



Domestic Market News

- **KSA's** military spending reach SAR 284.3bn by 2024, thus ranking the Kingdom as the fifth largest military spender globally and the highest in the Arab world. (Source: Argaam)
- **2P** announced increase in the renewal of banking facility to the tune of SAR 90mn, from Arab National Bank. The amount will be used for new awarded projects. (Source: Tadawul)
- **City Cement** signed agreement with National Electricity Transmission, to implement a project for the construction of an electricity transmission station aimed at providing electrical service to the company's plant located in Nisah district. (Source: Tadawul)
- **AWPT** ups its credit facility with Alinma Bank by SAR 380mn, thus bringing the total to SAR 630mn. (Source: Tadawul)
- **Sharqiyah Development** obtained construction license for an agricultural project from the Ministry of Environment, Water and Agriculture. It would focus on production of broiler chicken. (Source: Tadawul)
- **SFICO** signed non-binding MoU with ARASCO to establish a general framework for cooperation between the two parties in feed, define the scope of work, and explore potential areas of partnership for cooperation. (Source: Tadawul)
- **ANB** completed the offer of SAR 3.35bn worth of sukuk by way of private placement. (Source: Tadawul)

Earnings update (Net Profit) (SAR mn)

Company	Q4-24	Q4-23	Y/Y %	Q3-24	Q/Q %
RIBL	2,257.4	1,954.6	15.49	2,654.1	-14.95

Market Analysis

The **Saudi Stock Exchange** decreased 0.3% to 12,377.0 points. The value traded stood at SAR 6.6bn (up 28.7% over the previous day), while advance-decline ratio stood at 65/170. The parallel market index decreased 0.2% to 31,056.4 points. The value traded stood at SAR 44.1mn (up 20.4% over the previous day). Most of the sectors in the main market ended in red. Commercial Service and Insurance (up 0.8% and 0.5%, respectively), increased the most. While Software and Services and Utilities (down 2.0% and 1.8%, respectively) decreased the most.

Top Gainers

Company	Price	Change%
MUTAKAMELA	18.90	4.9
SAICO	18.70	4.6
SAUDI CABLE	131.60	3.3
ARDCO	35.95	3.0
ALMAWARID	136.00	2.9

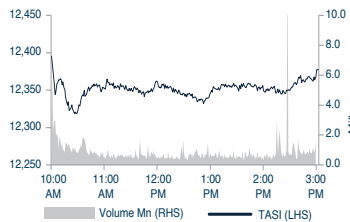
Top Losers

Company	Price	Change%
ZOUJAJ	54.40	-3.7
ELM	1123.00	-2.8
MOUWASAT	87.50	-2.8
BAWAN	56.50	-2.8
SAB	35.75	-2.5

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,377	12,396	12,315	(0.3)	2.5
NomuC	31,056	31,185	31,008	(0.2)	0.2

TASI movement during session



TASI Ratios

P/E* (x)	24.1
Price-to-Book (x)	2.4
Dividend Yield (%)	2.4
Return on Equity (%)	18.7

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,252	-0.2	-0.9	16.4
Materials	5,586	-0.2	0.2	48.9
Capital Goods	15,695	-0.4	3.2	25.5
Commercial Service	5,373	0.8	8.4	39.9
Transportation	7,482	-0.4	5.8	33.7
Consumer Durables	5,650	0.3	3.0	Neg
Consumer Services	5,007	-0.7	3.3	42
Media	31,342	-0.5	-2.0	High
Consumer Discretionary Ret	7,968	-0.5	5.8	25.2
Consumer Staples Ret	8,528	0.1	1.7	21.7
Food & Beverages	6,137	-1.1	2.9	23.4
Healthcare	12,292	-1.1	3.6	41.1
Pharma & Bio Tech	5,268	-0.4	6.0	39.7
Banks	12,758	0.3	3.5	13.3
Financial Services	7,704	-0.5	-0.5	28.7
Insurance	10,941	0.5	2.7	25.3
Telecom	8,503	-0.2	6.9	16.4
Utilities	13,607	-1.8	-1.8	26.6
REITs	3,161	-0.2	-0.2	26.2
Real Estate	4,094	-0.7	10.8	High
Software & Services	84,347	-2.0	2.9	41.1

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for January (bn)
12,413	12,391	12,290	6.41

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	11.7	509.80	906.90
Previous week	36.7	2,131.20	2,518.70

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.70	-0.2
Al Rajhi	100.20	1.4
ACWA POWER	396.00	-2.2
SNB	34.35	-0.3
STC	43.65	-0.3





