



## Domestic Market News

- **OPEC+** discussing delaying its planned phase-out of some voluntary production cuts, due to oil prices hitting 9-month low. (Source: Argaam)
- According to IMG, **KSA's** economy has been largely unaffected by the ongoing geopolitical events and sees unprecedented progress in its economic transformation. (Source: Argaam)
- Value of POS transactions in **KSA** reached SAR 114bn in week ended August 31. While number of transactions reached 212.8mn. (Source: Argaam)
- **Saudi Ceramics** completed the buyback of 285,979 shares, worth SAR 8.7mn, at SAR 30.3 average price, within its employee stock incentive plan. (Source: Tadawul)
- **View** received a license to practice activity of real estate contributions from the General Real Estate Authority. This license will enable the company to manage real estate contributions and offer them after obtaining regulatory approvals. (Source: Tadawul)
- **Alkhaleej** announced a no objection from General Authority for Competition towards the completion of economic concentration process related to acquisition between Alkhaleej Training and Adwaa Al Hidayah. (Source: Tadawul)
- **Amak** announced issuance of exploration licenses for Al-Hijrah and Jabal Qarn sites. The financial impact to become clear after the completion of exploration work. (Source: Tadawul)

## Market Analysis

The **Saudi Stock Exchange** decreased 0.4% to 12,128.1. The value traded stood at SAR 7.5bn (up 2.0% over the previous day), while advance-decline ratio stood at 46/180. The parallel market index decreased 0.4% to 25,946.2 points. The value traded stood at SAR 32.8mn (down 11.0% over the previous day). Most of the sectors in the main market ended in red. Media and Software & Services (up 0.8%, and 0.4%, respectively) while Consumer Services and Commercial Service (down 2.1% and 1.3%, respectively) declined the most.

### Top Gainers

Company	Price	Change%
SFICO	24.38	9.9
ALBAHA	0.14	7.7
SSP	76.90	5.9
ZOUJAJ	51.80	4.3
WATANIYA	32.50	4.3

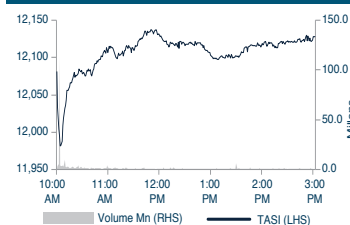
### Top Losers

Company	Price	Change%
ALISTITHMAR REIT	9.50	-5.0
ALAHLI REIT 1	7.85	-3.3
KEC	15.38	-3.3
AMERICANA	2.80	-3.1
AMLAK	11.92	-3.1

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,128	12,140	11,976	(0.4)	0.8
NomuC	25,946	26,061	25,836	(0.4)	5.8

### TASI movement during session



### TASI Ratios

P/E* (x)	26.3
Price-to-Book (x)	2.5
Dividend Yield (%)	2.7
Return on Equity (%)	19.4

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,242	-0.9	-15.9	15.7
Materials	5,670	-0.9	-11.3	High
Capital Goods	13,584	-0.9	34.7	27.8
Commercial Service	5,133	-1.3	-8.0	39.5
Transportation	7,676	-1.1	20.8	35.8
Consumer Durables	5,291	-0.9	6.2	Neg
Consumer Services	5,220	-2.1	4.9	41.6
Media	32,146	0.8	30.9	48.6
Consumer Discretionary Ret	7,884	-0.7	-8.5	22.3
Consumer Staples Ret	9,331	-1.0	-4.5	23.4
Food & Beverages	6,205	0.2	10.2	30.4
Healthcare	13,117	-0.8	7.3	43.5
Pharma & Bio Tech	5,518	-0.1	13.4	47.1
Banks	11,952	0.1	-2.7	12.9
Financial Services	7,880	-1.0	17.0	31
Insurance	11,224	-0.1	30.6	26.9
Telecom	8,009	-0.9	3.1	15.7
Utilities	14,379	-0.3	44.9	29.9
REITs	3,306	-0.4	-9.8	27.4
Real Estate	3,749	-0.4	22.7	45.6
Software & Services	79,250	0.4	15.6	42

### Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for August (bn)
12,162	12,183	12,043	7.62

### Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	29.1	1,450.40	2,192.40
Previous week	44.5	1,637.60	2,706.70

### Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.65	-0.9
Al Rajhi	89.00	0.6
SNB	35.10	0.4
ACWA POWER	417.00	0.0
ALINMA	31.10	0.2



