



Domestic Market News

- **KSA's** non-oil exports grew 7% Y/Y to SAR 27.5bn in August. It accounted for 30% of the Kingdom's total exports. (Source: Argaam)
- **CMCER** signed SAR 11.5mn contract with KCA DEUTAG to operate clinics in drilling areas with comprehensive medical services. The positive financial impact to be reflected over FY24-25. (Source: Tadawul)
- **Pan Gulf** obtained SAR 135mn financing from Banque Saudi Fransi for a period of one year, to finance its working capital. (Source: Tadawul)
- **Lana's** board of directors gave its approval for increasing share capital by issuing free shares. The capital increase is paid using retained earnings of SAR 17.4mn and statutory reserve of SAR 0.5mn. (Source: Tadawul)
- **Retal** signed two agreements worth SAR 947mn with National Housing Company to purchase developed lands for developing residential units in Riyadh City. The contract duration is of 55 months with positive financial impact to be reflected over FY24-29. (Source: Tadawul)
- **AlMajed Oud's** board of directors gave their approval for establishing a 100% subsidiary in Qatar for specializing in sale of oud, incense, perfumes, cosmetics and gifts.

Earnings update (Net Profit) (SAR mn)

Company	Q3-24	Q3-23	Y/Y %	Q2-24	Q/Q %
BALADY	28.0	23.9	17.18	31.3	-10.49
BANK ALJAZIRA	332.7	276.0	20.53	317.6	4.77
SOLUTIONS	463.0	386.7	19.75	452.8	2.25
SAUDI CERAMICS*	6.0	-168.6	NM	-10.8	NM
ZOUJAJ	25.1	12.7	97.6	26.7	-6.0

*NM means Not Meaningful.

Market Analysis

- The **Saudi Stock Exchange** increased 1.5% to 12,069.0. The value traded stood at SAR 5.5bn (up 25.3% over the previous day), while advance-decline ratio stood at 213/19. The parallel market index increased 0.4% to 26,916.9 points. The value traded stood at SAR 71.3mn (up 13.1% over the previous day). Most of the sectors in the main market ended in green. Utilities and Healthcare (up 4.2% and 2.9%, respectively), while Software & Services and Media (down 0.4% each) declined the most.

Top Gainers

Company	Price	Change%
MIAHONA	28.40	9.9
CHUBB	48.90	7.8
SMASCO	8.57	7.3
UACC	17.44	7.0
SALAMA	23.82	6.3

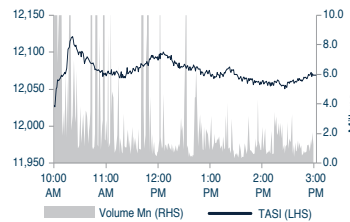
Top Losers

Company	Price	Change%
ALBAHA	0.26	-7.1
EMAAR EC	8.51	-1.9
CITY CEMENT	17.74	-1.7
ATAA	79.60	-1.4
JAMJOOM PHARMA	163.00	-1.2

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,069	12,123	11,997	1.5	0.3
NomuC	26,917	27,182	26,769	0.4	9.7

TASI movement during session



TASI Ratios

P/E* (x)	25.9
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	5,134	0.0	-17.6	15.3
Materials	5,915	1.0	-7.5	High
Capital Goods	13,622	1.6	35.1	27.7
Commercial Service	5,034	2.2	-9.8	38.5
Transportation	7,512	1.6	18.3	34.9
Consumer Durables	5,309	2.1	6.6	Neg
Consumer Services	5,129	1.7	3.0	39.9
Media	33,888	-0.4	38.0	48.8
Consumer Discretionary Ret	8,182	0.8	-5.0	23.2
Consumer Staples Ret	9,392	0.8	-3.9	23.4
Food & Beverages	5,974	0.3	6.1	28.7
Healthcare	12,601	2.9	3.1	42
Pharma & Bio Tech	5,289	1.1	8.7	44.1
Banks	11,691	2.0	-4.9	12.7
Financial Services	8,202	2.2	21.8	32.5
Insurance	10,400	2.3	21.0	25
Telecom	8,124	1.3	4.6	15.7
Utilities	15,118	4.2	52.3	31.3
REITs	3,262	1.4	-11.0	27.1
Real Estate	3,746	1.2	22.6	45.5
Software & Services	77,232	-0.4	12.6	41

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for October (bn)
11,964	11,961	11,990	6.39

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	5.5	917.00	393.60
Previous week	24.8	4,137.50	2,030.30

