



Domestic Market News

- Saudi Arabia's non-oil exports** rose 8.0% Y/Y to SAR 28.9bn in May. When compared to April, non-oil exports increased by about 27.0% or SAR 6.1bn. The non-oil exports accounted for about 28.0% of the Kingdom's total exports in May. (Source: Argam)
- The Real Estate Registry** started receiving registration applications for 113,500 real estate plots in 12 neighborhoods in Riyadh on July 28. (Source: Argam)
- CMA approved **Arabian Contracting Services Co.'s** application to hike its capital from SAR 500.0mn to SAR 550.0mn via a bonus issue. The capital top-up will be funded from retained earnings. (Source: Argam)
- Almasane Alkobra Mining Co.'s (AMAK)** board of directors decided to terminate the letter of intent signed with Esan Eczacibasi and Arab Mining Co. and not to sign the final agreement. (Source: Tadawul).
- Al Moammar Information Systems Co.** will receive a 7.0% share in the net returns from the contracts recently signed for managing data center facilities of Microsoft Arabia Ltd and Saudi Data Center Fund 1, as per CEO Abdullah Al-Ghamdi. (Source: Argam)

Earnings update (Net Profit) (SAR mn)

Company	Q2-24	Q2-23	Y/Y %	Q1-24	Q/Q %
Arabian Pipes	57.1	45.5	25.5	54.8	4.1
Arabian Cement	28.9	28.0	3.2	54.2	-46.7
SAUDI KAYAN*	-250.1	-392.1	NM	-571.9	NM
AMLAH	8.2	6.3	30.4	8.6	-4.3

*NM means Not Meaningful.

Market Analysis

The **Saudi Stock Exchange** increased 1.2% to 12,175.4. The value traded stood at SAR 6.0bn (down 5.5% over the previous day), while the advance-decline ratio stood at 143/84. The parallel market index increased 0.3% to 26,503.0 points. The value traded stood at SAR 67.8mn (up 77.9% over the previous day). Most of the sectors in the main market ended in green. Commercial Service and Banks (up 2.4% and 2.2%, respectively) advanced the most, while Media and Consumer Services (down 1.0% and 0.4%, respectively) declined the most.

Top Gainers

Company	Price	Change%
KINGDOM	8.95	10.0
MIAHONA	39.85	9.9
SMASCO	11.00	9.8
ZOUJAJ	46.80	8.6
BURUJ	21.70	8.0

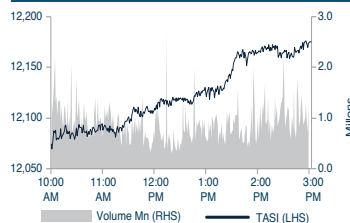
Top Losers

Company	Price	Change%
ALMUNAJEM	98.20	-4.7
NCLE	183.80	-3.9
SHAKER	30.00	-3.5
TANMIAH	128.40	-3.3
ALJOUF	66.00	-2.7

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,175	12,179	12,047	1.2	1.1
NomuC	26,503	26,715	26,344	0.3	8.0

TASI movement during session



TASI Ratios

P/E* (x)	27.2
Price-to-Book (x)	2.5
Dividend Yield (%)	2.7
Return on Equity (%)	19.2

*Source: Argam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,337	0.7	-14.3	15.9
Materials	5,870	1.4	-8.2	High
Capital Goods	12,848	0.0	27.4	28.3
Commercial Service	5,342	2.4	-4.2	39.1
Transportation	7,912	0.5	24.6	38.6
Consumer Durables	5,351	-0.2	7.4	Neg
Consumer Services	5,310	-0.4	6.7	High
Media	31,890	-1.0	29.9	High
Consumer Discretionary Ret	7,536	0.5	-12.5	22.3
Consumer Staples Ret	9,267	0.2	-5.2	22.1
Food & Beverages	6,229	0.0	10.7	30.9
Healthcare	12,924	0.4	5.7	45.6
Pharma & Bio Tech	4,756	-0.1	-2.3	45.1
Banks	12,181	2.2	-0.9	13.7
Financial Services	7,682	1.1	14.1	36.2
Insurance	11,369	-0.4	32.3	27.7
Telecom	7,698	0.0	-0.9	15.1
Utilities	13,676	1.6	37.8	29.6
REITs	3,322	0.1	-9.4	25.8
Real Estate	3,755	1.2	22.9	44.1
Software & Services	74,201	1.2	8.2	42.9

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for July (bn)
12,117	12,116	11,916	6.35

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	6	285.30	455.00
Previous week	33.9	1,618.40	2,558.20

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	28.20	0.7
Al Rajhi	85.80	2.8
SNB	37.70	1.6
ACWA POWER	390.20	1.8
ALINMA	32.65	1.2





