



Domestic Market News

- KSA** posted a trade surplus of SAR 34.5bn in May. Total exports rose 6% Y/Y to SAR 104.7bn, while imports increased 3% Y/Y to SAR 70.3bn. Oil exports increased 5% Y/Y to SAR 75.9bn, while non-oil exports increased 8% Y/Y to SAR 28.9bn. (Source: Argaam)
- Investment opportunities worth SAR 50bn are available in **Tabuk**, according to KSA's investment minister. The ministry will work in exploring new investment opportunities in tourism, renewable energy. (Source: Argaam)
- Ministry of Industry and Mineral Resources** issued 20 mining licenses in May. 14 licenses were issued to building materials quarries and 6 for exploration. (Source: Argaam)
- Taiba** obtained Murabaha financing worth SAR 150mn from Bank Albilad to finance the project signed with Smart Zone Real Estate. The financing duration is 10 years with 3 years of grace period. (Source: Tadawul)
- AlJouf** filed a CMA complaint against 3 former board members. Allegations include loss of investment, transactions with related parties without shareholder approval, suspicion of signature forgery. (Source: Tadawul)

Earnings update (Net Profit) (SAR mn)

Company	Q2-24	Q2-23	Y/Y %	Q1-24	Q/Q %
Saudi Paper	26.0	21.2	22.93	36.3	-28.27
Modern Mills	44.5	41.1	8.23	64.9	-31.51
Bupa Arabia	404.6	371.3	8.95	359.4	12.57
Americana	194.8	324.9	-40.05	105.1	85.33
Leejam	73.0	73.0	0.0	94.0	-22.34
SPPC*	-71.1	-20.1	NM	253.5	NM
Ayyan	-48.4	-41.3	NM	-55.9	NM

*NM means Not Meaningful

Market Analysis

The **Saudi Stock Exchange** decreased 0.4% to 12,121.4. The value traded stood at SAR 6.9bn (up 15.1% over the previous day), while the advance-decline ratio stood at 69/150. The parallel market index stayed flat at 26,513.1 points. The value traded stood at SAR 41.4mn (down 38.9% over the previous day). Most of the sectors in the main market ended in red. Media and Healthcare (up 1.0% each) advanced the most, while Capital Goods and Real Estate (down 1.6% each) declined the most.

Top Gainers

Company	Price	Change%
KINGDOM	9.80	9.5
SASCO	62.20	6.1
TANMIAH	132.80	3.4
ZOUJAJ	48.20	3.0
ALRAJHI TAKAFUL	221.80	3.0

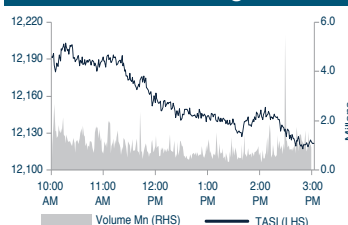
Top Losers

Company	Price	Change%
BAWAN	47.30	-4.3
BURUJ	20.86	-3.9
CITY CEMENT	18.84	-3.7
SMASCO	10.60	-3.6
ALSAGR INSURANCE	19.28	-3.6

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,121	12,205	12,113	(0.4)	0.7
NomuC	26,513	26,531	26,354	0.0	8.1

TASI movement during session



TASI Ratios

P/E* (x)	27.1
Price-to-Book (x)	2.4
Dividend Yield (%)	2.7
Return on Equity (%)	19.2

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,284	-1.0	-15.2	15.7
Materials	5,866	-0.1	-8.2	High
Capital Goods	12,645	-1.6	25.4	27.9
Commercial Service	5,276	-1.2	-5.4	38.5
Transportation	7,813	-1.2	23.0	38.1
Consumer Durables	5,313	-0.7	6.7	Neg
Consumer Services	5,258	-1.0	5.6	High
Media	32,218	1.0	31.2	High
Consumer Discretionary Ret	7,574	0.5	-12.1	22.4
Consumer Staples Ret	9,235	-0.3	-5.5	22
Food & Beverages	6,233	0.1	10.8	30.9
Healthcare	13,057	1.0	6.8	46.1
Pharma & Bio Tech	4,741	-0.3	-2.6	45.2
Banks	12,107	-0.6	-1.5	13.7
Financial Services	7,715	0.4	14.6	37.8
Insurance	11,402	0.3	32.7	27.8
Telecom	7,606	-1.2	-2.1	14.9
Utilities	13,693	0.1	38.0	29.6
REITs	3,323	0.0	-9.4	25.8
Real Estate	3,696	-1.6	20.9	43.5
Software & Services	74,581	0.5	8.8	43.2