International Market News

- **US** construction spending climbed by 0.5% to an annual rate of USD 2.2tn in December after rising 0.2% in November. Consensus had expected it to inch up by 0.2%. The bigger than expected increase came as spending on private construction grew by 0.9% to an annual rate of USD 1.7tn. (Source: RTT News)
- **US** manufacturing PMI rose to 50.9 in January from 49.2 in December. Economists had expected the index to inch up to 49.8. The PMI has increased for three consecutive months, with the most recent bump finally returning the manufacturing sector to expansion. (Source: CNBC)
- Inflation in **Euro area** increased to 2.5% in January, while it was expected to remain at December's rate of 2.4%. Core inflation held steady at 2.7%. The acceleration in overall inflation was driven by the jump in energy prices to 1.8% compared to a marginal 0.1% rise in December. (Source: Investsing.com)
- **UK** manufacturing PMI rose to 48.3 in January from an 11-month low of 47.0 in December. It was marginally above the estimated score of 48.2. The reading suggests that the operating conditions have deteriorated in each of the past four months. (Source: Reuters)
- **Oil prices** fell 1.0% as the US President announced a one-month delay on the newly imposed tariffs on imports from Canada and Mexico.
- **Gold prices** gained 0.5% as the US Dollar retreated on cooling trade war worries after the US President temporarily paused tariffs on Mexico and Canada.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	108.99	0.6	0.6	0.5
Euro	1.03	-0.2	-0.2	-0.1
Japanese Yen	154.73	-0.3	-0.3	-1.6
Sterling Pound	1.25	0.4	0.4	-0.5
Chinese Yuan	7.31	-0.1	-0.1	-0.4
Indian Rupee	87.19	0.7	0.7	1.8
UAE Dirham	3.67	0.0	0.0	-0.0
Qatari Rial	3.65	-0.0	-0.0	0.0
Kuwaiti Dinar	0.31	0.2	0.2	0.3
Omani Rial	0.38	0.0	0.0	-0.0
Bahraini Dinar	0.38	0.0	0.0	-0.1
Egyptian Pound	50.33	0.2	0.2	-1.0

Corporate Calendar

Date	Company	Event
4-Feb	SABIC-AGRI	Eligibility of Cash Dividend
4-Feb	ACIG	EGM
5-Feb	ARABIAN MILLS	EGM
6-Feb	SIDC	EGM
6-Feb	ALRAJHI REIT	Eligibility of Cash Dividend
6-Feb	RASAN	EGM

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	5,183	0.0	0.0	0.5	10.0
Abu Dhabi (ADX)	9,576	-0.1	-0.1	1.7	17.1
Kuwait (KSE)	8,405	0.6	1.3	7.2	24.5
Qatar (QE)	10,632	-0.6	-0.3	0.6	11.3
Oman (MSM)	4,553	-0.1	0.2	-0.5	9.6
Bahrain (BSE)	1,870	-0.3	-0.5	-5.9	15.1
Egypt (EGX30)	29,755	-0.5	-0.9	0.0	6.1

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	44,422	-0.3	-0.3	4.4	24.2
Nasdaq	19,392	-1.2	-1.2	0.4	40.5
S&P 500	5,995	-0.8	-0.8	1.9	27.0
FTSE 100	8,584	-1.0	-1.0	5.0	14.2
Germany DAX 30	21,428	-1.4	-1.4	7.6	17.9
France CAC 40	7,855	-1.2	-1.2	6.4	15.3
Japan Nikkei 225	38,520	-2.7	-2.7	-3.4	17.9
Brazil IBOVESPA	125,970	-0.1	-0.1	4.7	8.4
Hong Kong Hang Seng	20,217	-0.0	-0.0	0.8	10.1
South Korea KOSPI	2,454	-2.5	-2.5	2.3	11.6
China Shanghai Composite	3,251	0.0	0.0	-3.0	15.8
Australia ASX 200	8,379	-1.8	-1.8	2.7	21.1
India Sensex	77,187	-0.4	-0.4	-1.2	22.6
MSCI EM	1,074	-1.8	-1.8	-0.2	14.0
MSCI World	3,797	-1.0	-1.0	2.4	22.8

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	78.53	1.2	1.2	1.6
Brent Crude (\$/bbl)	75.96	-1.0	-1.0	1.8
Texas crude (\$/bbl)	73.16	0.9	0.9	2.0
Natural Gas (\$/mmbtu)	3.35	10.1	10.1	8.2
Gold (\$/oz)	2,815.21	0.6	0.6	7.3
Silver (\$/oz)	31.60	0.9	0.9	9.3
Steel (\$/ton)	742.00	0.3	0.3	4.7
Iron Ore (CNY/MT)	815.50	0.0	0.0	4.7
Wheat (\$/bu)	566.75	1.3	1.3	2.8
Corn (\$/bu)	488.75	1.4	1.4	6.6
Sugar (\$/lb)	19.26	-0.5	-0.5	0.0
SMP* (EUR/MT)	2,545.00	-0.0	-0.0	-2.3

