



Domestic Market News

- RCRC** commenced the work of King Abdulaziz Park, which is a part of green Riyadh project. The construction will take 36 months to be implemented. (Source: Argaam)
- Roads General Authority** completed the implementation of numerous roads during H1-24, which strengthened the connectedness. It also maintained leadership position of KSA in the Connectedness Index. (Source: Argaam)
- Nofoth** opened nominations for membership of Board of Directors for next 4-years. The term is from Nov-24 to Jun-28 (Source: Tadawul)
- SPC** signed facility agreement worth SAR 30mn with SAIB. The facility is availed to support the import of materials and fund the working capital. The financing period will last till Apr-25. (Source: Tadawul)
- Clean Life** purchased land worth SAR 1.6mn in Jeddah, from its internal resources. The land will be used to develop accommodations for the employees. (Source: Tadawul)
- Tibbiyah** announced resignation of its CEO, Eng. Alaa Ahmed Abdul Majeed Ameen. It appointed Mr. Yasir Amin Mohammad Khattab as CEO of the company, effective Sept-24. (Source: Tadawul)

Earnings update (Net Profit) (SAR mn)

Company	Q2-24	Q2-23	Y/Y %	Q1-24	Q/Q %
YCC	39.8	35.3	12.75	58.3	-31.79
BURGERIZZR	1.4	4.7	-69.72	5.3	-72.97
ZAIN KSA	105.0	114.0	-7.89	67.0	56.72
ALASEEL	26.7	32.5	-18.01	40.1	-33.41
EIC	100.6	50.0	101.22	75.2	33.74

Market Analysis

The **Saudi Stock Exchange** stayed flat at 12,101.2. The value traded stood at SAR 6.0bn (up 12.5% over the previous day), while the advance-decline ratio stood at 108/108. The parallel market index increased 0.7% to 26,337.1 points. The value traded stood at SAR 69.4mn (up 130.5% over the previous day). Most of the sectors in the main market ended in red. Insurance and Pharma & Bio Tech (up 1.7% and 0.9%, respectively) advanced the most, while Commercial Service and Software & Services (down 1.4% and 0.9%, respectively) declined the most.

Top Gainers

Company	Price	Change%
KINGDOM	8.53	8.5
MEDGULF	31.00	6.7
AMLAK	11.00	5.4
NAYIFAT	13.24	4.9
JOUF CEMENT	11.46	4.6

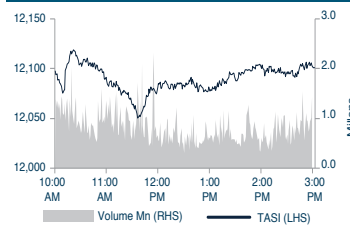
Top Losers

Company	Price	Change%
ALARABIA	228.60	-3.1
FAKEEH CARE	60.70	-3.0
MODERN MILLS	52.10	-2.6
SUMOU	46.70	-2.6
SADR	3.37	-2.6

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,101	12,124	12,048	(0.0)	0.5
NomuC	26,337	26,441	26,045	0.7	7.4

TASI movement during session



TASI Ratios

P/E* (x)	27.2
Price-to-Book (x)	2.4
Dividend Yield (%)	2.7
Return on Equity (%)	19.2

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,300	-0.4	-15.0	15.7
Materials	5,829	-0.2	-8.8	High
Capital Goods	12,770	0.9	26.6	28.2
Commercial Service	5,315	-1.4	-4.7	38.9
Transportation	7,974	-0.3	25.5	38.9
Consumer Durables	5,371	-0.1	7.8	Neg
Consumer Services	5,447	0.7	9.4	40.4
Media	32,448	-0.2	32.2	High
Consumer Discretionary Ret	7,541	-0.5	-12.5	22.4
Consumer Staples Ret	9,264	-0.8	-5.2	22.1
Food & Beverages	6,267	-0.8	11.3	31.1
Healthcare	12,951	-0.5	5.9	45.7
Pharma & Bio Tech	4,801	0.9	-1.4	45.8
Banks	11,994	0.2	-2.4	13.5
Financial Services	7,758	0.7	15.2	35.7
Insurance	11,526	1.7	34.1	28.1
Telecom	7,731	0.3	-0.5	15.1
Utilities	13,636	-0.3	37.4	29.5
REITs	3,309	0.1	-9.8	25.7
Real Estate	3,714	0.1	21.5	43.6
Software & Services	73,820	-0.9	7.6	42.5

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for July (bn)
12,155	12,063	11,877	6.36