## International Market News

- **US** factory orders spiked by 5.0% in July, faster than the consensus estimates of 4.7% rise. The rebound in factory orders was led by durable goods orders which rose 9.8%, and transportation equipment which soared 34.7%. With shipments climbing by much more than inventories, the inventories-to-shipments ratio edged down to 1.45 from 1.46 in June. (Source: CNBC)
- **US** trade deficit widened to USD 78.8bn in July, marginally below the consensus estimate of USD 79.0bn. Slightly narrower than expected the trade deficit in July marked the largest gap since the deficit reached USD 81.2bn in June 2022. (Source: Reuters)
- Job openings in **US** edged downwards to 7.7mn in July, from 7.9mn in June. Economists had expected jobless claims to dip to 8.1mn from 8.2mn. The number of hires were changed marginally M/M to 5.5mn, while total separations increased to 5.4mn. (Source: RTT News)
- **Eurozone** producer prices grew 0.8% M/M after a 0.6% rise in June. This was the second consecutive rise. The prices were expected to grow 0.3%. Within the index, energy showed the biggest rise of 2.8%. While prices of durable, non-durable consumer goods and intermediate goods posted 0.1% fall each. (Source: RTT News)
- **UK** services PMI rose to 53.7 in August, from 52.5 in July. The rising business activity was attributed to better economic backdrop and associated rise in willingness-to-spend. (Source: Reuters)
- **Oil prices** fell 1.4% as demand concerns offset hopes of OPEC+ continuing limiting its supply.
- **Gold prices** gained 0.1% aided by falling US bond yields and softer US dollar.

## Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	101.36	-0.5	-0.3	0.0
Euro	1.11	0.4	0.3	0.4
Japanese Yen	143.74	-1.2	-1.7	1.9
Sterling Pound	1.31	0.3	0.2	3.3
Chinese Yuan	7.11	-0.1	0.3	-0.2
Indian Rupee	83.97	0.0	0.1	0.9
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	0.0	-0.6
Omani Rial	0.39	0.0	0.0	0.0
Bahraini Dinar	0.38	-0.0	0.0	-0.0
Egyptian Pound	48.51	0.1	-0.2	57.0

## Corporate Calendar

Date	Company	Event
5-Sep	BAAZEEM	Cash Dividend Distribution
5-Sep	MULKIA REIT	Eligibility of Cash Dividend
5-Sep	MARAFIQ	Cash Dividend Distribution
8-Sep	DALLAH HEALTH	Cash Dividend Distribution
10-Sep	ABO MOATI	Cash Dividend Distribution
10-Sep	FIRST AVENUE	Start of IPO

EGM: Extra Ordinary Meeting\*

OGM: Ordinary General Meeting\*

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,365	-0.1	0.9	7.5	8.4
Abu Dhabi (ADX)	9,367	-0.1	0.9	-2.2	17.0
Kuwait (KSE)	7,793	-0.4	-0.4	4.2	22.8
Qatar (QE)	10,321	-0.6	1.2	-4.7	11.4
Oman (MSM)	4,781	0.1	0.7	5.9	12.3
Bahrain (BSE)	1,944	-0.2	-0.7	-1.4	7.6
Egypt (EGX30)	30,998	-0.1	0.7	24.5	7.6

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	40,975	0.1	-1.4	8.7	22.2
Nasdaq	18,921	-0.2	-3.3	12.5	32.9
S&P 500	5,520	-0.2	-2.3	15.7	25.1
FTSE 100	8,270	-0.3	-1.3	6.9	14.6
Germany DAX 30	18,592	-0.8	-1.7	11.0	15.3
France CAC 40	7,501	-1.0	-1.7	-0.6	13.9
Japan Nikkei 225	37,048	-4.2	-4.1	10.7	22.6
Brazil IBOVESPA	136,111	1.3	0.1	1.4	10.4
Hong Kong Hang Seng	17,457	-1.1	-3.0	2.4	9.3
South Korea KOSPI	2,581	-3.1	-3.5	-2.8	13.3
China Shanghai Composite	2,784	-0.7	-2.0	-6.4	13.4
Australia ASX 200	7,950	-1.9	-1.7	4.7	20.2
India Sensex	82,353	-0.2	-0.0	14.0	25.0
MSCI EM	1,074	-1.5	-2.4	4.9	15.1
MSCI World	3,580	-0.4	-2.2	13.0	22.3