International Market News

- **US consumer sentiment index** for July was upwardly revised to 66.4 from the preliminary reading of 66.0, whereas the economists expected it to be unrevised. Despite the upward revision, the index for July is the lowest since November 2023. The index remains guarded as high prices continue to drag down attitudes. (Source: Reuters)
- **US durable goods** orders plunged by 6.6% in June, significantly below the consensus estimate of increase by 0.3%. The unexpected decrease by durable goods orders came as orders for transportation equipment plummeted by 20.5%. (Source: RTT News)
- **UK manufacturing sentiment** dropped marginally in July but their output expectations hit the strongest since March 2022. After rising in April for the first time in nearly three years, the business confidence index fell to -9 percent from +9 in April. (Source: CNBC)
- **Eurozone** loan growth improved slightly in June, but the overall pace of expansion remained subdued. Adjusted loans to the private sector logged an annual growth of 1.1% after rising 0.8% in May. (Source: Reuters)
- **Japan's leading index** rose to 111.2 in May from 110.9 in April. Meanwhile, the coincident index, which measures the current economic situation, surged to a 56-month high of 117.1 in May. (Source: Reuters)

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	104.32	0.0	-1.5	2.9
Euro	1.09	0.0	1.3	-1.7
Japanese Yen	153.76	0.0	-4.4	9.0
Sterling Pound	1.29	0.0	1.8	1.1
Chinese Yuan	7.26	0.0	-0.5	1.9
Indian Rupee	83.73	0.0	0.4	0.6
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	-0.3	-0.5
Omani Rial	0.39	0.0	-0.0	0.0
Bahraini Dinar	0.38	0.0	-0.0	-0.0
Egyptian Pound	48.33	0.0	0.6	56.4

Corporate Calendar

Date	Company	Event
30-Jul	FIRST MILLS	Eligibility of Cash Dividend
30-Jul	ANAAM HOLDING	EGM
31-Jul	YANSAB	Eligibility of Cash Dividend
31-Jul	KINGDOM	Eligibility of Cash Dividend
31-Jul	GIG	EGM
31-Jul	DALLAH HEALTH	Eligibility of Cash Dividend

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,280	0.0	6.2	5.4	8.3
Abu Dhabi (ADX)	9,318	0.0	2.8	-2.7	18.6
Kuwait (KSE)	7,830	0.4	3.8	4.7	21.9
Qatar (QE)	10,136	0.4	1.7	-6.4	11.4
Oman (MSM)	4,627	-0.6	-1.3	2.5	11.3
Bahrain (BSE)	1,970	-0.3	-2.7	-0.1	7.6
Egypt (EGX30)	29,036	-0.2	4.6	16.6	8.1

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	40,589	0.0	3.8	7.7	23.3
Nasdaq	19,024	0.0	-3.3	13.1	33.6
S&P 500	5,459	0.0	-0.0	14.5	25.5
FTSE 100	8,286	0.0	1.5	7.1	14.5
Germany DAX 30	18,418	0.0	1.0	9.9	16.2
France CAC 40	7,518	0.0	0.5	-0.3	13.1
Japan Nikkei 225	37,667	0.0	-4.8	12.6	24.2
Brazil IBOVESPA	127,492	0.0	2.9	-5.0	9.4
Hong Kong Hang Seng	17,021	0.0	-3.9	-0.2	9.5
South Korea KOSPI	2,732	0.0	-2.4	2.9	16.1
China Shanghai Composite	2,891	0.0	-2.6	-2.8	13.6
Australia ASX 200	7,921	0.0	2.0	4.4	19.6
India Sensex	81,333	0.0	2.9	12.6	24.9
MSCI EM	1,072	0.0	-1.3	4.7	15.5
MSCI World	3,524	0.0	0.4	11.2	22.1

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	83.71	0.0	-4.9	4.1
Brent Crude (\$/bbl)	81.13	0.0	-6.1	5.3
Texas crude (\$/bbl)	77.16	0.0	-5.4	7.7
Natural Gas (\$/mmbtu)	2.01	0.0	-22.9	-25.6
Gold (\$/oz)	2,387.19	0.0	2.6	15.7
Silver (\$/oz)	27.93	0.0	-4.2	17.4
Steel (\$/ton)	664.00	0.0	-1.5	-41.5
Iron Ore (CNY/MT)	783.50	0.0	-5.4	-24.9
Wheat (\$/bu)	523.50	0.0	-8.7	-20.2
Corn (\$/bu)	410.00	0.0	-2.6	-18.6
Sugar (\$/lb)	18.42	0.0	-9.3	-10.3
SMP* (EUR/MT)	2,363.00	0.0	-2.5	-8.3

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.85	1.5	-0.2	-6.5
KSA (SAIBOR 3M)	6.20	1.2	-2.9	-3.1
KSA (SAIBOR 6M)	5.96	-4.8	-4.7	-11.2
KSA (SAIBOR 12M)	5.78	0.2	-8.8	-21.3
USA (SOFR 3M)	5.26	0.0	-6.9	-7.6
UAE (EIBOR 3M)	5.21	0.0	-8.8	-11.8

