



Major Economic News

- Demand for real estate in Saudi Arabia** will continue to be robust, supported by the Vision 2030 investments, which are expected to attract new companies and expatriates. The expected decrease in interest rates starting from the second half of 2024 will contribute to a revival in the demand for mortgages after the decline witnessed during 2023. The new residency system, which supports property ownership for foreigners, will drive real estate demand, expecting significant growth in off-plan sales. (Source: Argaam)

Major Corporate News

- Modern Mills'** retail subscription was 21.9x covered and the number of subscribers reached 0.96mn with the offering proceeds reaching nearly SAR 2.6bn. (Source: Argaam)
- Tibbiyah** signed a conditional binding share purchase agreement (SPA) to acquire 100% of Al-Hammad Medical for SAR 35mn. The company will likely secure a banking facility from a local lender to partly finance the SPA, while the remaining part will be self-finance. The deal aims to boost the company's market share and help it expand into the distribution of medical supplies and consumables in both the public and private sectors. (Source: Argaam)

Earnings update (Net Profit) (SAR mn)

Company	Q4-23	Q4-22	Y/Y %	Q3-23	Q/Q %
EIC	59.5	39.9	49.21	56.4	5.39

* NM indicates Not Meaningful

Market Analysis

The **Saudi Stock Exchange** decreased 0.5% to 12,555.7. The value traded stood at SAR 9.9bn (up 30.1% over the previous day), while the advance-decline ratio stood at 79/149. The parallel market index increased 0.2% to 26,375.4 points. The value traded stood at SAR 25.0mn (down 83.6% over the previous day). Most sectors in the main market ended in the red. Real Estate and Pharma & Bio Tech (up 1.5% and 0.9%, respectively) advanced the most, while Media and Software & Services (down 7.2% and 4.8%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
BINDAWOOD	8.09	9.9
SADAFECO	434.00	8.0
ADES	21.56	6.6
CHEMICAL	6.32	5.9
DAR ALARKAN	14.52	4.5

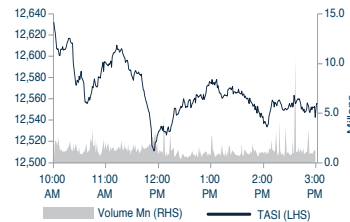
Top Losers

Company	Price	Change%
ALARABIA	209.00	-10.0
ELM	946.20	-7.7
NADEC	28.70	-6.8
SRMG	235.00	-6.6
RIYADH CABLES	107.00	-6.0

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,556	12,632	12,506	(0.5)	4.9
NomuC	26,375	26,438	26,153	0.2	7.5

TASI movement during session



TASI Ratios

P/E* (x)	28.7
Price-to-Book (x)	2.5
Dividend Yield (%)	2.5
Return on Equity (%)	19.6

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	6,024	-0.9	-3.1	16.7
Materials	6,274	0.3	-1.2	High
Capital Goods	12,205	-2.8	22.9	40.5
Commercial Service	5,758	-1.8	3.6	36.8
Transportation	7,829	-2.4	23.5	47.6
Consumer Durables	5,591	-0.3	11.3	Neg
Consumer Services	5,777	-1.1	16.9	41.4
Media	29,627	-7.2	20.8	High
Consumer Discretionary Ret	8,879	-0.4	4.1	28.9
Consumer Staples Ret	10,678	0.4	10.3	27.9
Food & Beverages	6,518	-0.3	16.2	33.7
Healthcare	13,720	-1.1	14.1	High
Pharma & Bio Tech	5,273	0.9	8.6	High
Banks	12,538	-0.2	2.8	14.7
Financial Services	7,876	0.5	18.4	35.4
Insurance	10,223	-0.6	20.7	27.3
Telecom	8,035	-1.7	4.1	15
Utilities	11,202	-0.1	12.7	22.1
REITs	3,618	-0.1	-1.4	High
Real Estate	3,617	1.5	18.6	High
Software & Services	79,118	-4.8	15.4	49

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for March (bn)
12,557	12,562	12,536	9.15

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	17.5	731.50	1,066.50
Previous week	46.6	1,920.30	2,998.60

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	31.90	-0.9
Al Rajhi	85.30	-0.1
SNB	39.90	-0.7
SABIC	78.70	0.4
STC	40.45	-1.9





