



Major Economic News

- **KSA's** tourism minister unveiled the Tourism Investment Enablers Program, to facilitate doing business and raise appeal of tourism investments. Also, the Hospitality Investment Enablers Program likely to increase and diversify tourism offerings and raise the capacity of hospitality facilities in the Kingdom. These initiatives seek to attract private investments to the hospitality sector by about SAR 42bn with revenues estimated at about SAR 16 bn to KSA's GDP by 2030. (Source: Argaam)

Major Corporate News

- **Al Arabia** signed an agreement with Remat Al-Riyadh to convert part of investment returns owed to Remat Al-Riyadh into stake in Al Arabia. This agreement involves an annual deduction of SAR 200.0mn (10%) of the project's annual income, whichever is greater. Accordingly, the minimum guaranteed annual amount will be SAR 1.32bn, instead of SAR 1.52bn. (Source: Argaam)
- **Leejam's** associate officially opened 8 new physiotherapy centers and expects the financial impact to appear starting from the Q1-24. These centers will operate under the PhysioTherabia brand, categorized as small male centers, featuring the brand's main services. (Source: Argaam)

Earnings update (Net Profit) (SAR mn)

Company	Q4-23	Q4-22	Y/Y %	Q5-23	Q/Q %
Ades Holding	169.0	222.3	-24.0	83.9	101.5
SAPTCO*	-71.9	-93.3	NM	20.2	NM
TASNEE*	-17.1	43.1	NM	78.2	NM
AMAK	5.9	21.5	-72.4	5.2	14.7

NM indicates Not Meaningful

Market Analysis

The **Saudi Stock Exchange** decreased 1.0% to 12,434.6. The value traded stood at SAR 10.5bn (up 28.6% over the previous day), while the advance-decline ratio stood at 43/180. The parallel market index decreased 1.9% to 26,446.7 points. The value traded stood at SAR 33.6mn (down 4.9% over the previous day). Most sectors in the main market ended in the red. Utilities and Transportation (up 3.4% and 2.0%, respectively) advanced the most, while Consumer Services and Telecom (down 3.5% and 2.2%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
ALBAHA	0.15	7.1
SSP	57.10	5.7
ACWA POWER	276.80	5.4
SAL	295.00	5.1
SAUDI CERAMICS	32.25	3.5

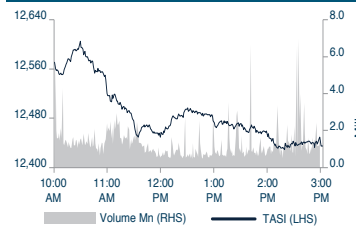
Top Losers

Company	Price	Change%
SEERA	29.55	-9.9
ALKHALEEL TRNG	33.75	-9.9
AYYAN	26.90	-7.6
MAHARAH	7.32	-5.3
ZAIN KSA	13.24	-5.2

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,435	12,606	12,427	(1.0)	3.9
NomuC	26,447	27,056	26,289	(1.9)	7.8

TASI movement during session



TASI Ratios

P/E* (x)	28.3
Price-to-Book (x)	2.5
Dividend Yield (%)	2.5
Return on Equity (%)	20.3

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,899	-1.1	-5.1	16.3
Materials	6,103	-0.9	-3.9	High
Capital Goods	12,116	-1.8	22.0	40.5
Commercial Service	5,720	-1.3	2.9	36.7
Transportation	7,661	2.0	20.9	47
Consumer Durables	5,441	-1.7	8.3	Neg
Consumer Services	5,659	-3.5	14.6	40.4
Media	32,765	-1.3	33.6	High
Consumer Discretionary Ret	8,867	-1.5	4.0	28.8
Consumer Staples Ret	10,619	1.5	9.7	27.6
Food & Beverages	6,522	-1.5	16.3	33.5
Healthcare	13,853	0.1	15.2	High
Pharma & Bio Tech	5,401	-1.6	11.2	High
Banks	12,582	-1.4	3.1	14.8
Financial Services	7,759	-0.9	16.7	35.3
Insurance	9,782	-0.9	15.5	26.2
Telecom	8,117	-2.2	5.1	15.2
Utilities	10,800	3.4	8.7	21.3
REITs	3,603	-0.3	-1.8	High
Real Estate	3,361	-1.7	10.3	50
Software & Services	84,087	-0.5	22.6	High

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for February (bn)
12,567	12,581	12,430	9.3

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	10.5	403.10	671.10
Previous week	46.1	2,317.30	2,793.30

