



Domestic Market News

- **KSA** secured top rank across MENA in terms of VC funding in H1-24, with about \$USD 412mn. Non-mega deals accounted for 68% of the value. However, the value of venture investments was down 7% due to decline in value of mega deals. (Source: Argaam)
- Ownership of Diriyah Club transferred to **PIF**, with crown prince as the Chairman. This is in-line with the strategic goalsof developing Diriyah as cultural, tourism, entertainment and sports destination. (Source: Argaam)
- **Anaam Holding's** subsidiary signed an agreement with Pausa to operate 42 kids entertainment and educational centers for a contract value of SAR 25mn and duration of 24 months. Subsidiary will also get a percentage of centers revenues. (Source: Tadawul)
- **Clean Life** completed the procedures for registering its trademark OBEED and commenced its business in the insect and pest control sector. The financial impact is expected to appear by Q3-24. (Source: Tadawul)
- **Sure** signed a contract to develop digital platform for Support and Liquidation Center Enfath, for SAR 51.9mn contract value and a duration of 3 years. Financial impact is expected over FY24-26. (Source: Tadawul)
- **Horizontal Education** signed a lease contract with Building Development Company to invest in land by operating an educational complex, for contract value of SAR 33.6mn and duration of 23 calendar years. (Source: Tadawul)

Market Analysis

The **Saudi Stock Exchange** increased by 0.8% to 11,881.6. The value traded stood at SAR 6.4bn (down 0.8% over the previous day), while the advance-decline ratio stood at 154/68. The parallel market index decreased 0.3% to 25,696.9 points. The value traded stood at SAR 35.4mn (up 47.2% over the previous day). Most of the sectors in the main market ended in green. Media and Materials (up 4.6% and 2.3%, respectively) advanced the most, while Insurance and REITs (down 1.8% and 0.3%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
MIAHONA	37.00	10.0
MBC Group	49.25	9.9
TALCO	71.20	9.9
RASAN	68.90	8.0
ARABIAN DRILLING	144.00	8.0

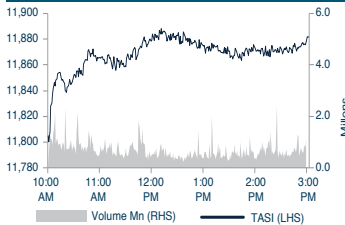
Top Losers

Company	Price	Change%
ALRAJHI TAKAFUL	209.20	-7.3
SAIC	40.05	-3.3
APC	132.60	-3.2
WATANIYA	31.70	-2.8
EIC	6.26	-2.5

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,882	11,891	11,797	0.8	(1.3)
NomuC	25,697	25,895	25,556	(0.3)	4.8

TASI movement during session



TASI Ratios

P/E* (x)	26.7
Price-to-Book (x)	2.4
Dividend Yield (%)	2.7
Return on Equity (%)	19.1

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,316	-0.1	-14.7	15.8
Materials	5,883	2.3	-8.0	High
Capital Goods	12,924	-0.1	28.2	28.7
Commercial Service	5,047	0.1	-9.5	36.7
Transportation	7,851	0.7	23.6	38.1
Consumer Durables	5,388	0.2	8.2	Neg
Consumer Services	5,298	0.7	6.4	39.6
Media	31,359	4.6	27.7	High
Consumer Discretionary Ret	7,525	0.4	-12.7	22.3
Consumer Staples Ret	9,280	0.2	-5.1	22.2
Food & Beverages	6,139	0.3	9.1	30.4
Healthcare	12,832	0.2	5.0	45.3
Pharma & Bio Tech	4,731	0.0	-2.8	44.4
Banks	11,658	1.1	-5.1	13.2
Financial Services	7,600	1.3	12.8	32.4
Insurance	11,277	-1.8	31.2	27.5
Telecom	7,674	0.1	-1.2	14.9
Utilities	13,037	0.3	31.4	28.3
REITs	3,275	-0.3	-10.7	25.5
Real Estate	3,417	1.0	11.8	40.2
Software & Services	70,982	1.9	3.5	41.2

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for July (bn)
11,791	11,716	11,708	5.64

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	6.4	215.20	432.50
Previous week	26.4	1,048.40	2,184.70

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	28.10	-0.2
Al Rajhi	81.40	1.1
SNB	36.60	1.7
ACWA POWER	372.20	0.2
ALINMA	31.70	1.0