International Market News

- **Consumer credit in the US** jumped by USD 19.5bn in January, more than its expectations of USD 9.3bn. The revolving credit, which includes credit cards, increased by USD 8.4bn, while the non-revolving credit such as auto loans and student loans advanced by USD 11.1bn. (Source: RTT News)
- As the US government unveiled its budget request for FY25, the **US State Department** requests USD 4bn over five years to outcompete China. The department also requested USD 2bn to create a new international infrastructure fund to provide a credible, alternative to Chinese infrastructure funding. (Source: Reuters)
- **According to Bank of Japan's governor**, Japan's economy is recovering moderately, but said there were some weaknesses seen in recent data. The country was not at a stage where it could declare deflation as beaten despite some positive developments such as high wage hikes and record levels of companies' capital spending. (Source: Investing.com)
- **Oil prices** increased 0.3%, as markets remained largely cautious before key US inflation data that is likely to factor in interest rates, and also focusing on upcoming monthly report from the OPEC.
- **Gold prices** decreased 0.2%, ahead of US inflation report.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	102.87	0.2	-1.2	1.5
Euro	1.09	-0.1	1.1	-1.0
Japanese Yen	146.95	-0.1	-2.0	4.2
Sterling Pound	1.28	-0.3	1.5	0.7
Chinese Yuan	7.18	-0.3	-0.4	0.8
Indian Rupee	82.76	-0.0	-0.2	-0.5
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.65	0.0	-0.0	0.1
Kuwaiti Dinar	0.31	-0.0	-0.2	-0.1
Omani Rial	0.38	0.0	-0.0	-0.0
Bahraini Dinar	0.38	0.0	-0.0	-0.0
Egyptian Pound	49.02	-0.7	58.7	58.6

Corporate Calendar

Date	Company	Event
12-Mar	ALKHALEEJ	EGM
12-Mar	JAMJHOOM PHARMA	EGM
13-Mar	TAQAT MINERAL	End of IPO
14-Mar	STC	Cash Dividend Distribution
14-Mar	YANSAB	Cash Dividend Distribution
14-Mar	HCC	Cash Dividend Distribution

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,253	-0.1	-1.4	4.6	8.8
Abu Dhabi (ADX)	9,234	0.0	-0.2	-3.6	19.8
Kuwait (KSE)	8,141	0.2	0.0	9.1	18.8
Qatar (QE)	10,235	-0.4	-2.7	-5.9	11.7
Oman (MSM)	4,760	0.1	4.6	5.6	12.9
Bahrain (BSE)	2,016	0.5	1.0	2.7	7.8
Egypt (EGX30)	32,920	1.4	15.3	34.1	12.7

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	38,770	0.1	-0.6	2.9	22.2
Nasdaq	17,952	-0.4	-0.5	6.7	33.1
S&P 500	5,118	-0.1	0.4	7.3	24.5
FTSE 100	7,669	0.1	0.5	-0.8	11.6
Germany DAX 30	17,746	-0.4	0.4	5.9	14.9
France CAC 40	8,020	-0.1	1.2	6.3	14.4
Japan Nikkei 225	38,820	0.0	-0.9	16.0	27.8
Russia MOEX	3,320	0.1	2.0	7.1	3.0
Hong Kong Hang Seng	16,588	1.4	0.5	-2.7	8.7
South Korea KOSPI	2,660	-0.8	0.7	0.2	0.1
China Shanghai Composite	3,068	0.7	1.8	3.1	14.1
Australia ASX 200	7,704	-1.8	0.1	1.5	19.5
India Sensex	73,503	-0.8	1.4	1.7	23.3
MSCI EM	1,039	0.2	1.8	1.5	15.5
MSCI World	3,367	-0.4	0.9	6.2	21.2

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	84.13	-1.5	2.0	4.6
Brent Crude (\$/bbl)	82.21	0.2	-1.7	6.7
Texas crude (\$/bbl)	77.93	-0.1	-0.4	8.8
Natural Gas (\$/mmbtu)	1.76	-2.5	-5.4	-23.7
Gold (\$/oz)	2,182.75	0.2	6.8	5.8
Silver (\$/oz)	24.47	0.6	7.9	2.8
Steel (\$/ton)	808.00	-0.7	1.6	-28.8
Iron Ore (CNY/MT)	994.00	0.0	3.1	-4.7
Wheat (\$/bu)	547.25	1.8	-5.0	-14.4
Corn (\$/bu)	441.75	0.5	2.9	-8.7
Sugar (\$/lb)	21.95	3.8	1.2	7.5
SMP* (EUR/MT)	2,460.00	0.0	-1.6	-4.5