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	27.6	1,340.40	2,066.80
Previous week	37	1,315.90	2,603.80

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	28.00	-0.4
Al Rajhi	84.40	0.8
SNB	37.50	0.0
ACWA POWER	388.00	-0.3
ALINMA	32.20	-0.6





International Market News

- According to **EIA**, oil inventories in the US decreased 3.7mn barrels (prior: down 4.9mn) to 436.5mn in the week ended July 19. Gasoline inventories decreased 5.6mn barrels (prior: up 3.3mn) to 227.4mn, while distillate inventories declined 2.8mn barrels (prior: up 3.5mn) to 125.3mn. (Source: EIA, Econoday)
- US** new home sales fell by 0.6% to an annual rate of 617K in June after plummeting by 14.9% in May. While economists estimated it to surge by 3.4%. With the unexpected decline, new home sales slumped to their lowest level since November 2023. (Source: Reuters)
- Eurozone** composite output index unexpectedly fell to 50.1 in July from 50.9 in June. Manufacturing was the key reason for the weakness, while an increase in services activity prevented it falling into the contraction zone. (Source: RTT News)
- UK** composite output index rose to a 2-month high of 52.7 in July from 52.3 in June. The score was forecast to rise to 52.6. This faster growth was underpinned by robust demand and strengthening business confidence. service activity growth accelerated slightly, while manufacturing output rose to the strongest degree since February 2022. (Source: Reuters)
- Oil prices** gained 0.6% as US oil and fuel inventories declined.
- Gold prices** fell 0.4% driven by strengthening of the US treasury yields.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	104.4	-0.1	-1.4	3.0
Euro	1.1	-0.1	1.2	-1.8
Japanese Yen	153.9	-1.1	-4.3	9.1
Sterling Pound	1.3	-0.0	2.1	1.4
Chinese Yuan	7.3	-0.3	-0.5	2.0
Indian Rupee	83.7	0.0	0.4	0.6
UAE Dirham	3.7	0.0	0.0	0.0
Qatari Rial	3.6	-0.0	0.0	0.0
Kuwaiti Dinar	0.3	0.0	-0.3	-0.5
Omani Rial	0.4	0.0	0.0	0.0
Bahraini Dinar	0.4	-0.0	-0.0	-0.0
Egyptian Pound	48.3	-0.1	0.6	56.4

Corporate Calendar

Date	Company	Event
28-Jul	GACO	EGM
28-Jul	MULKIA REIT	Eligibility of Cash Dividend
28-Jul	ASG	Start of offering
30-Jul	FIRST MILLS	Eligibility of Cash Dividend
30-Jul	ANAAM HOLDING	EGM
31-Jul	YANSAB	Eligibility of Cash Dividend

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,229	0.3	4.9	4.2	8.2
Abu Dhabi (ADX)	9,263	0.3	2.2	-3.3	18.6
Kuwait (KSE)	7,803	0.4	3.4	4.4	21.9
Qatar (QE)	10,137	-0.0	1.7	-6.4	11.4
Oman (MSM)	4,654	0.1	-0.7	3.1	11.4
Bahrain (BSE)	1,978	-0.1	-2.3	0.3	7.6
Egypt (EGX30)	29,091	-0.4	4.8	16.9	8.2

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	39,854	-1.2	1.9	5.7	22.8
Nasdaq	19,032	-3.7	-3.3	13.1	33.6
S&P 500	5,427	-2.3	-0.6	13.8	25.4
FTSE 100	8,154	-0.2	-0.1	5.4	14.3
Germany DAX 30	18,387	-0.9	0.8	9.8	16.2
France CAC 40	7,514	-1.1	0.5	-0.4	13.1
Japan Nikkei 225	39,155	-1.1	-1.1	17.0	25.1
Brazil IBOVESPA	126,423	-0.1	2.0	-5.8	9.3
Hong Kong Hang Seng	17,311	-0.9	-2.3	1.5	9.7
South Korea KOSPI	2,759	-0.6	-1.4	3.9	16.2
China Shanghai Composite	2,902	-0.5	-2.2	-2.5	13.7
Australia ASX 200	7,964	-0.1	2.5	4.9	19.7
India Sensex	80,149	-0.3	1.4	10.9	25.0
MSCI EM	1,082	-0.4	-0.4	5.7	15.7
MSCI World	3,516	-1.8	0.1	10.9	22.4

