



Domestic Market News

- As many as 517 international companies were so far granted licenses to open their regional headquarters in **KSA**. It surpassed the target to have regional headquarters of 500 by 2030. (Source: Argaam)
- Despite the recent global conditions is affecting energy demand, KSA to remain the most reliable source, as **KSA** works to integrate further into the global economy. (Source: Argaam)
- OPEC+** in their meeting kept oil production policy unchanged and continued to assess the market conditions. Thus, it will proceed with its plans to ease restrictions which was imposed last December. (Source: Argaam)
- POS** transactions rose to SAR 13.4bn in the week ended September 28. The number of POS transactions in KSA reached 207.7mn. (Source: Argaam)
- GAC** imposed SAR 7.1mn penalties against 14 establishments operating in contracting sector for violating Competition Law through collusion in government projects. (Source: Argaam)
- Kingdom's** associate company has signed an SAR 7.2bn contract with Saudi Binladin Group Company to resume the construction of Jeddah Economic Company Tower project. (Source: Tadawul)
- Aramco** announced completion of issuance of USD 3bn worth sukuk with total 15K sukuks issued. Rate of 4.25% was decided for sukuks maturing in 5 years, while 4.75% for 10 years sukuk. (Source: Tadawul)

Market Analysis

The **Saudi Stock Exchange** decreased 1.7% to 12,044.1. The value traded stood at SAR 8.1bn (up 26.2% over the previous day), while advance-decline ratio stood at 10/226. The parallel market index decreased 1.4% to 24,954.8 points. The value traded stood at SAR 34.5mn (up 15.6% over the previous day). All sectors in the main market ended in red. Consumer Durables and Software & Services (down 3.6% each) declined the most.

Top Gainers

Company	Price	Change%
ALBAHA	0.26	8.3
EAST PIPES	150.60	2.0
ZOUJAJ	54.90	1.7
RETAL	15.46	1.2
GASCO	107.20	1.1

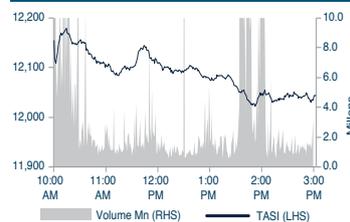
Top Losers

Company	Price	Change%
AMANA INSURANCE	11.62	-6.0
MALATH INSURANCE	14.94	-5.4
MBC GROUP	46.10	-5.3
SSP	68.00	-5.2
AMIANTIT	30.35	-5.2

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,044	12,180	12,019	(1.7)	0.1
NomuC	24,955	25,105	24,874	(1.4)	1.7

TASI movement during session



TASI Ratios

P/E* (x)	26.4
Price-to-Book (x)	2.5
Dividend Yield (%)	2.7
Return on Equity (%)	19.3

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,159	-0.1	-17.2	15.4
Materials	5,876	-1.2	-8.1	High
Capital Goods	13,030	-2.5	29.2	26.5
Commercial Service	4,879	-2.8	-12.5	37.5
Transportation	7,341	-2.8	15.6	34.2
Consumer Durables	5,247	-3.6	5.4	Neg
Consumer Services	5,134	-2.5	3.1	40.4
Media	33,734	-1.6	37.4	High
Consumer Discretionary Ret	7,957	-1.9	-7.6	22.5
Consumer Staples Ret	9,432	-2.0	-3.5	23.6
Food & Beverages	5,930	-2.1	5.4	29.3
Healthcare	12,466	-2.4	2.0	41.5
Pharma & Bio Tech	5,572	-3.1	14.5	47
Banks	11,444	-2.5	-6.9	12.4
Financial Services	7,826	-2.5	16.2	30.4
Insurance	10,300	-2.7	19.8	24.7
Telecom	8,092	-1.8	4.2	15.8
Utilities	16,081	-0.4	62.0	33.2
REITs	3,319	-0.8	-9.5	27.6
Real Estate	3,817	-2.1	24.9	46.4
Software & Services	83,312	-3.6	21.5	43.9

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for September (bn)
12,234	12,191	12,067	6.67

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	29.5	3,345.10	2,149.80
Previous week	27.4	1,524.80	2,088.40

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.20	0.0
Al Rajhi	84.90	-2.9
SNB	33.80	-2.3
ACWA POWER	484.40	-0.2
ALINMA	28.05	-2.4