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for July (bn)
12,106	12,133	11,939	6.37

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	12.9	588.40	996.40
Previous week	33.9	1,618.40	2,558.20

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.90	-1.1
Al Rajhi	85.10	-0.8
SNB	37.40	-0.8
ACWA POWER	390.60	0.1
ALINMA	32.25	-1.2



International Market News

- Atlanta Fed expects the **US GDP** to grow 2.8% in Q3-24 based on its GDPNow model. Q2-24 GDP growth was just 0.2 percentage points above the Atlanta Fed's GDPNow model. (Source: RTT News)
- UK retail sales** declined to -43% in July from -24% in June. It declined at a faster pace on unfavorable weather conditions and market uncertainty. Retailers continued to report disappointing sales for the time of year, and they expect sales to remain below seasonal norms in August. (Source: Reuters)
- UK's net mortgage approvals** for house purchases, an indicator of future borrowing, totaled 59,976 in June compared to 60,134 in May. The approvals remained almost stable in June despite an increase in the mortgage rate, reflecting the strength in the housing market. (Source: RTT News)
- The unemployment rate in **Japan** was at 2.6% in June. The jobs-to-applicant ratio was 1.23, just shy of forecasts for 1.24. The participation rate was 63.7%, exceeding the expectations for 63.4% and was also up from 63.3% in the previous month. (Source: CNBC)
- Oil prices** fell 2.5% on increasing China demand concerns and waning Middle East worries.
- Gold prices** fell 0.7% as US Dollar strengthened and persistence in China's economic concerns.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	104.56	0.2	-1.2	3.2
Euro	1.08	-0.3	1.0	-2.0
Japanese Yen	154.02	0.2	-4.3	9.2
Sterling Pound	1.29	-0.0	1.7	1.0
Chinese Yuan	7.27	0.1	-0.4	2.0
Indian Rupee	83.74	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	48.32	-0.0	0.6	56.3

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)	4,308	0.7	6.9	6.1	8.395
Abu Dhabi (ADX)	9,395	0.8	3.7	-1.9	18.843
Kuwait (KSE)	7,847	0.2	4.0	5.0	21.977
Qatar (QE)	10,170	0.3	2.0	-6.1	11.452
Oman (MSM)	4,652	0.5	-0.8	3.1	11.518
Bahrain (BSE)	1,972	0.1	-2.6	0.0	7.612
Egypt (EGX30)	28,851	-0.6	3.9	15.9	8.093

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	40,540	-0.1	3.6	7.6	23.2
Nasdaq	19,059	0.2	-3.2	13.3	33.6
S&P 500	5,464	0.1	0.1	14.5	25.6
FTSE 100	8,292	0.1	1.6	7.2	14.5
Germany DAX 30	18,321	-0.5	0.5	9.4	16.1
France CAC 40	7,444	-1.0	-0.5	-1.3	12.9
Japan Nikkei 225	38,469	2.1	-2.8	15.0	24.7
Brazil IBOVESPA	126,954	-0.4	2.5	-5.4	9.3
Hong Kong Hang Seng	17,238	1.3	-2.7	1.1	9.6
South Korea KOSPI	2,766	1.2	-1.2	4.2	16.3
China Shanghai Composite	2,892	0.0	-2.5	-2.8	13.7
Australia ASX 200	7,990	0.9	2.9	5.3	19.7
India Sensex	81,356	0.0	2.9	12.6	25.0
MSCI EM	1,077	0.5	-0.8	5.2	15.5
MSCI World	3,527	0.1	0.4	11.3	22.1

