



### Domestic Market News

- **S&P Global Ratings** revised its outlook on Saudi Arabia to "Positive" from "Stable" and affirmed its 'A/A-1' long- and short-term foreign and local currency unsolicited sovereign credit ratings. The rating reflects the Saudi government's wide-ranging reforms and investments that will underpin the development of the non-oil economy while upholding sustainable public finances. (Source: Argaam)
- **Saudi Arabia** posted a **trade surplus** of SAR 98.4bn in Q2-24. Total exports were down 0.2% Y/Y in Q2-24 to SAR 294.5bn. Meanwhile, imports increased by 3.0% Y/Y to SAR 196.1bn during the same period. (Source: Argaam)
- **Saudi Arabia's artificial intelligence (AI)** market is expected to see a CAGR of 42.6% between FY24-30, according to George Nazi, CEO of Saudi Company for Artificial Intelligence. (Source: Argaam)
- **Riyadh Air** launched its first test flights from King Khalid International Airport in Riyadh to King Abdulaziz International Airport in Jeddah. These test runs will continue in the coming months in preparation for the official operations in FY25. (Source: Argaam)
- **Al Moammar Information Systems Co.** signed a Shariah-compliant credit facility agreement worth SAR 252.0mn with Riyad Bank. The funding is intended to cover accounts payable, finance new project contracts, and issue letters of credit and guarantees. (Source: Tadawul)
- **Sure Global Tech. Co.** renewed a Shariah-compliant credit facilities agreement worth SAR 15.0mn with Riyad Bank. (Source: Tadawul)

### Market Analysis

The **Saudi Stock Exchange** increased 0.6% to 11,842.6. The value traded stood at SAR 6.5bn (up 5.5% over the previous day), while advance-decline ratio stood at 154/72. The parallel market index increased 0.7% to 25,934.6 points. The value traded stood at SAR 50.8mn (up 24.1% over the previous day). Most of the sectors in the main market ended in green. Transportation and Food & Beverages (up 1.7% and 1.6%, respectively), while Pharma & Bio Tech and REITs (down 2.0% and 0.7%, respectively) declined the most.

#### Top Gainers

Company	Price	Change%
RASAN	57.30	6.9
NAYIFAT	15.32	5.7
ZAMIL INDUST	26.00	5.4
ATAA	79.00	4.9
NADEC	28.50	4.8

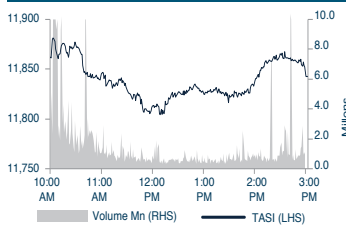
#### Top Losers

Company	Price	Change%
ALBAHA	0.18	-5.3
SFICO	23.06	-3.7
JAMJOOM PHARMA	183.20	-3.6
KINGDOM	9.33	-2.8
EMAAR EC	9.03	-2.5

### Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,843	11,885	11,801	0.6	(1.6)
NomuC	25,935	26,005	25,689	0.7	5.7

#### TASI movement during session



#### TASI Ratios

P/E* (x)	25.6
Price-to-Book (x)	2.4
Dividend Yield (%)	2.7
Return on Equity (%)	19.4

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,136	0.4	-17.6	15.4
Materials	5,519	0.4	-13.7	High
Capital Goods	13,186	0.3	30.8	27
Commercial Service	5,015	0.5	-10.1	38.7
Transportation	7,531	1.7	18.6	35.1
Consumer Durables	5,249	0.4	5.4	Neg
Consumer Services	5,115	0.3	2.7	40.4
Media	31,445	0.4	28.1	48.2
Consumer Discretionary Ret	7,935	0.9	-7.9	22.5
Consumer Staples Ret	9,433	0.7	-3.5	23.6
Food & Beverages	6,136	1.6	9.0	30.2
Healthcare	12,750	1.3	4.3	42.4
Pharma & Bio Tech	5,594	-2.0	14.9	47.4
Banks	11,705	0.8	-4.7	12.7
Financial Services	7,708	0.0	14.5	29.5
Insurance	10,907	1.4	26.9	26.1
Telecom	7,949	0.6	2.3	15.5
Utilities	13,464	0.2	35.7	28
REITs	3,250	-0.7	-11.4	27
Real Estate	3,688	0.6	20.6	44.9
Software & Services	77,887	0.3	13.6	41.1

### Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for September (bn)
11,908	12,031	12,088	6.74

### Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	30.6	2,331.40	2,460.60
Previous week	36.8	2,054.70	2,791.40

### Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.10	0.4
Al Rajhi	87.90	1.0
SNB	34.20	0.1
ACWA POWER	385.80	0.1
ALINMA	29.80	1.7