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.49	1.6	4.0	-13.8
KSA (SAIBOR 3M)	5.42	5.7	12.8	-11.9
KSA (SAIBOR 6M)	5.56	6.2	3.7	9.6
KSA (SAIBOR 12M)	5.22	-2.6	-3.5	-3.1
USA (SOFR 3M)	4.30	0.1	0.1	-0.2
UAE (EIBOR 3M)	4.34	7.2	7.2	-10.6

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of Feb 03, 2025



Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	12,377
Short-term view	Cautious
52 weeks high/low	12,883 – 11,318

Market data	
Exchange Market Cap. (SAR bn)	10,239.5
Value (SAR mn)	6,556.0
Volume (mn)	272.2
Number of Transactions	499,598
Market Breadth	65:170

Key statistics	
1D return %	-0.26%
MTD return %	-0.31%
QTD return	2.83%
YTD return	2.83%
ADT vol. 3M* (mn)	417.3
ADT val. 3M (SARmn)	5,912.7

*ADT stands for Average Daily Traded

TASI market commentary

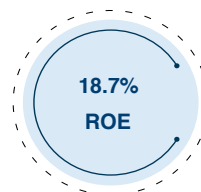
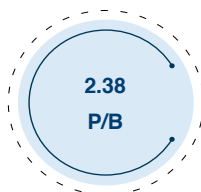
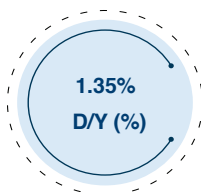
- TASI experienced a decline on Monday; primarily driven by the performance of the Materials sector (down 0.23%) and the Energy sector (down 0.17%). At close, the Saudi market ended the day with a change of -0.26% at 12,377. In terms of activity, total volumes and value traded were ~272mn and ~SAR 6.6bn, respectively. The advance-decline ratio came in at 65/170.

Technical outlook

- TASI closed the last session near 12,377, registering a decrease of 33 points. The profit-booking sentiment persisted, leading the index lower to close below its 10-day SMA after encountering significant resistance at the 161.8% Fibonacci level and the upper boundary of an ascending channel near 12,455. TASI formed a Hammer candlestick, which would require confirmation by a subsequent bullish candlestick to signal a potential additional near-term buying sentiment. Moreover, the RSI indicator started to decline below the level of 70, and it is currently testing a rising trendline. TASI has an immediate support level of around 12,290. If breached, the subsequent support levels would be around 12,220 – 12,100. On the other hand, an immediate resistance level is seen around 12,455. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,535 – 12,610. Traders are advised to approach trading cautiously and carefully monitor the support of the 20-day SMA around 12,290, as breaking below this level could induce further profit-booking sentiment.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
12,100	12,220	12,290	12,390	12,455	12,535	12,610



Source: Bloomberg, Argaam

TASI daily chart

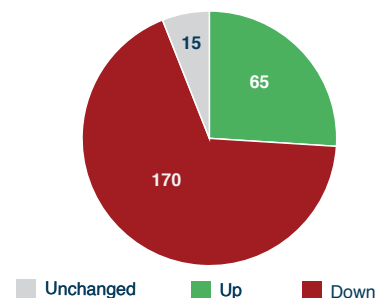


Source: Tradingview, Aljazira Capital

Our view



Market depth





SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	Close*	Buy range	Sell range	Stop loss
4263	SAL	277.20	276.40 - 277.20	279.40 - 281.40	273.60
2270	SADAFCO	330.80	330.00 - 330.80	333.40 - 336.00	326.60
2110	Saudi Cable	131.60	131.20 - 131.60	132.60 - 133.80	129.80
1833	Al Mawarid	136.00	135.60 - 136.00	137.00 - 138.00	134.20
8010	Tawuniya	155.80	155.40 - 155.80	157.00 - 158.20	153.80
2250	SIIG	17.70	17.66 - 17.70	17.84 - 17.96	17.46
8170	Al-EtiHAD	18.78	18.74 - 18.78	18.92 - 19.06	18.54
2080	GASCO	105.00	104.80 - 105.00	105.80 - 106.60	103.60

*As of 03rd Feb 2025

* Note – Stop loss is based on an intraday basis

CHARTS OF THE DAY

Technical observations

SAL has just penetrated its 20-day SMA after bouncing off the level of the prior peak. Moreover, all the technical indicators show bullish structure.

SAL Saudi Logistics Services Co. (SAL)



Source: Tradingview, Aljazira Capital

Technical observations

SADAFCO started to bounce off the level of the prior bottom. Moreover, all the technical indicators show bullish structure.

Saudia Dairy and Foodstuff Co. (SADAFCO)



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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