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.05	0.0
Al Rajhi	86.50	1.9
ACWA POWER	451.40	4.8
SNB	34.85	1.5
STC	42.45	0.8





International Market News

- New home sales in the **US** surged by 4.1% to an annual rate of 738K, after tumbling 2.3%. Economists had expected it to climb just by 0.5%. With this much better than expected increase, the new home sales have reached their highest levels since May 2023. (Source: Reuters)
- US** initial jobless claims fell by 15,000 from the previous week's levels to reach 227K, as against expectations of a rise to 242K levels. The number of people receiving ongoing unemployment assistance also climbed by 28K to 1.9mn million in the week ended October 12th. (Source: RTT News)
- The adjusted loans in private sector in the **Eurozone** increased 1.6% in September. Whereas the claims on private sector posted a steady annual growth of 1.2%. The lending growth was seen improving as the interest rates started to ease. (Source: CNBC)
- Germany** business confidence index climbed to 86.5 in October, against the forecast of a rise to 85.6. The index increased for first time in five months but remained at low levels suggesting persistence of weaker economic activity. (Source: RTT News)
- UK** composite output index dropped to 51.7 in October from 52.6. The private sector activity expanded at the weakest pace in almost a year due to weak demand conditions amid heightened economic uncertainty. The score was expected to remain stable at 52.6. (Source: Reuters)
- Eurozone** composite output index rose slightly to 49.7 in October. This sluggish growth is due to continuing contraction in manufacturing activity thus marking a continuance divergence between manufacturing and services sectors. (Source: Investing.com)

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	104.26	0.0	3.5	2.9
Euro	1.08	0.0	-3.0	-2.2
Japanese Yen	152.31	0.0	6.0	8.0
Sterling Pound	1.30	0.0	-3.1	1.8
Chinese Yuan	7.13	0.0	1.8	0.1
Indian Rupee	84.08	0.0	0.3	1.0
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	0.4	-0.3
Omani Rial	0.38	0.0	-0.0	-0.0
Bahraini Dinar	0.38	0.0	0.0	0.0
Egyptian Pound	48.76	0.0	0.9	57.8

Corporate Calendar

Date	Company	Event
28-Oct	SAUDI CABLE	EGM
28-Oct	MULKIA REIT	Eligibility of Cash Dividend
28-Oct	ALBABTAIN FOOD	EGM
30-Oct	GACO	EGM
3-Nov	AMLAK	EGM
4-Nov	AMLAK	EGM

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

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,479	0.0	-0.5	10.3	8.7
Abu Dhabi (ADX)	9,204	0.0	-2.4	-3.9	16.7
Kuwait (KSE)	7,594	1.8	-1.5	1.6	22.3
Qatar (QE)	10,560	1.5	-0.5	-2.5	11.7
Oman (MSM)	4,811	-0.3	2.1	6.6	12.5
Bahrain (BSE)	2,001	-0.0	-0.6	1.5	7.8
Egypt (EGX30)	30,812	0.8	-2.5	23.8	8.1

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	42,114	0.0	-0.5	11.7	22.8
Nasdaq	20,352	0.0	1.5	21.0	34.7
S&P 500	5,808	0.0	0.8	21.8	26.5
FTSE 100	8,249	0.0	0.1	6.7	14.6
Germany DAX 30	19,464	0.0	0.7	16.2	16.2
France CAC 40	7,498	0.0	-1.8	-0.6	13.9
Japan Nikkei 225	37,914	0.0	-0.0	13.3	22.8
Brazil IBOVESPA	129,893	0.0	-1.5	-3.2	9.8
Hong Kong Hang Seng	20,590	0.0	-2.6	20.8	11.0
South Korea KOSPI	2,583	0.0	-0.4	-2.7	13.3
China Shanghai Composite	3,300	0.0	-1.1	10.9	15.9
Australia ASX 200	8,211	0.0	-0.7	8.2	21.1
India Sensex	79,402	0.0	-5.8	9.9	24.1
MSCI EM	1,135	0.0	-3.1	10.9	15.8
MSCI World	3,706	0.0	-0.5	16.9	23.0