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of July 28, 2024





Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	12,175
Short-term view	Cautious Buy
52 weeks high/low	12,883 – 10,262

Market data

Exchange Market Cap. (SAR bn)	10,284.7
Value (SAR mn)	6,000.8
Volume (mn)	285.3
Number of Transactions	455,017
Market Breadth	143 : 84

Key statistics

1D return %	1.24%
MTD return %	4.25%
QTD return	4.25%
YTD return	1.74%
ADT vol. 3M* (mn)	302.2
ADT val. 3M (SARmn)	7,592.5

*ADT stands for Average Daily Traded

TASI market commentary

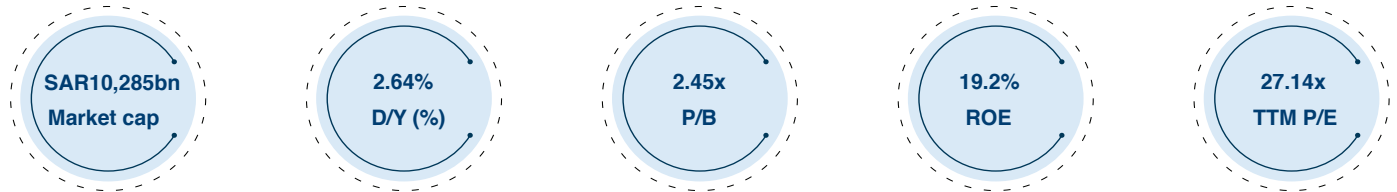
- TASI experienced a rise on Sunday; primarily driven by the performance of the Banks sector (up 2.25%) and the Materials sector (up 1.45%). At close, the Saudi market ended the day with a change of 1.24% at 12,175. In terms of activity, total volumes and value traded were ~285mn and ~SAR 6.0bn, respectively. The advance-decline ratio came in at 143/84.

Technical outlook

- TASI closed the last session near 12,175, registering a gain of 149 points. The index exhibited a strong buying sentiment, driving it to penetrate its 10-day SMA around 12,115. TASI formed a Bullish Tasuki Line candlestick indicating a possible shift toward the buying attitude in the near term. Additionally, a decisive close above the significant resistance of the 100-day SMA and the 161.8% Fibonacci level around 12,235 would indicate the end of the recent dominant profit-booking sentiment. Moreover, the RSI indicator began pointing upwards after nearing the 50 level. TASI has an immediate resistance level of around 12,190. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,235 – 12,330. On the other hand, an immediate support level is observed around 12,115. If breached, the subsequent support levels would be around 11,950 – 11,890. TASI has penetrated its 10-day SMA, indicating a resurgence of the buying attitude in the near term. Therefore, traders are advised to trade cautiously and closely monitor the significant resistance zone of 12,190 – 12,235, as surpassing it could signal the end of the prior profit-booking sentiment.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,810	11,890	11,950	12,115	12,190	12,235	12,330



Source: Bloomberg, Argaam

TASI daily chart

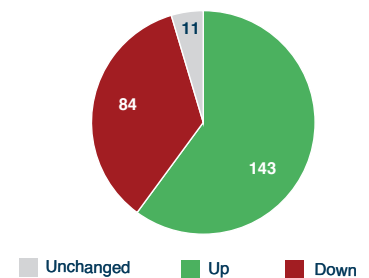


Source: Tradingview, Aljazira Capital

Our view



Market depth





SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	Close*	Buy range	Sell range	Stop loss
4110	Batic	3.45	3.44 – 3.45	3.48 – 3.52	3.41
4250	Jabal Omar	27.25	27.20 – 27.25	27.50 – 27.80	26.90
4291	National Company for Learning and Education	183.80	183.40 – 183.80	185.40 – 187.60	181.40
1111	Tadawul Group	233.00	232.40 – 233.00	235.00 – 237.60	230.00
7202	Solutions	296.00	295.20 – 296.00	298.60 – 302.00	292.20
2330	Advanced Petrochemical	40.40	40.30 – 40.40	40.75 – 41.20	39.90
1140	Bank Albilad	35.95	35.85 – 35.95	36.25 – 36.65	35.50

*As of 28th July 2024

* Note – Stop loss is based on an intraday basis

CHARTS OF THE DAY

Technical observations

BATIC has just penetrated a declining trendline as well as the level of the prior minor peak. Moreover, all the technical indicators show bullish structure.

Batic Investments and Logistics Co. (BATIC)



Source: Tradingview, Aljazira Capital

Technical observations

Jabal Omar has just penetrated its 100-day SMA as well as the prior minor peak. Moreover, all the technical indicators show bullish structure.

Jabal Omar Development Co. (Jabal Omar)



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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