	-0.0	0.4	1.5
UAE (EIBOR 3M)	5.26	3.4	-5.9	-6.5

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of June 12, 2024

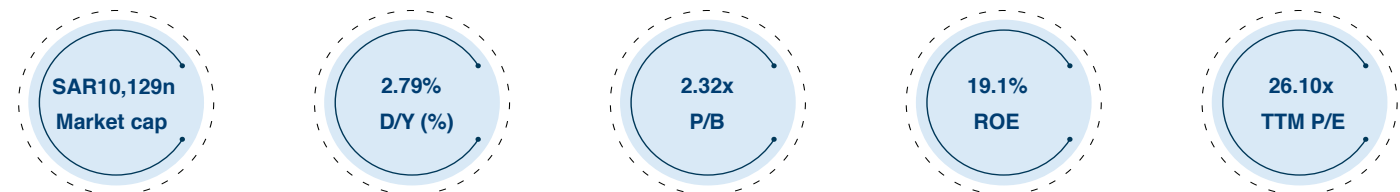


Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	11,652
Short-term view	Neutral
52 weeks high/low	12,883 – 10,262

Market data	
Exchange Market Cap. (SAR bn)	10,128.5
Value (SAR mn)	10,381.0
Volume (mn)	529.1
Number of Transactions	624,869
Market Breadth	38 : 195

Key statistics	
1D return %	-1.05%
MTD return %	1.29%
QTD return	-6.05%
YTD return	-2.64%
ADT vol. 3M* (mn)	341.2
ADT val. 3M (SARmn)	8,470.5

*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 12th June 2024

TASI market commentary

- TASI experienced a decline on Wednesday; primarily driven by the performance of the Telecommunication services sector (down 1.91%) and the Materials sector (down 1.07%). At close, the Saudi market ended the day with a change of -1.05% at 11,652. In terms of activity, total volumes and value traded were ~529mn and ~SAR 10.4bn, respectively. The advance-decline ratio came in at 38/195.

Technical outlook

- TASI closed the last session near 11,652, recording a loss of 124 points. The index experienced a persistent profit-taking sentiment, resulting in a downward movement that broke its 10-day SMA to keep the index moving laterally in the short term. TASI formed a Bearish Marubozu candlestick, reflecting the profit-taking attitude. Additionally, the RSI indicator is still hovering below the level of 50. TASI has an immediate support level of around 11,575. If breached, the subsequent support levels would be around 11,525–11,440. On the other hand, an immediate resistance level is observed around 11,830. If successfully surpassed, the subsequent resistance levels to watch for would be around 11,900 – 12,000. As TASI continues hovering between the boundaries of a rising channel between the levels of 11,525 and 11,900, traders are advised to closely monitor the significant support of the lower boundary of around 11,525. A decisive close below it could trigger further selling pressure. Otherwise, a decisive close above the 200-day EMA around 11,900 may signal the end of the previous correction.

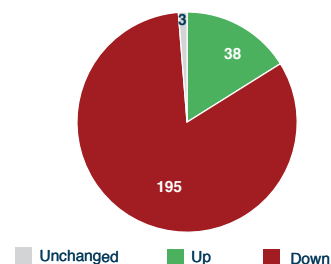
Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,440	11,525	11,575	11,680	11,830	11,900	12,000

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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