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.86	-9.0	-2.5	-5.0
KSA (SAIBOR 3M)	6.22	0.8	-1.1	-1.3
KSA (SAIBOR 6M)	6.11	0.4	3.2	3.5
KSA (SAIBOR 12M)	5.90	0.0	-3.4	-9.4
USA (SOFR 3M)	5.31	-0.6	-1.9	-1.6
UAE (EIBOR 3M)	5.25	1.2	-3.4	-7.4

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of March 11, 2024





Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	12,556
Short-term view	Hold
52 weeks high/low	12,669 – 9,931

Market data

Exchange Market Cap. (SAR bn)	11,195.8
Value (SAR mn)	9,884.4
Volume (mn)	419.2
Number of Transactions	587,361
Market Breadth	79 : 149

Key statistics

1D return %	-0.50%
MTD return %	-0.59%
QTD return	4.92%
YTD return	4.92%
ADT vol. 3M* (mn)	344.0
ADT val. 3M (SARmn)	8,469.2

*ADT stands for Average Daily Traded

TASI market commentary

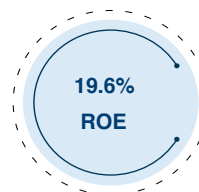
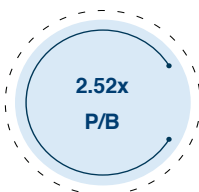
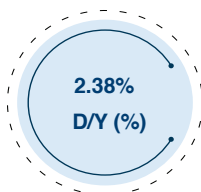
- TASI experienced a decline on Monday; primarily driven by the performance of the Telecommunication services sector (down 1.69%), the Energy sector (down 0.86%). At close, the Saudi market ended the day with a change of -0.50% at 12,556. In terms of activity, total volumes and value traded were ~419mn and ~SAR 9.9bn, respectively. The advance-decline ratio came in at 79/149.

Technical outlook

- TASI closed the last session near 12,556, marking a loss of 63 points. The index experienced a profit booking attitude once approaching the level of the last peak around 12,670. TASI formed a Bearish Engulfing candlestick pattern after the appearance of a Doji candlestick, indicating a potential further temporary profit-booking sentiment in the near term, which may lead to a break below the 20-day SMA around 12,535. Moreover, the RSI indicator started to move downward after testing its declining trendline, indicating a potential further profit booking sentiment in the market. TASI has an immediate support level of around 12,535. If breached, the subsequent support levels would be around 12,400 – 12,325. On the other hand, an immediate resistance level is observed around 12,670. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,965 – 13,175. Traders are advised to closely monitor the significant support level of the 20-day SMA around 12,535, as a decisive close below this level would potentially trigger further profit booking attitude in the near term.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
12,280	12,325	12,400	12,535	12,670	12,965	13,175



Source: Bloomberg, Argaam

TASI daily chart

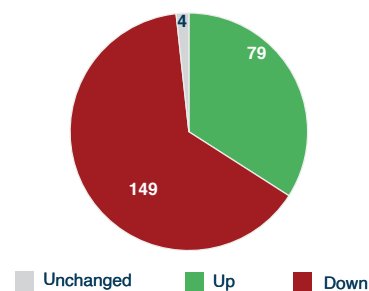


Source: Tradingview, Aljazira Capital

Our view



Market depth





SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	Close*	Buy range	Sell range	Stop loss
4300	Dar Alarkan	14.50	14.46 – 14.50	14.64 – 14.80	14.34
4015	Jamjoom Pharma	137.00	136.60 – 137.00	138.40 – 139.80	135.40
6015	Americana Restaurants	3.60	3.59 – 3.60	3.64 – 3.68	3.56
2060	Tasnee	13.84	13.80 – 13.84	13.98 – 14.20	13.68
3030	Saudi Cement	46.95	46.85 – 46.95	47.40 – 48.20	46.45
4003	Extra	96.40	96.20 – 96.40	97.30 – 98.60	95.40

*As of 11th Mar 2024

* Note – Stop loss is based on an intraday basis

CHARTS OF THE DAY

Technical observations

DAR ALARKAN penetrated the level of the prior peak after bouncing off its 10-day SMA. Moreover, all the technical indicators show bullish structure.

Dar Alarkan Real Estate Development Co (DAR ALARKAN)



Source: Tradingview, Aljazira Capital

Technical observations

Jamjoom Pharma has formed a Long Legged Doji candlestick at around the level of the prior peak as well as its 50-day SMA. Moreover, all the technical indicators show bullish structure.

Jamjoom Pharmaceuticals Factory Co. (Jamjoom Pharma)



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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