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	82.60	-1.3	-6.2	2.7
Brent Crude (\$/bbl)	79.78	-1.7	-7.7	3.6
Texas crude (\$/bbl)	75.81	-1.7	-7.0	5.8
Natural Gas (\$/mmbtu)	2.04	-0.7	-21.6	-23.8
Gold (\$/oz)	2,384.19	-0.1	2.5	15.6
Silver (\$/oz)	27.86	-0.2	-4.4	17.1
Steel (\$/ton)	664.00	0.0	-1.5	-41.5
Iron Ore (CNY/MT)	779.00	-0.6	-5.9	-25.3
Wheat (\$/bu)	531.00	1.4	-7.4	-19.1
Corn (\$/bu)	412.25	0.5	-2.0	-18.1
Sugar (\$/lb)	19.01	3.2	-6.4	-7.4
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)	5.81	-3.4	-3.5	-9.9
KSA (SAIBOR 3M)	6.21	0.5	-2.4	-2.6
KSA (SAIBOR 6M)	6.00	3.2	-1.5	-8.0
KSA (SAIBOR 12M)	5.77	-0.8	-9.6	-22.1
USA (SOFR 3M)	5.25	-0.3	-7.2	-7.9
UAE (EIBOR 3M)	5.20	-0.6	-9.4	-12.4

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of July 29, 2024



Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	12,121
Short-term view	Neutral
52 weeks high/low	12,883 – 10,262

Market data

Exchange Market Cap. (SAR bn)	10,207.5
Value (SAR mn)	6,909.4
Volume (mn)	303.1
Number of Transactions	541,358
Market Breadth	69 : 150

Key statistics

1D return %	-0.44%
MTD return %	3.78%
QTD return	3.78%
YTD return	1.29%
ADT vol. 3M* (mn)	302.0
ADT val. 3M (SARmn)	7,570.2

*ADT stands for Average Daily Traded

TASI market commentary

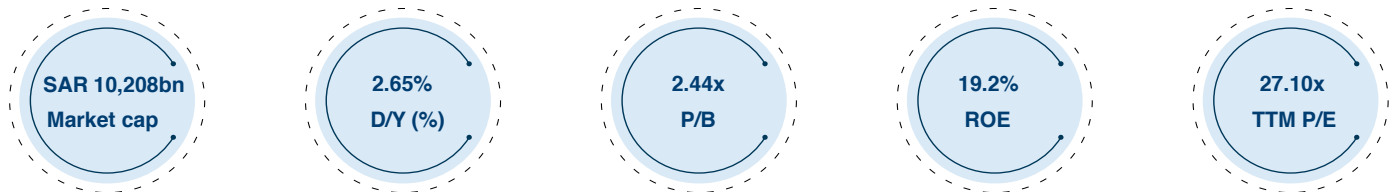
TASI experienced a decline on Monday; primarily driven by the performance of the Telecommunication services sector (down 1.20%) and the Energy sector (down 1.00%). At close, the Saudi market ended the day with a change of -0.44% at 12,121. In terms of activity, total volumes and value traded were ~303mn and ~SAR 6.9bn, respectively. The advance-decline ratio came in at 69/150.

Technical outlook

TASI closed the last session near 12,121, marking a loss of 54 points. The index experienced a profit-booking attitude upon encountering the significant resistance of the 100-day SMA around 12,219. TASI formed a red candlestick indicating a possible further lateral profit booking action. Nevertheless, a decisive close above the significant resistance of the 100-day SMA and the 161.8% Fibonacci level around 12,235 is still required to signify the end of the profit-booking sentiment. Moreover, the RSI indicator continues to hover above the 50 level. TASI has an immediate support level of around 12,080. If breached, the subsequent support levels would be around 11,950 – 11,890. On the other hand, an immediate resistance level is observed around 12,190. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,235 – 12,330. The profit booking attitude resurfaced following the test of the 100-day SMA, indicating a potential extra lateral profit booking movement in the near term. Traders are advised to closely monitor the resistance zone of 12,190 – 12,235, as surpassing it could signal the end of the profit-booking sentiment.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,810	11,890	11,950	12,080	12,190	12,235	12,330



Source: Bloomberg, Argaam

TASI daily chart

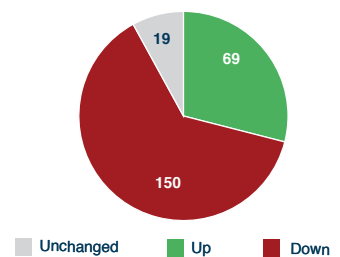


Source: Tradingview, Aljazira Capital

Our view



Market depth



SAUDI MARKET - TOP PICKS FOR THE WEEK

Code	Company	Close*	Buy range	Sell range	Reward %	Stop loss
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No stocks recommendations due to market volatility

*As of 29th July 2024

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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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