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	75.36	0.0	0.9	-6.3
Brent Crude (\$/bbl)	76.05	0.0	6.0	-1.3
Texas crude (\$/bbl)	71.78	0.0	5.3	0.2
Natural Gas (\$/mmbtu)	2.56	0.0	-12.4	-17.2
Gold (\$/oz)	2,747.56	0.0	4.3	33.2
Silver (\$/oz)	33.72	0.0	8.2	41.7
Steel (\$/ton)	704.00	0.0	-4.2	-38.0
Iron Ore (CNY/MT)	770.00	0.0	-2.8	-26.2
Wheat (\$/bu)	569.00	0.0	-2.6	-14.9
Corn (\$/bu)	415.25	0.0	-2.2	-17.5
Sugar (\$/lb)	22.14	0.0	-1.5	6.9
SMP* (EUR/MT)	2,500.00	0.0	-4.8	-3.0

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.42	-4.3	-8.2	-49.1
KSA (SAIBOR 3M)	5.60	-2.8	3.0	-63.0
KSA (SAIBOR 6M)	5.46	-2.5	-2.9	-61.8
KSA (SAIBOR 12M)	5.20	-0.1	-6.2	-79.3
USA (SOFR 3M)	4.60	0.0	1.3	-72.7
UAE (EIBOR 3M)	4.64	0.0	-1.6	-68.8

Data Sources: Tadawul, Bloomberg, Reuters
Closes as of Oct 27, 2024





Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	12,069
Short-term view	Cautious Buy
52 weeks high/low	12,883 – 10,262

Market data

Exchange Market Cap. (SAR bn)	10,039.2
Value (SAR mn)	5,481.4
Volume (mn)	917.0
Number of Transactions	393,594
Market Breadth	213 : 19

Key statistics

1D return %	1.54%
MTD return %	-1.29%
QTD return	-1.29%
YTD return	0.85%
ADT vol. 3M* (mn)	519.6
ADT val. 3M (SARmn)	6,887.4

*ADT stands for Average Daily Traded

TASI market commentary

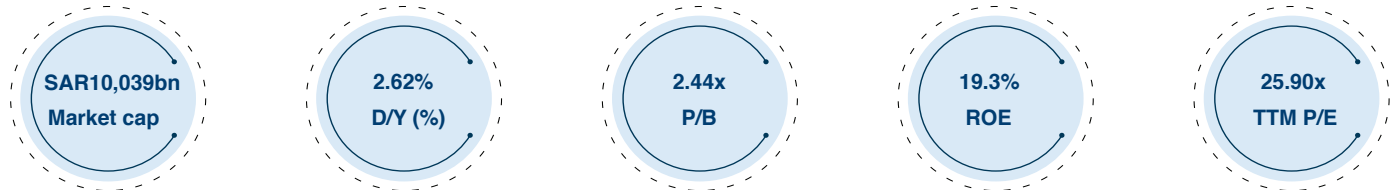
- TASI experienced a rise on Sunday; primarily driven by the performance of the Banks sector (up 1.95%) and the Telecommunication services sector (up 1.34%). At close, the Saudi market ended the day with a change of 1.54% at 12,069. In terms of activity, total volumes and value traded were ~917mn and ~SAR 5.5bn, respectively. The advance-decline ratio came in at 213/19.

Technical outlook

- TASI closed the last session near 12,069, recording a substantial gain of 183 points. The index experienced a strong buying sentiment leading to an opening gap and propelling it upwards to penetrate its 10-day and 20-day SMAs. TASI formed a green candlestick, which surpassed the last minor peak around 12,025 suggesting a potential further temporary upside movement to retest the lower boundary of the Wedge pattern. Additionally, the RSI indicator has recently crossed above the 50 level, indicating a favorable momentum in the near future. TASI has an immediate resistance level of around 12,080. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,150 – 12,260. On the other hand, an immediate support level is observed around 11,990. If breached, the subsequent support levels would be around 11,900 – 11,845. Traders are advised to cautiously consider buying opportunities and closely monitor the significant resistance zone near 12,150 – 12,260, where profit booking sentiment may reemerge.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,845	11,900	11,990	12,025	12,080	12,150	12,260



Source: Bloomberg, Argaam

TASI daily chart

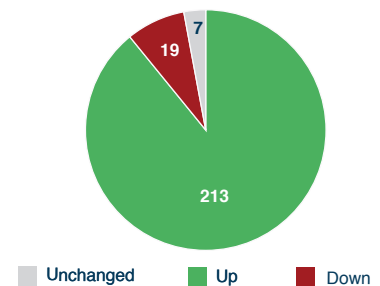


Source: Tradingview, Aljazeera Capital

Our view



Market depth





SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	Close*	Buy range	Sell range	Stop loss
1810	Seera	23.24	23.18 – 23.24	23.44 – 23.70	22.94
2070	SPIMACO	33.50	33.40 – 33.50	33.80 – 34.15	33.17
2381	Arabian Drilling	112.20	112.00 – 112.20	113.20 – 114.40	110.80
8230	Al-Rajhi Takaful	180.80	180.40 – 180.80	182.40 – 184.40	178.40
2084	Miahona	28.40	28.35 – 28.40	28.65 – 29.00	28.05
8240	Chubb	48.90	48.80 – 48.90	49.35 – 49.90	48.25
2082	ACWA Power	451.40	450.20 – 451.40	455.00 – 460.00	445.60

