

Domestic Market News

- IMF expects **PIF's** investments to rise from USD 40bn to USD 70bn by 2025. Further the investments are expected to continue rising by atleast 5-6% annually going forward, while private consumption to remain strong. (Source: Argaam)
- Remittances by expats in **KSA** rose by 21% Y/Y to SAR 12.9bn in July and reached the highest in two years. Remittances by Saudi nationals to other countries increased 0.2% Y/Y to SAR 5.8bn. (Source: Argaam)
- Bawan** signed a binding MoU to acquire the entire shares of Petronash Holding, valued at USD 175mn. However, this agreement is subject to the company achieving a set of financial targets over the next three years. (Source: Tadawul)
- WSM** announced the issuance of a change of request with a value of 10%, for data science bootcamp contract for government entity. (Source: Tadawul)
- Atlas Elevators** announced the renewal of deposit in Bank Al Jazira in full SAR 17.9mn for a period of 13 weeks. (Source: Tadawul)
- Liva Insurance** announced appointment of SNB Capital as its financial advisor in relation to its proposed merger with Malath Cooperating Insurance Company. (Source: Tadawul)
- Alandalus** Property establishes an office building project in the Al-Malqa district in Riyadh City. The project cost is SAR 140mn, and forms a part of the company's strategy and expansion plans for increasing revenues. (Source: Tadawul)

Market Analysis

The **Saudi Stock Exchange** decreased 0.2% to 12,099.5. The value traded stood at SAR 7.7bn (up 3.1% over the previous day), while advance-decline ratio stood at 66/158. The parallel market index decreased 0.7% to 25,768.5 points. The value traded stood at SAR 40.0mn (up 21.7% over the previous day). Most of the sectors in the main market ended in red. Healthcare and Telecom (up 0.6%, and 0.2%, respectively) while Capital Goods and Transportation (down 2.0% and 1.4%, respectively) declined the most.

Top Gainers

Company	Price	Change%
CENOMI RETAIL	11.04	10.0
SIECO	2.78	9.9
ALBAHA	0.15	7.1
MAHONA	31.05	3.9
SFICO	25.05	2.8

Top Losers

Company	Price	Change%
WATANIYA	30.90	-4.9
RED SEA	43.25	-4.5
ASTRA INDUSTRIAL	159.00	-3.9
SAUDI RE	36.35	-3.8
BAWAN	39.15	-3.8

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,099	12,136	12,088	(0.2)	0.5
NomuC	25,769	26,124	25,758	(0.7)	5.1

TASI movement during session



TASI Ratios

P/E* (x)	26.2
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	5,222	-0.4	-16.2	15.6
Materials	5,642	-0.5	-11.7	High
Capital Goods	13,313	-2.0	32.0	27.2
Commercial Service	5,086	-0.9	-8.8	39.2
Transportation	7,568	-1.4	19.1	35.3
Consumer Durables	5,241	-1.0	5.2	Neg
Consumer Services	5,174	-0.9	3.9	41.2
Media	31,798	-1.1	29.5	47.8
Consumer Discretionary Ret	7,832	-0.7	-9.1	22.2
Consumer Staples Ret	9,301	-0.3	-4.8	23.3
Food & Beverages	6,164	-0.7	9.5	30.2
Healthcare	13,194	0.6	7.9	43.8
Pharma & Bio Tech	5,471	-0.8	12.4	46.7
Banks	11,973	0.2	-2.6	13
Financial Services	7,830	-0.6	16.3	30.8
Insurance	11,152	-0.6	29.8	26.7
Telecom	8,025	0.2	3.3	15.7
Utilities	14,293	-0.6	44.0	29.7
REITs	3,311	0.1	-9.7	27.4
Real Estate	3,754	0.1	22.8	45.7
Software & Services	79,111	-0.2	15.4	41.9

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for September (bn)
12,153	12,173	12,065	7.35

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	36.8	2,054.70	2,791.40
Previous week	44.5	1,637.60	2,706.70

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.55	-0.4
Al Rajhi	88.70	-0.3
SNB	35.40	0.9
ACWA POWER	414.00	-0.7
ALINMA	30.80	-1.0