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	31.20	-1.1
Al Rajhi	86.40	-1.5
SNB	40.50	-3.2
SABIC	77.70	-0.6
STC	41.10	-2.3





International Market News

- **Eurozone investor confidence** improved for the fifth straight month to a one-year high in March but remained negative indicating that a spring revival would probably be an exaggeration. The investor confidence index rose to -10.5 from -12.9. (Source: RTT News)
- **China** has set its 2024 growth target for the economy at about 5%, similar to last year's and work towards transforming its development model, curb industrial overcapacity and defuse the property sector risks and cut wasteful government spending. (Source: Reuters)
- **China's services activity** grew at a slower pace in February, with business confidence moderating for the second month and firms trimming staff numbers for the first time since November. The Caixin/S&P Global services PMI edged down to 52.5 from 52.7 in January. (Source: Reuters)
- **Japan's service sector** activity expanded in February, extending gains aided by solid demand in tourism and new product launches. Jibun Bank Service PMI was 52.9 in February versus 53.1 in January. (Source: Investing.com)
- **Oil prices** fell 0.1% due to concerns of weak demand, despite OPEC+'s decision to extend its current pace of production cuts until Q2-24.
- **Gold prices** increased 0.1% on hopes of easing inflation will spur interest rate cuts from the Fed.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	103.83	-0.0	-0.3	2.5
Euro	1.09	0.2	0.5	-1.7
Japanese Yen	150.53	0.3	0.4	6.7
Sterling Pound	1.27	0.3	0.5	-0.3
Chinese Yuan	7.21	-0.0	0.0	1.2
Indian Rupee	82.89	-0.0	-0.0	-0.4
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.65	0.0	-0.0	0.1
Kuwaiti Dinar	0.31	-0.1	-0.0	0.1
Omani Rial	0.38	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	0.0	0.0
Egyptian Pound	30.89	0.0	0.0	-0.0

Corporate Calendar

Date	Company	Event
5-Mar	MODERN MILLS	Start of IPO
6-Mar	TAKWEEN	Start of IPO
6-Mar	TAQAT MINERAL	Start of IPO
6-Mar	MODERN MILLS	End of IPO
6-Mar	ALANDALUS	EGM
6-Mar	NASEEJ	EGM

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,327	-0.7	0.4	6.6	8.9
Abu Dhabi (ADX)	9,286	0.1	0.3	-3.1	20.0
Kuwait (KSE)	8,150	-0.1	-0.1	9.0	17.4
Qatar (QE)	10,473	-0.0	-0.0	-3.3	12.1
Oman (MSM)	4,634	0.3	1.7	2.6	12.5
Bahrain (BSE)	1,993	-0.8	-0.6	1.1	7.4
Egypt (EGX30)	30,542	5.1	5.4	22.7	14.7

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	38,990	-0.2	-0.0	3.5	22.4
Nasdaq	18,226	-0.4	1.0	8.3	35.6
S&P 500	5,131	-0.1	0.7	7.6	24.5
FTSE 100	7,640	-0.5	0.1	-1.2	10.3
Germany DAX 30	17,716	-0.1	0.2	5.8	15.3
France CAC 40	7,956	0.3	0.4	5.5	14.2
Japan Nikkei 225	40,109	0.5	2.4	19.9	28.7
Russia MOEX	3,297	0.9	1.2	6.4	3.0
Hong Kong Hang Seng	16,596	0.0	0.5	-2.6	8.7
South Korea KOSPI	2,674	1.2	1.2	0.7	18.2
China Shanghai Composite	3,039	0.4	0.8	2.2	14.0
Australia ASX 200	7,736	-0.1	0.5	1.9	19.5
India Sensex	73,872	0.2	1.9	2.3	23.4
MSCI EM	1,030	0.6	0.9	0.6	15.3
MSCI World	3,362	-0.1	0.8	6.1	21.0

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	85.42	1.8	3.6	6.2
Brent Crude (\$/bbl)	82.80	-0.9	-1.0	7.5
Texas crude (\$/bbl)	78.74	-1.5	0.6	9.9
Natural Gas (\$/mmbtu)	1.92	4.4	3.0	-16.8
Gold (\$/oz)	2,114.48	1.5	3.4	2.5
Silver (\$/oz)	23.89	3.3	5.3	0.4
Steel (\$/ton)	789.00	-0.1	-0.8	-30.5
Iron Ore (CNY/MT)	939.50	-2.3	-2.6	-9.9
Wheat (\$/bu)	564.00	1.1	-2.1	-11.8
Corn (\$/bu)	430.00	1.2	0.1	-11.2
Sugar (\$/lb)	20.60	-2.3	-5.0	0.9
SMP* (EUR/MT)	2,507.00	0.3	0.3	-2.7