*As of 27th October 2024

* Note – Stop loss is based on an intraday

CHARTS OF THE DAY

Technical observations

SEERA has just penetrated its 20-day SMA after bouncing off the level of the previous bottom. Moreover, all the technical indicators show bullish structure.

Seera Group Holding (SEERA)



Source: Tradingview, Aljazira Capital

Technical observations

SPIMACO has penetrated its 20-day SMA after bouncing off the level of previous peaks. Moreover, all the technical indicators show bullish structure.

Saudi Pharmaceutical Industries and Medical Appliances Corp (SPIMACO)



Source: Tradingview, Aljazira Capital



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.

Disclaimer

The purpose of producing this report is to present a general view on the company/economic sector/economic subject under research, and not to recommend a buy/sell/hold for any security or any other assets. Based on that, this report does not take into consideration the specific financial position of every investor and/or his/her risk appetite in relation to investing in the security or any other assets, and hence, may not be suitable for all clients depending on their financial position and their ability and willingness to undertake risks. It is advised that every potential investor seek professional advice from several sources concerning investment decision and should study the impact of such decisions on his/her financial/legal/tax position and other concerns before getting into such investments or liquidate them partially or fully. The market of stocks, bonds, macroeconomic or microeconomic variables are of a volatile nature and could witness sudden changes without any prior warning, therefore, the investor in securities or other assets might face some unexpected risks and fluctuations. All the information, views and expectations and fair values or target prices contained in this report have been compiled or arrived at by Al-Jazira Capital from sources believed to be reliable, but Al-Jazira Capital has not independently verified the contents obtained from these sources and such information may be condensed or incomplete. Accordingly, no representation or warranty, express or implied, is made as to, and no reliance should be placed on the fairness, accuracy, completeness or correctness of the information and opinions contained in this report. Al-Jazira Capital shall not be liable for any loss as that may arise from the use of this report or its contents or otherwise arising in connection therewith. The past performance of any investment is not an indicator of future performance. Any financial projections, fair value estimates or price targets and statements regarding future prospects contained in this document may not be realized. The value of the security or any other assets or the return from them might increase or decrease. Any change in currency rates may have a positive or negative impact on the value/return on the stock or securities mentioned in the report. The investor might get an amount less than the amount invested in some cases. Some stocks or securities maybe, by nature, of low volume/trades or may become like that unexpectedly in special circumstances and this might increase the risk on the investor. Some fees might be levied on some investments in securities. This report has been written by professional employees in Al-Jazira Capital, and they undertake that neither them, nor their wives or children hold positions directly in any listed shares or securities contained in this report during the time of publication of this report, however, The authors and/or their wives/children of this document may own securities in funds open to the public that invest in the securities mentioned in this document as part of a diversified portfolio over which they have no discretion. This report has been produced independently and separately by the Research Division at Al-Jazira Capital and no party (in-house or outside) who might have interest whether direct or indirect have seen the contents of this report before its publishing, except for those whom corporate positions allow them to do so, and/or third-party persons/institutions who signed a non-disclosure agreement with Al-Jazira Capital. Funds managed by Al-Jazira Capital and its subsidiaries for third parties may own the securities that are the subject of this document. Al-Jazira Capital or its subsidiaries may own securities in one or more of the aforementioned companies, and/or indirectly through funds managed by third parties. The Investment Banking division of Al-Jazira Capital maybe in the process of soliciting or executing fee earning mandates for companies that is either the subject of this document or is mentioned in this document. One or more of Al-Jazira Capital board members or executive managers could be also a board member or member of the executive management at the company or companies mentioned in this report, or their associated companies. No part of this report may be reproduced whether inside or outside the Kingdom of Saudi Arabia without the written permission of Al-Jazira Capital. Persons who receive this report should make themselves aware, of and adhere to, any such restrictions. By accepting this report, the recipient agrees to be bound by the foregoing limitations.

Asset Management | Brokerage | Investment Banking | Custody | Advisory

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