International Market News

- According to **EIA**, oil inventories in the US decreased 6.9mn barrels (prior: down 0.8mn) to 418.3mn in the week ended August 30. Gasoline inventories increased 0.8mn barrels (prior: down 2.2mn) to 219.2mn, while distillate inventories declined 0.4mn barrels (prior: up 0.3mn) to 122.7mn. (Source: EIA, Econoday)
- According to **Baker Hughes**, North America's rig count decreased 802 in the week ended September 06 from 803 earlier. The rig count declined to 582 in the US from 583 earlier, while stayed same at 17 in the Gulf of Mexico. The rig count in Canada too stayed at 220. (Source: Baker Hughes)
- US** initial jobless claims dipped to 227,000, a decrease of 5,000 from the previous week. Economists had expected it to edge down to 230,000. Unemployment rate is expected to edge down to 4.2% in August after rising to 4.3% in July and reaching its highest level since October 2021. (Source: Reuters)
- Eurozone** retail sales grew 0.1% M/M in July, reversing 0.4% fall in June. Data indicates subdued support from household consumption to economic growth. There was a 1.0% drop in automotive fuel sales. Food, drinks and tobacco sales rebounded 0.4% and non-food product sales edged up 0.1%. (Source: CNBC)
- UK's** construction PMI fell to 53.6 in August, below the expected 54.6 and down from 55.3 level in July. Lower borrowing cost and improvements in market conditions boosted residential work. (Source: RTT News)
- Japan's** household spending slipped 1.7% in July and missed the forecasts of a 0.2% decline. (Source: Reuters)
- Oil prices** fell 0.01% after weak August jobs report add to demand concerns.
- Gold prices** gained 0.9% aided by falling US bond yields and softer US dollar.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	101.18	0.1	-0.5	-0.2
Euro	1.11	-0.2	0.3	0.4
Japanese Yen	142.30	-0.8	-2.6	0.9
Sterling Pound	1.31	-0.4	0.0	3.1
Chinese Yuan	7.09	0.1	0.1	-0.4
Indian Rupee	83.95	-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	48.44	-0.0	-0.4	56.7

Corporate Calendar

Date	Company	Event
8-Sep	DALLAH HEALTH	Cash Dividend Distribution
10-Sep	ABO MOATI	Cash Dividend Distribution
10-Sep	FIRST AVENUE	Start of IPO
10-Sep	SPM	Eligibility of Cash Dividend
10-Sep	SMASCO	Cash Dividend Distribution
11-Sep	A.OTHAIM MARKET	Cash Dividend Distribution

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,373	0.0	1.1	7.7	8.4
Abu Dhabi (ADX)	9,448	-0.3	1.8	-1.4	17.2
Kuwait (KSE)	7,819	0.3	-0.0	4.6	22.9
Qatar (QE)	10,323	0.0	1.2	-4.7	11.4
Oman (MSM)	4,761	-0.4	0.3	5.5	12.3
Bahrain (BSE)	1,947	0.1	-0.6	-1.3	7.6
Egypt (EGX30)	31,030	0.1	0.8	24.6	7.6

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	40,345	-1.0	-2.9	7.0	21.9
Nasdaq	18,421	-2.7	-5.9	9.5	31.4
S&P 500	5,408	-1.7	-4.2	13.4	24.6
FTSE 100	8,181	-0.7	-2.3	5.8	14.4
Germany DAX 30	18,302	-1.5	-3.2	9.3	15.1
France CAC 40	7,352	-1.1	-3.7	-2.5	13.6
Japan Nikkei 225	36,391	-0.7	-5.8	8.7	21.9
Brazil IBOVESPA	134,572	-1.4	-1.1	0.3	10.2
Hong Kong Hang Seng	17,444	0.0	-3.0	2.3	9.3
South Korea KOSPI	2,544	-1.2	-4.9	-4.2	13.2
China Shanghai Composite	2,766	-0.8	-2.7	-7.0	13.4
Australia ASX 200	8,013	0.4	-1.0	5.6	20.4
India Sensex	81,184	-1.2	-1.4	12.4	24.7
MSCI EM	1,075	-0.1	-2.3	5.0	14.9
MSCI World	3,519	-1.4	-3.9	11.0	22.2