International Market News

- **UK's new buyer enquiries** logged a net balance of -7% in June, compared to -8% in May, thereby indicating weakening in demand from home buyers. The housing market conditions continued to remain subdued with indicators on buyer demand, sales and prices remaining in negative territory. (Source: RTT News)
- **UK GDP** grew 0.4% in May. Services output was the biggest contributor to growth as it expanded 0.3% while Industrial production grew just by 0.2%. The economy rebounded faster than expected underpinned by broad-based expansion in services, manufacturing and construction industries. (Source: Reuters)
- **China's GDP** expanded 4.7% Y/Y in Q2-24 and was marginally below the consensus estimate of 5.1%. Industrial production increased by 5.3%, while retail sales increased on an annual basis by 2.0%. The jobless rate came in at 5.0 percent, matching expectations and unchanged. (Source: Reuters)
- **China's exports** posted an annual growth of 8.6% in June after rising 7.6% in May. The shipments were expected to increase by 8.0%. On the other hand, imports dropped 2.3%, in contrast to the 1.8% increase in May and confounding expectations for an expansion of 2.8%. China's faster-than-expected exports growth underpinned by strong global demand for auto and semiconductors and an unexpected fall in imports, thereby taking the trade surplus to a record high of USD 99bn. (Source: CNBC)

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	104.09	0.0	-1.7	2.7
Euro	1.09	0.0	1.8	-1.2
Japanese Yen	157.83	0.0	-1.9	11.9
Sterling Pound	1.30	0.0	2.7	2.0
Chinese Yuan	7.27	0.0	-0.4	2.1
Indian Rupee	83.54	0.0	0.2	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	-0.4	-0.6
Omani Rial	0.39	0.0	-0.0	0.0
Bahraini Dinar	0.38	0.0	-0.0	-0.0
Egyptian Pound	48.00	0.0	-0.1	55.3

Corporate Calendar

Date	Company	Event
15-Jul	ETIHAD ETISALAT	Cash Dividend Distribution
15-Jul	ALAMAR	Cash Dividend Distribution
16-Jul	TCC	Cash Dividend Distribution
16-Jul	NGDC	Cash Dividend Distribution
16-Jul	EIC	EGM
16-Jul	SURE	Cash Dividend Distribution

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

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,104	0.0	1.8	1.1	8.1
Abu Dhabi (ADX)	9,143	0.0	0.9	-4.5	18.3
Kuwait (KSE)	7,789	0.5	3.2	4.2	21.8
Qatar (QE)	10,172	-0.1	2.1	-6.1	11.5
Oman (MSM)	4,700	-0.0	0.3	4.1	12.5
Bahrain (BSE)	1,982	-0.5	-2.2	0.5	8.3
Egypt (EGX30)	28,042	-0.9	1.0	12.6	7.9

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	40,001	0.0	2.3	6.1	22.9
Nasdaq	20,331	0.0	3.3	20.8	35.9
S&P 500	5,615	0.0	2.8	17.7	26.3
FTSE 100	8,253	0.0	1.1	6.7	14.5
Germany DAX 30	18,748	0.0	2.8	11.9	16.5
France CAC 40	7,724	0.0	3.3	2.4	13.4
Japan Nikkei 225	41,191	0.0	4.1	23.1	26.4
Brazil IBOVESPA	128,897	0.0	4.0	-3.9	9.4
Hong Kong Hang Seng	18,293	0.0	3.2	7.3	10.2
South Korea KOSPI	2,857	0.0	2.1	7.6	16.8
China Shanghai Composite	2,971	0.0	0.1	-0.1	14.1
Australia ASX 200	7,959	0.0	2.5	4.9	19.7
India Sensex	80,519	0.0	1.9	11.5	25.3
MSCI EM	1,124	0.0	3.4	9.8	16.2
MSCI World	3,628	0.0	3.3	14.5	22.7

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	88.34	0.0	0.3	9.8
Brent Crude (\$/bbl)	85.03	0.0	-1.6	10.4
Texas crude (\$/bbl)	82.21	0.0	0.8	14.7
Natural Gas (\$/mmbtu)	2.33	0.0	-10.5	-13.6
Gold (\$/oz)	2,411.43	0.0	3.6	16.9
Silver (\$/oz)	30.79	0.0	5.6	29.4
Steel (\$/ton)	665.00	0.0	-1.3	-41.4
Iron Ore (CNY/MT)	854.00	0.0	3.1	-18.1
Wheat (\$/bu)	550.75	0.0	-4.0	-16.1
Corn (\$/bu)	414.75	0.0	-1.4	-17.6
Sugar (\$/lb)	19.20	0.0	-5.4	-6.5
SMP* (EUR/MT)	2,380.00	0.0	-1.8	-7.6

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.78	-5.5	-7.4	-13.8
KSA (SAIBOR 3M)	6.20	0.4	-3.3	-3.5
KSA (SAIBOR 6M)	5.95	-0.4	-6.4	-12.9
KSA (SAIBOR 12M)	5.82	-1.4	-4.7	-17.2
USA (SOFR 3M)	5.29	0.0	-3.8	-4.5
UAE (EIBOR 3M)	5.19	0.0	-11.0	-14.0