International Market News

- According to **EIA**, oil inventories in the US increased 3.9mn barrels (prior: down 4.5mn) to 416.9mn in the week ended September 27. Gasoline inventories increased 1.1mn barrels (prior: down 1.5mn) to 221.2mn, while distillate inventories declined 1.3mn barrels (prior: down 2.2mn) to 121.6mn. (Source: EIA, Econoday)
- US** construction spending unexpectedly edged down by 0.1% in August to an annual rate of USD 2.1tn. The unexpected decrease came as spending on private construction slipped by 0.2%, while spending on retail construction slipped by 0.3%. (Source: Reuters)
- US** private sector employment continued its increase in September by 143K jobs after rising in August. Job creation saw a widespread rebound after a five-month slowdown, with only the information sector losing jobs. (Source: RTT News)
- Eurozone** jobless rate stood at 6.4% in August, same as July. The number of unemployed decreased by 94K from July to 10.9mn. The unemployment rate in the youth was 14.1% in August, down marginally from 14.2% in July. (Source: Reuters)
- Japan's** services PMI rose again in September, albeit at a slower pace, with a reading of 53.1. Total new work increased modestly in September. The rate of growth eased for the second successive month but remained above the long-run survey trend. (Source: CNBC)
- Oil prices** gained 0.3% on worries of escalating conflicts in the Middle East, which could threaten the oil supplies.
- Gold prices** fell 0.2% amid rising US treasury yields.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	101.68	0.5	0.9	0.3
Euro	1.10	-0.2	-0.8	0.1
Japanese Yen	146.47	2.0	2.0	3.8
Sterling Pound	1.33	-0.1	-0.8	4.2
Chinese Yuan	7.04	0.1	0.4	-1.3
Indian Rupee	83.82	0.0	0.0	0.7
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	0.2	-0.5
Omani Rial	0.39	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	0.0	0.0
Egyptian Pound	48.36	0.3	0.1	56.5

Corporate Calendar

Date	Company	Event
3-Oct	ALBILAD	Cash Dividend Distribution
3-Oct	EPCCO	Cash Dividend Distribution
3-Oct	ALWASAIL INDUSTRIAL	Cash Dividend Distribution
3-Oct	BENA	Cash Dividend Distribution
3-Oct	NAAS PETROL	EGM
6-Oct	ETIHAD ETISALAT	Cash Dividend Distribution

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,440	-0.8	-1.4	9.4	8.6
Abu Dhabi (ADX)	9,307	-1.0	-1.3	-2.8	16.9
Kuwait (KSE)	7,630	-1.2	-1.0	2.1	22.4
Qatar (QE)	10,566	-0.6	-0.4	-2.4	11.7
Oman (MSM)	4,678	-0.4	-0.7	3.6	12.1
Bahrain (BSE)	2,008	-0.0	-0.2	1.9	7.9
Egypt (EGX30)	31,333	-1.7	-0.8	25.9	8.2

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	42,197	0.1	-0.3	12.0	22.9
Nasdaq	19,803	0.1	-1.3	17.7	33.7
S&P 500	5,710	0.0	-0.9	19.7	26.0
FTSE 100	8,291	0.2	0.7	7.2	14.7
Germany DAX 30	19,165	-0.3	-0.8	14.4	16.0
France CAC 40	7,578	0.0	-0.8	0.5	14.0
Japan Nikkei 225	37,809	-2.2	-0.3	13.0	22.7
Brazil IBOVESPA	133,515	0.8	1.3	-0.5	10.1
Hong Kong Hang Seng	22,444	6.2	6.2	31.7	12.0
South Korea KOSPI	2,562	-1.2	-1.2	-3.5	13.2
China Shanghai Composite	3,336	0.0	0.0	12.2	16.1
Australia ASX 200	8,198	-0.1	-0.9	8.0	21.1
India Sensex	84,266	0.0	-0.0	16.6	25.6
MSCI EM	1,188	1.3	1.5	16.0	16.3
MSCI World	3,686	-0.2	-1.0	16.3	22.9