## International Market News

- According to **Baker Hughes**, North America's rig count increased to 808 in the week ended September 13 from 802 earlier. The rig count rose to 590 in the US from 582 earlier, while increased to 19 in the Gulf of Mexico from 17. The rig count in Canada decreased to 218 from 220 earlier. (Source: Baker Hughes)
- US initial jobless claims** increased to 230,000 (in line with consensus) in the week ended September 07, representing a rise of 2,000 from the previous week's revised level of 228,000. (Source: Econoday)
- The **US Producer Price Index**, final demand (PPI-FD) rose 0.2% M/M in August (in line with consensus) against an increase of 0.1% in July. PPI-FD less food & energy gained 0.3% M/M in December (consensus: 0.2%) after staying flat reading in July. PPI-FD less food, energy & trade services rose 0.3% in August. (Source: Econoday)
- Eurozone industrial production** 0.3% M/M in July (consensus: a decrease of 0.6%) after remaining flat in June. The rebound in non-durable consumer goods output limited the decline. The production of durable consumer goods and intermediate goods fell 2.8% and 1.3%, respectively. Output of capital goods also decreased 1.6% in July. (Source: RTT News)
- China's retail sales** rose by 2.1% Y/Y in August (consensus: 2.5% growth) slower than the 2.7% increase in July. Online sales of physical goods rose by just under 1% Y/Y in August. (Source: CNBC)
- Oil prices** fell 0.5% on Friday, as production resumed in the US Gulf of Mexico following Hurricane Francine. The increase in US rig counts also put pressure on prices.
- Gold prices** jumped 0.8%, reaching record high, due to increasing hopes of interest rate cut.

## Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	101.11	-0.2	-0.6	-0.2
Euro	1.11	0.0	0.2	0.3
Japanese Yen	140.85	-0.7	-3.6	-0.1
Sterling Pound	1.31	0.0	-0.0	3.1
Chinese Yuan	7.10	-0.3	0.1	-0.4
Indian Rupee	83.90	-0.1	0.0	0.8
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.65	0.0	0.0	0.0
Kuwaiti Dinar	0.31	-0.1	-0.1	-0.7
Omani Rial	0.38	0.0	-0.0	-0.0
Bahraini Dinar	0.38	-0.0	-0.0	-0.0
Egyptian Pound	48.41	-0.0	-0.4	56.6

## Corporate Calendar

Date	Company	Event
15-Sep	CATRION	Cash Dividend Distribution
15-Sep	EPCCO	Eligibility of Cash Dividend
15-Sep	QACCO	Cash Dividend Distribution
15-Sep	SUMOU	Eligibility of Cash Dividend
15-Sep	ADES	Eligibility of Cash Dividend
15-Sep	SASCO	Eligibility of Cash Dividend

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

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,380	0.4	1.3	7.9	8.5
Abu Dhabi (ADX)	9,350	0.5	0.7	-2.4	17.0
Kuwait (KSE)	7,748	0.1	-0.9	3.6	22.7
Qatar (QE)	10,398	1.5	1.9	-4.0	11.5
Oman (MSM)	4,746	0.4	-0.0	5.1	12.2
Bahrain (BSE)	1,952	-0.1	-0.3	-1.0	7.7
Egypt (EGX30)	30,498	0.0	-0.9	22.5	7.6

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	41,394	0.7	-0.4	9.8	22.4
Nasdaq	19,515	0.5	-0.3	16.0	33.2
S&P 500	5,626	0.5	-0.4	18.0	25.6
FTSE 100	8,273	0.4	-1.2	7.0	14.6
Germany DAX 30	18,699	1.0	-1.1	11.6	15.4
France CAC 40	7,465	0.4	-2.2	-1.0	13.8
Japan Nikkei 225	36,582	-0.7	-5.3	9.3	22.0
Brazil IBOVESPA	134,882	0.6	-0.8	0.5	10.2
Hong Kong Hang Seng	17,369	0.7	-3.4	1.9	9.3
South Korea KOSPI	2,575	0.1	-3.7	-3.0	13.3
China Shanghai Composite	2,704	-0.5	-4.9	-9.1	13.0
Australia ASX 200	8,100	0.3	0.1	6.7	20.7
India Sensex	82,891	-0.1	0.6	14.7	25.2
MSCI EM	1,082	0.6	-1.6	5.7	15.0
MSCI World	3,635	0.7	-0.7	14.7	22.4

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	75.00	1.5	-5.5	-6.7
Brent Crude (\$/bbl)	71.61	-0.5	-9.1	-7.0
Texas crude (\$/bbl)	68.65	-0.5	-6.7	-4.2
Natural Gas (\$/mmbtu)	2.31	-2.2	8.4	-15.9
Gold (\$/oz)	2,577.70	0.8	3.0	25.0
Silver (\$/oz)	30.72	2.8	6.4	29.1
Steel (\$/ton)	698.00	0.0	-2.2	-38.5
Iron Ore (CNY/MT)	729.50	2.3	-6.0	-30.1
Wheat (\$/bu)	594.75	2.8	7.8	-11.1
Corn (\$/bu)	413.25	1.8	3.1	-17.9
Sugar (\$/lb)	19.41	-0.1	-1.3	-6.3
SMP* (EUR/MT)	2,585.00	1.0	4.7	0.3