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.85	-1.6	-3.4	-5.9
KSA (SAIBOR 3M)	6.21	-1.6	-1.6	-1.8
KSA (SAIBOR 6M)	6.09	0.3	1.2	1.5
KSA (SAIBOR 12M)	5.88	-3.3	-5.2	-11.2
USA (SOFR 3M)	5.32	-0.7	-1.0	-0.8
UAE (EIBOR 3M)	5.21	-3.5	-8.2	-12.2

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of March 4, 2024



Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	12,435
Short-term view	Profit Booking
52 weeks high/low	12,669 – 9,931

Market data	
Exchange Market Cap. (SAR bn)	10,999.9
Value (SAR mn)	10,517.4
Volume (mn)	403.1
Number of Transactions	671,079
Market Breadth	43 : 180

Key statistics	
1D return %	-0.96%
MTD return %	-1.55%
QTD return	3.90%
YTD return	3.90%
ADT vol. 3M* (mn)	332.6
ADT val. 3M (SARmn)	8,242.9

*ADT stands for Average Daily Traded

TASI market commentary

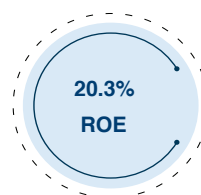
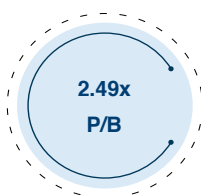
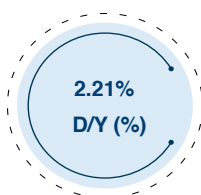
- TASI experienced a decline on Monday; primarily driven by the performance of the Telecommunication services sector (down 2.21%), the Banks sector (down 1.12%). At close, the Saudi market ended the day with a change of -0.96% at 12,435. In terms of activity, total volumes and value traded were ~403mn and ~SAR 10.5bn, respectively. The advance-decline ratio came in at 43/180.

Technical outlook

- TASI closed the last session near 12,435, registering a significant loss of 121 points. As expected, the profit-booking sentiment persisted, pushing the index downward to test its 20-day SMA around 12,430. Moreover, TASI formed a bearish Marabouzu Close candlestick, which closed below the last minor trough, suggesting a potential further profit-booking action toward the 50-day SMA around 12,325 – 12,225. Furthermore, the RSI indicator is moving downward, heading toward a rising trendline near the level of 50. TASI has an immediate support level of around 12,325. If breached, the subsequent support level would be around 12,225. On the other hand, an immediate resistance level is observed near 12,500 followed by 12,670. If successfully surpassed, the subsequent resistance level to watch for would be around 12,920. Traders are advised to closely monitor the significant support zone near the prior peaks and the 50-day SMA around 12,325 - 12,225, as a decisive close below it would generate further selling pressure in the market.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
12,115	12,225	12,325	12,435	12,500	12,670	12,920



Source: Bloomberg, Argaam

TASI daily chart

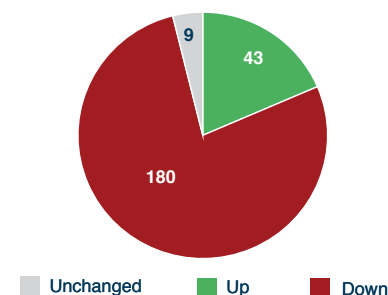


Source: Tradingview, Aljazira Capital

Our view



Market depth



SAUDI MARKET - TOP PICKS FOR THE WEEK

Code	Company	Close*	Buy range	Sell range	Reward %	Stop loss
4164	Nahdi Medical Co.	146.60	145.20 – 146.60	152.00– 156.00	6.41%	142.40

* As of 04th Mar 2024,

* Note – Stop loss is based on a closing basis and not an intraday basis

CHARTS OF THE WEEK

Technical observations

NAHDI has just penetrated the upper boundary of a continuation Rectangle price pattern. Moreover, the RSI indicator is showing a bullish signal confirming the price action. We recommend buying the stock in a range of 145.20 – 146.60, for a target range of SAR152.00– 156.00, with a stop loss below SAR142.40 on a closing basis.

Nahdi Medical Co. (NAHDI)



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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