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	76.49	7.5	2.4	-4.9
Brent Crude (\$/bbl)	73.90	0.5	3.0	-4.1
Texas crude (\$/bbl)	70.10	0.4	2.8	-2.2
Natural Gas (\$/mmbtu)	2.89	-0.3	-1.3	-6.6
Gold (\$/oz)	2,658.69	-0.2	0.9	28.9
Silver (\$/oz)	31.83	1.2	2.2	33.8
Steel (\$/ton)	715.00	-1.7	-2.7	-37.0
Iron Ore (CNY/MT)	792.00	0.0	0.0	-24.1
Wheat (\$/bu)	615.25	2.7	5.4	-8.0
Corn (\$/bu)	432.50	0.8	1.8	-14.1
Sugar (\$/lb)	22.68	-1.3	0.9	9.5
SMP* (EUR/MT)	2,585.00	-0.5	-1.5	0.3

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.60	5.2	9.5	-31.4
KSA (SAIBOR 3M)	5.58	0.1	0.6	-65.4
KSA (SAIBOR 6M)	5.44	-3.0	-4.3	-63.2
KSA (SAIBOR 12M)	5.22	0.2	-4.3	-77.3
USA (SOFR 3M)	4.60	-1.1	0.6	-73.3
UAE (EIBOR 3M)	4.58	19.6	-7.2	-74.5

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of Oct 2, 2024



Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	12,044
Short-term view	Profit Booking
52 weeks high/low	12,883 – 10,262

Market data	
Exchange Market Cap. (SAR bn)	10,065.8
Value (SAR mn)	8,128.4
Volume (mn)	1,073.6
Number of Transactions	591,892
Market Breadth	10 : 226

Key statistics	
1D return %	-1.71%
MTD return %	-1.49%
QTD return	-1.49%
YTD return	0.64%
ADT vol. 3M* (mn)	378.7
ADT val. 3M (SARmn)	7,074.1

*ADT stands for Average Daily Traded

TASI market commentary

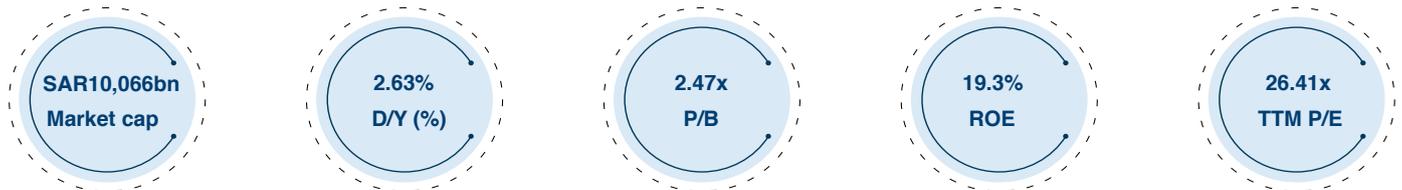
TASI experienced a decline on Wednesday; primarily driven by the performance of the Banks sector (down 2.49%) and the Telecommunication services sector (down 1.76%). At close, the Saudi market ended the day with a change of -1.71% at 12,044. In terms of activity, total volumes and value traded were ~1,074mn and ~SAR 8.1bn, respectively. The advance-decline ratio came in at 10/226.

Technical outlook

TASI closed the last session near 12,044, registering a substantial loss of 210 points. The index experienced a sell-off, which drove it downward to breach both the 10-day and 20-day SMAs. TASI formed a large red candlestick, closing below the 61.8% Fibonacci retracement level, indicating a potential continuation of the decline towards a rising trendline intersecting with the 78.6% Fibonacci level and the 100-day SMA near 11,950. Additionally, the RSI has exhibited a decline and breached the level of 50 heading to test a rising trendline. TASI has an immediate support level of around 12,000. If breached, the subsequent support levels would be around 11,950 – 11,840. On the other hand, an immediate resistance level is observed around 12,110. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,190 – 12,235. Traders are advised to closely monitor the critical support zone of around 11,950, as breaching this level could trigger further pressure.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
12,840	11,950	12,000	12,045	12,110	12,190	12,235



Source: Bloomberg, Argaam

TASI daily chart

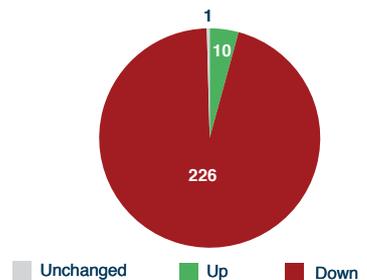


Source: Tradingview, Aljazira Capital

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 02nd October 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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