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.77	2.3	-24.8	-13.8
KSA (SAIBOR 3M)	5.92	-1.3	-14.4	-31.1
KSA (SAIBOR 6M)	5.67	-0.6	-17.2	-40.8
KSA (SAIBOR 12M)	5.60	10.3	5.5	-39.0
USA (SOFR 3M)	4.94	-0.5	-7.5	-39.0
UAE (EIBOR 3M)	4.95	-3.2	-10.2	-37.9

Data Sources: Tadawul, Bloomberg, Reuters  
Closes as of Sept 13, 2024



Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	11,843
<b>Short-term view</b>	Hold
52 weeks high/low	12,883 – 10,262

Market data	
Exchange Market Cap. (SAR bn)	9,930.6
Value (SAR mn)	6,490.9
Volume (mn)	631.9
Number of Transactions	483,721
Market Breadth	154 : 72

Key statistics	
1D return %	0.65%
MTD return %	-2.49%
QTD return	1.40%
YTD return	-1.04%
ADT vol. 3M* (mn)	314.9
ADT val. 3M (SARmn)	6,852.9

\*ADT stands for Average Daily Traded

## TASI market commentary

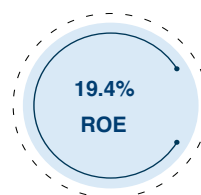
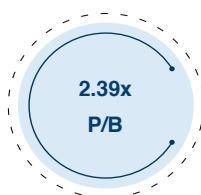
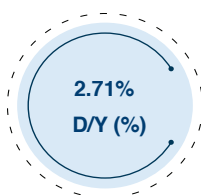
- TASI experienced a rise on Thursday; primarily driven by the performance of the Banks sector (up 0.81%) and the Telecommunication services sector (up 0.63%). At close, the Saudi market ended the day with a change of 0.65% at 11,843. In terms of activity, total volumes and value traded were ~632mn and ~SAR 6.5bn, respectively. The advance-decline ratio came in at 154/72.

## Technical outlook

- TASI closed the last session near 11,843, registering a gain of 76 points. The index witnessed a buying power leading to a close above the 50% Fibonacci level near 11,825. This upside rebound was notably accompanied by nearly double the average trading volume observed over the last 20 sessions. TASI formed a Spinning Top candlestick after a sharp decline in the previous sessions, hinting at a potential further upside move in the near term. Additionally, the RSI started pointing upward after nearing the oversold zone near the 30 level. TASI has an immediate resistance level of around 11,940. If successfully surpassed, the subsequent resistance levels to watch for would be around 11,020 - 12,090. On the other hand, an immediate support level is observed around 11,825. If breached, the subsequent support levels would be around 11,700 - 11,500. Traders are advised to closely monitor the resistance of 11,940, as penetrating this level could trigger further buying attitudes in the market.

## Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,320	11,500	11,700	11,825	11,940	12,020	12,090



Source: Bloomberg, Argaam

## TASI daily chart

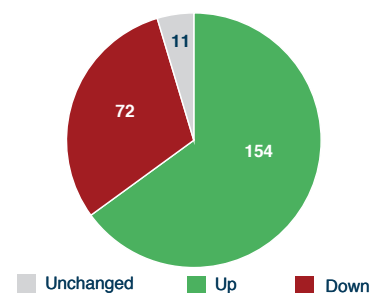


Source: Tradingview, Aljazira Capital

## Our view



## Market depth



## SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	Close*	Buy range	Sell range	Stop loss
2150	Zoujaj	51.00	50.90 – 51.00	51.50 – 52.00	50.40
4002	Mouwasat	100.20	100.00 – 100.20	101.00 – 102.20	99.00
1321	East Pipes	145.00	144.60 – 145.00	146.20 – 148.00	143.20
4292	Ataa	79.00	78.80 – 79.00	79.70 – 80.60	78.00
2190	Saudi Industrial Services	30.75	30.65 – 30.75	31.00 – 31.40	30.35
4164	Nahdi	132.40	132.00 – 132.40	133.60 – 135.00	130.80
2320	Al-Babtain	43.90	43.80 – 43.90	44.25 – 44.80	43.35

\*As of 12<sup>th</sup> September 2024

\* Note – Stop loss is based on an intraday basis

## CHARTS OF THE DAY

## Technical observations

**ZOUJAJ** bounced off the level of the prior peaks as well as its 20-day SMA. Moreover, all the technical indicators show bullish structure.

## The National Company For Glass Industries (ZOUJAJ)



Source: Tradingview, Aljazira Capital

## Technical observations

**MOUWASAT** started to bounce off a declining support line. Moreover, all the technical indicators show bullish structure.

## Mouwasat Medical Services Co. (MOUWASAT)



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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