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	76.06	-2.5	-4.2	-5.4
Brent Crude (\$/bbl)	72.70	-1.4	-7.7	-5.6
Texas crude (\$/bbl)	69.20	-1.6	-5.9	-3.4
Natural Gas (\$/mmbtu)	2.15	-2.6	0.8	-21.8
Gold (\$/oz)	2,495.72	0.1	-0.3	21.0
Silver (\$/oz)	28.27	0.8	-2.0	18.8
Steel (\$/ton)	689.00	-1.6	-3.5	-39.3
Iron Ore (CNY/MT)	688.00	-3.4	-11.3	-34.0
Wheat (\$/bu)	580.75	2.5	5.3	-13.2
Corn (\$/bu)	412.75	0.9	2.9	-18.0
Sugar (\$/lb)	19.24	-1.3	-0.7	-6.3
SMP* (EUR/MT)	2,563.00	0.5	3.8	-0.5

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.74	-6.5	-28.1	-17.2
KSA (SAIBOR 3M)	6.02	1.9	-4.3	-21.0
KSA (SAIBOR 6M)	5.83	2.1	-1.1	-24.8
KSA (SAIBOR 12M)	5.55	-0.7	-0.2	-44.7
USA (SOFR 3M)	4.99	-1.7	-2.2	-33.7
UAE (EIBOR 3M)	4.89	-10.3	-15.8	-43.5

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of Sept 4, 2024

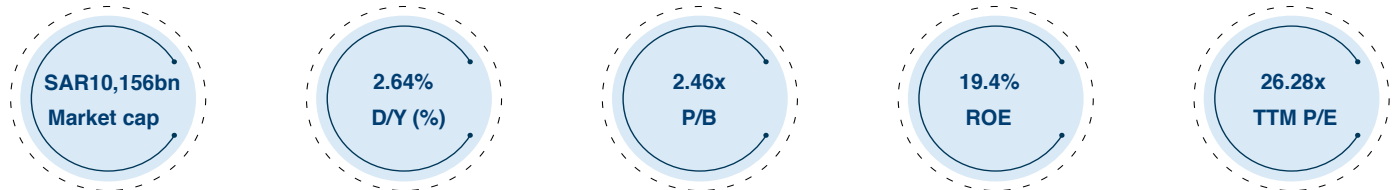


Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	12,128
<b>Short-term view</b>	Neutral
52 weeks high/low	12,883 – 10,262

Market data	
Exchange Market Cap. (SAR bn)	10,155.6
Value (SAR mn)	7,455.0
Volume (mn)	446.7
Number of Transactions	598,531
Market Breadth	46 : 180

Key statistics	
1D return %	-0.43%
MTD return %	-0.14%
QTD return	3.84%
YTD return	1.34%
ADT vol. 3M* (mn)	303.9
ADT val. 3M (SARmn)	7,172.0

\*ADT stands for Average Daily Traded



Source: Bloomberg, Argaam

## TASI daily chart



Source: Tradingview, Aljazira Capital

## 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 04<sup>th</sup> September 2024

## TASI market commentary

TASI experienced a decline on Wednesday; primarily driven by the performance of the Telecommunication services sector (down 0.91%) and the Energy sector (down 0.89%). At close, the Saudi market ended the day with a change of -0.43% at 12,128. In terms of activity, total volumes and value traded were ~447mn and ~SAR 7.5bn, respectively. The advance-decline ratio came in at 46/180.

## Technical outlook

TASI closed the last session near 12,128, registering a loss of 52 points. The prevailing profit booking sentiment persisted, leading to an initial downside opening gap and a subsequent drop to retest its 100-day SMA near 12,025. However, a resurgence in buying activity ensued, reclaiming a significant portion of the session's losses. TASI formed a green candlestick, reflecting the reemergence of buying sentiment. Meanwhile, the RSI indicator continues to move downward, approaching its mid-level at 50. TASI has an immediate resistance level of around 12,185. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,235 - 12,330. On the other hand, an immediate support level is observed around 12,090. If breached, the subsequent support levels would be around 12,025 - 11,940. TASI started to show a resurgence of buying sentiment, nevertheless, penetrating the 10-day SMA remains crucial to signal a potential shift away from the prevailing profit-booking stance. Consequently, traders are advised to closely monitor the critical resistance level situated around 12,185.

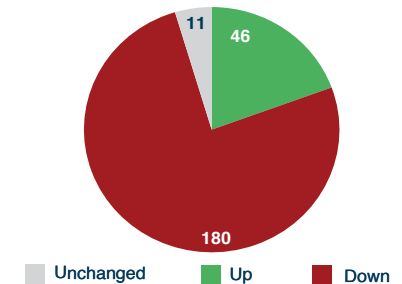
## Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,940	12,025	12,090	12,185	12,235	12,330	12,400

## Our view



## Market depth



Head of Sell-Side Research

Jassim Al-Jubran

+966 11 2256248

j.aljabran@aljaziracapital.com.sa

**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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