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	83.2	-1.5	-5.5	3.5
Brent Crude (\$/bbl)	81.7	0.9	-5.4	6.1
Texas crude (\$/bbl)	77.6	0.8	-4.8	8.3
Natural Gas (\$/mmbtu)	2.1	-3.2	-18.6	-21.5
Gold (\$/oz)	2,397.7	-0.5	3.0	16.2
Silver (\$/oz)	28.9	-1.1	-0.8	21.5
Steel (\$/ton)	658.0	0.5	-2.4	-42.0
Iron Ore (CNY/MT)	777.0	-2.1	-6.2	-25.5
Wheat (\$/bu)	547.0	0.8	-4.6	-16.6
Corn (\$/bu)	418.0	0.2	-0.7	-17.0
Sugar (\$/lb)	17.9	-1.4	-11.8	-12.8
SMP* (EUR/MT)	2,363.0	0.0	-2.5	-8.3

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.838	2.59	-1.1	-7.5
KSA (SAIBOR 3M)	6.194	-3.71	-3.6	-3.8
KSA (SAIBOR 6M)	5.992	1.94	-1.9	-8.4
KSA (SAIBOR 12M)	5.788	2.31	-8.1	-20.6
USA (SOFR 3M)	5.279	-0.54	-4.5	-5.2
UAE (EIBOR 3M)	5.271	7.74	-2.6	-5.6

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of July 24, 2024



Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	12,106
Short-term view	Profit Booking
52 weeks high/low	12,883 – 10,262

Market data

Exchange Market Cap. (SAR bn)	10,217.3
Value (SAR mn)	6,002.3
Volume (mn)	259.5
Number of Transactions	481,251
Market Breadth	108 : 108

Key statistics

1D return %	-0.04%
MTD return %	3.61%
QTD return	3.61%
YTD return	1.12%
ADT vol. 3M* (mn)	300.5
ADT val. 3M (SARmn)	7,583.1

*ADT stands for Average Daily Traded

TASI market commentary

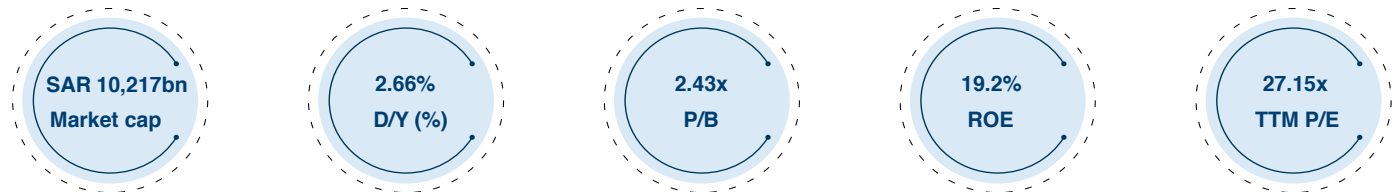
- TASI experienced a decline on Wednesday; primarily driven by the performance of the Energy sector (down 0.36%) and the Materials sector (down 0.19%). At close, the Saudi market ended the day with a change of -0.04% at 12,101. In terms of activity, total volumes and value traded were ~260mn and ~SAR 6.0bn, respectively. The advance-decline ratio came in at 108/108.

Technical outlook

- TASI closed the last session near 12,101, registering a marginal loss of 4 points. The index witnessed a coiled session that started with a profit-booking attitude followed by a re-emergence of a buying attitude upon testing its 10-day SMA around 12,060. TASI formed a Spinning Top candlestick indicating a temporary balance between market participants' attitudes amidst the prevailing profit-booking sentiment in the near term. Moreover, the RSI indicator is still showing a decline after approaching the level of 70. TASI has an immediate support level of around 12,060. If breached, the subsequent support levels would be around 11,950 – 11,870. On the other hand, an immediate resistance level is observed around 12,160. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,190 – 12,235. TASI has experienced a temporary balance between buying and selling attitudes among the prevailing profit-booking sentiment, following the test of its 10-day SMA. Traders are advised to closely monitor the support level of the 10-day SMA around 12,060, as a successful breach could potentially trigger additional profit booking.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,870	11,950	12,060	12,160	12,190	12,235	12,330



Source: Bloomberg, Argam

TASI daily chart

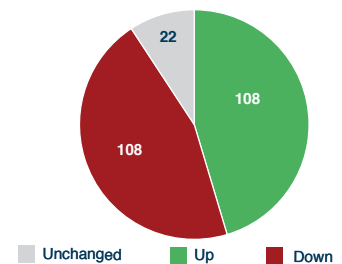


Source: Tradingview, Aljazira Capital

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 24th July 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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