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	75.18	-0.6	-5.3	-6.5
Brent Crude (\$/bbl)	71.06	-2.2	-9.8	-7.8
Texas crude (\$/bbl)	67.67	-2.1	-8.0	-5.6
Natural Gas (\$/mmbtu)	2.28	0.9	7.0	-17.0
Gold (\$/oz)	2,497.41	-0.8	-0.2	21.1
Silver (\$/oz)	27.94	-3.1	-3.2	17.4
Steel (\$/ton)	700.00	0.1	-2.0	-38.3
Iron Ore (CNY/MT)	715.00	0.0	-7.9	-31.4
Wheat (\$/bu)	567.00	-1.3	2.8	-15.2
Corn (\$/bu)	406.25	-1.1	1.3	-19.3
Sugar (\$/lb)	18.91	-1.6	-2.4	-7.9
SMP* (EUR/MT)	2,565.00	-1.0	3.8	-0.5

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.74	-0.5	-28.6	-17.7
KSA (SAIBOR 3M)	5.99	-3.4	-7.7	-24.4
KSA (SAIBOR 6M)	5.81	-2.3	-3.4	-27.1
KSA (SAIBOR 12M)	5.55	0.2	-0.0	-44.5
USA (SOFR 3M)	4.94	-0.7	-7.8	-39.3
UAE (EIBOR 3M)	4.99	-1.9	-6.4	-34.1

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of Sept 5, 2024

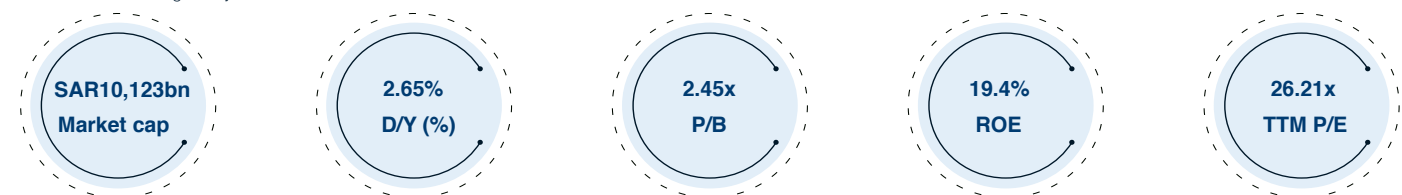


Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	12,100
Short-term view	Profit Booking
52 weeks high/low	12,883 – 10,262

Market data	
Exchange Market Cap. (SAR bn)	10,122.5
Value (SAR mn)	7,688.4
Volume (mn)	604.3
Number of Transactions	599,064
Market Breadth	66 : 158

Key statistics	
1D return %	-0.24%
MTD return %	-0.38%
QTD return	3.60%
YTD return	1.10%
ADT vol. 3M* (mn)	307.9
ADT val. 3M (SARmn)	7,131.8

*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 05th September 2024

TASI market commentary

- TASI experienced a decline on Thursday; primarily driven by the performance of the Materials sector (down 0.50%) and the Energy sector (down 0.39%). At close, the Saudi market ended the day with a change of -0.24% at 12,100. In terms of activity, total volumes and value traded were ~604mn and ~SAR 7.7bn, respectively. The advance-decline ratio came in at 66/158.

Technical outlook

- TASI closed the last session near 12,100, marking a loss of 29 points. The index is still under the influence of a persistent profit-booking sentiment, that drove it downward to maintain a position below its 5-day and 10-day SMAs situated near 12,150 - 12,175. TASI formed a red candlestick, depicting a resurfacing profit-booking attitude. Moreover, the RSI indicator is still moving within a downward trajectory, approaching its mid-level at 50. TASI has an immediate support level of around 12,090. If breached, the subsequent support levels would be around 12,025 - 11,940. On the other hand, an immediate resistance level is observed around 12,175. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,235 - 12,330. TASI is still fluctuating within a prevailing profit-booking attitude above its 50-day and 100-day SMAs, and breaking through its 10-day SMA is still required to signal a potential shift away from the prevailing profit-booking stance. Accordingly, traders are advised to closely monitor the support of 23.6 Fibonacci level around 12,090 as breaching this level could trigger further profit booking attitude.

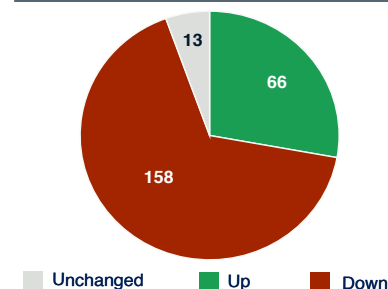
Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,940	12,025	12,090	12,175	12,235	12,330	12,400

Our view



Market depth



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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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