Data Sources: Tadawul, Bloomberg, Reuters
Closes as of July 14, 2024





Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	11,882
Short-term view	Cautious Buy
52 weeks high/low	12,883 – 10,262

Market data

Exchange Market Cap. (SAR bn)	10,172.8
Value (SAR mn)	6,366.5
Volume (mn)	215.2
Number of Transactions	432,537
Market Breadth	154 : 68

Key statistics

1D return %	0.76%
MTD return %	1.73%
QTD return	1.73%
YTD return	-0.72%
ADT vol. 3M* (mn)	310.3
ADT val. 3M (SARmn)	7,778.1

*ADT stands for Average Daily Traded

TASI market commentary

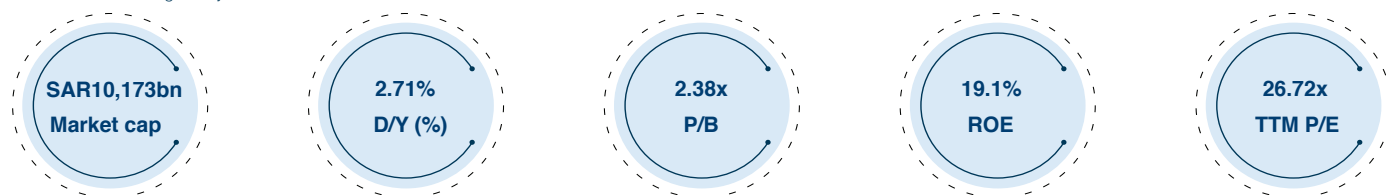
- TASI experienced a rise on Sunday; primarily driven by the performance of the Banks sector (up 1.07%) and the Materials sector (up 2.28%). At close, the Saudi market ended the day with a change of 0.76% at 11,882. In terms of activity, total volumes and value traded were ~215mn and ~SAR 6.4bn, respectively. The advance-decline ratio came in at 154/68.

Technical outlook

- TASI closed the last session near 11,882, registering a gain of 89 points. The buying power persisted, propelling the index higher to close above its 200-day EMA of around 11,870, indicating a possible continuation toward the upper boundary of the short-term rising channel, located within the resistance zone of around 12,060 – 12,190. Moreover, TASI formed a Bullish Marubozu Open candlestick, depicting the buying sentiment in the near term. Additionally, the RSI indicator continues moving above the declining trendline as well as the level of 50. TASI has an immediate resistance level of around 11,950. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,060 – 12,190. On the other hand, an immediate support level is observed around 11,790. If breached, the subsequent support levels would be around 11,710– 11,570. With TASI closing above its 200-day EMA at around 11,870 and paving the way for a potential further rise, traders are advised to consider buying positions cautiously and closely monitor the resistance zone situated around 12,060 – 12,190.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,570	11,710	11,790	11,870	11,950	12,060	12,190



Source: Bloomberg, Argaam

TASI daily chart

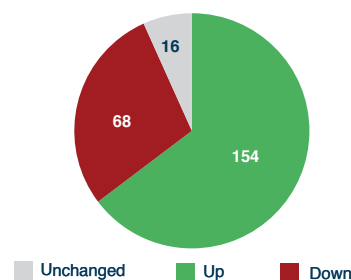


Source: Tradingview, Aljazeera Capital

Our view



Market depth





SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	Close*	Buy range	Sell range	Stop loss
1810	Seera	26.70	26.65 – 26.70	26.95 – 27.25	26.35
2001	Chemanol	15.80	15.76 – 15.80	15.94 – 16.12	15.60
4009	Saudi German Health	90.40	90.20 – 90.40	91.20 – 92.30	89.30
2282	Naqi	69.70	69.50 – 69.70	70.30 – 71.10	68.80
7204	2P	13.80	13.78 – 13.80	13.92 – 14.08	13.62
2350	Saudi Kayan	8.16	8.14 – 8.16	8.23 – 8.32	8.06
1301	Aslak	29.10	29.05 – 29.10	29.35 – 29.70	28.75
1210	Basic Chemical Industries	31.30	31.25 – 31.30	31.55 – 31.95	30.90
1211	Maaden	44.25	44.15 – 44.25	44.65 – 45.15	43.70
4008	SACO	35.20	35.10 – 35.20	35.50 – 35.90	34.75

*As of 14th July 2024

* Note – Stop loss is based on an intraday basis

CHARTS OF THE DAY

Technical observations

SEERA has just penetrated a declining trendline as well as its 50-day SMA. Moreover, all the technical indicators show bullish structure.

Seera Group Holding (SEERA)



Source: Tradingview, Aljazira Capital

Technical observations

Chemanol has penetrated its 50-day SMA after penetrating a declining trendline. Moreover, all the technical indicators show bullish structure.

Methanol Chemicals Company (Chemanol)



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.

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