



Domestic Market News

- Consumer spending** in Saudi Arabia increased by nearly 11.0% to SAR 116.5bn in July 2024 from almost SAR 104.6bn in the same month last year. (Source: Argaam)
- Saudi Arabia's merchandise imports** decreased 5.0% Y/Y to almost SAR 57.7bn in June 2024. Meanwhile, merchandise imports declined 22.0% or nearly SAR 16.7bn M/M. (Source: Argaam)
- Al-Moammar Information Systems Co.** was awarded a project worth SAR 59.8mn (including VAT) by King Abdullah Medical Complex in Jeddah and its affiliated health centers. The contract entails the maintenance and repair of medical equipment and devices at the complex and the affiliated centers. (Source: Tadawul)
- Arabian Mills for Food Products Co.** set the price range for its IPO on the Main Market at SAR 62-66 per share. The bookbuilding is running from September 1-5, and the final price will be determined after the process ends. (Source: Argaam)
- CMA gave the green light for **Jabal Omar Development Co.'s** request to increase its capital through converting debts worth SAR 547.5mn. (Source: Argaam)
- Saudi Real Estate Infrastructure Co., a subsidiary of **Saudi Real Estate Co. (Al Akaria)**, was awarded the "Treated Water Network for the Green Riyadh Program—Package 11" project by the Royal Commission for Riyadh City, at SAR 660.4mn, including VAT. (Source: Tadawul)
- Riyadh Development Company** signed a subscription and acquisition agreement with Remat Al-Riyadh Development Company for the acquisition of two plots valued at SAR 1.4bn through a capital hike in exchange for issuing new shares. (Source: Argaam)

Market Analysis

The **Saudi Stock Exchange** increased 0.4% to 12,189.4. The value traded stood at SAR 5.5bn (down 54.8% over the previous day), while advance-decline ratio stood at 155/69. The parallel market index increased 0.4% to 26,270.6 points. The value traded stood at SAR 42.4mn (down 50.3% over the previous day). Most of the sectors in the main market ended in green. Retailing and Consumer Services (up 2.2%, and 1.8%, respectively) while Insurance and Utilities (down 1.1% and 1.0%, respectively) declined the most.

Top Gainers

Company	Price	Change%
AMIANIT	31.95	9.0
SASCO	78.20	7.6
CHEMANOL	16.62	7.4
HB	59.40	5.7
SSP	70.20	4.3

Top Losers

Company	Price	Change%
RAYDAN	27.80	-3.3
AI RAJHI REIT	8.29	-2.5
BUPA ARABIA	227.00	-2.3
GACO	17.72	-2.0
AMAK	64.90	-2.0

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,189	12,194	12,151	0.4	1.3
NomuC	26,271	26,315	26,088	0.4	7.1

TASI movement during session



TASI Ratios

P/E* (x)	26.4
Price-to-Book (x)	2.5
Dividend Yield (%)	2.7
Return on Equity (%)	19.4

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,278	-0.3	-15.3	15.8
Materials	5,754	0.8	-10.0	High
Capital Goods	13,384	1.2	32.7	27.6
Commercial Service	5,145	-0.4	-7.8	39.7
Transportation	7,833	0.7	23.3	36.5
Consumer Durables	5,316	0.6	6.7	Neg
Consumer Services	5,313	1.8	6.7	42.4
Media	31,608	-0.9	28.7	48.4
Consumer Discretionary Ret	7,867	2.2	-8.7	22.3
Consumer Staples Ret	9,367	0.3	-4.2	23.4
Food & Beverages	5,887	-0.2	4.6	29.1
Healthcare	13,143	0.1	7.5	43.6
Pharma & Bio Tech	5,567	1.6	14.4	46.9
Banks	12,040	1.0	-2.0	13
Financial Services	7,986	0.5	18.6	30.8
Insurance	11,158	-1.1	29.8	26.7
Telecom	8,157	1.0	5.0	15.9
Utilities	14,431	-1.0	45.4	30
REITs	3,323	-0.7	-9.4	26.7
Real Estate	3,826	0.4	25.2	46.3
Software & Services	77,829	-0.2	13.5	41.3

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for August (bn)
12,179	12,167	11,965	7.62

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	5.5	227.10	439.10
Previous week	44.5	1,637.60	2,706.70

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.85	-0.4
Al Rajhi	88.80	0.8
SNB	35.20	0.6
ACWA POWER	416.80	-1.0
ALINMA	31.65	1.4





International Market News

- US** consumer sentiment index for August increased to 67.9 from 66.4 in July. After drifting down for four months, the index is currently 36% above the all-time historic low from June 2022. Moreover, consumers' short- and long-run economic outlook improved, with both figures reaching their most favorable levels since April 2024. (Source: Reuters)
- US** pending home sales fell by 5.5% to 70.2 in July, following a 4.8% rise to 74.3 in June. This unexpected drop, in contrast to the 0.4% increase economists predicted, marks the lowest index reading since its inception in 2001. (Source: Reuters)
- Eurozone's** jobless rate fell to 6.4% from 6.5% in June. The rate was expected to remain unchanged at 6.5%. The number of unemployed decreased by 114,000 from June to 10.9mn.
- UK** mortgage approvals increased to a 22-month high in July as hopes of further interest rate cuts lured buyers to the housing market. Net mortgage approvals for house purchase rose to 62,000 in July from 60,600 in June. This was the highest since September 2022 and also exceeded economists' forecast of 60,500. (Source: RTT News)
- The borrowing of mortgage debt by individuals in the **UK** increased to GBP 2.8bn, the highest since November 2022, from GBP 2.6bn in June. Meanwhile, gross lending fell to GBP 19.6bn and gross repayments decreased to GBP 17.4 billion. (Source: CNBC)
- Japan's** manufacturing PMI increased to 49.8, up from 49.1 in July. Firms also signaled a softer preference for the use of existing inventories, with the rate of accumulation stagnating on the month. (Source: RTT News)

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	101.70	0.0	0.0	0.4
Euro	1.10	0.0	0.0	0.1
Japanese Yen	146.17	0.0	0.0	3.6
Sterling Pound	1.31	0.0	0.0	3.1
Chinese Yuan	7.09	0.0	0.0	-0.5
Indian Rupee	83.87	0.0	0.0	0.8
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.65	0.0	0.0	0.0
Kuwaiti Dinar	0.31	0.0	0.0	-0.6
Omani Rial	0.38	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	0.0	-0.0
Egyptian Pound	48.61	0.0	0.0	57.3

Corporate Calendar

Date	Company	Event
2-Sep	CITY CEMENT	Cash Dividend Distribution
2-Sep	ENWA ALRAWABI	Eligibility of Cash Dividend
3-Sep	SABIC	Eligibility of Cash Dividend
3-Sep	ALAMAR	Cash Dividend Distribution
3-Sep	UNITED MINING	Eligibility of Cash Dividend
3-Sep	ALRASHEED	Cash Dividend Distribution

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,325	0.0	0.0	6.5	8.4
Abu Dhabi (ADX)	9,285	0.0	0.0	-3.1	16.8
Kuwait (KSE)	7,806	-0.2	-0.2	4.4	22.9
Qatar (QE)	10,230	0.3	0.3	-5.5	11.3
Oman (MSM)	4,760	0.3	0.3	5.4	12.3
Bahrain (BSE)	1,956	-0.1	-0.1	-0.8	7.7
Egypt (EGX30)	30,903	0.4	0.4	24.1	7.6

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	41,563	0.0	0.0	10.3	22.5
Nasdaq	19,575	0.0	0.0	16.3	34.0
S&P 500	5,648	0.0	0.0	18.4	25.7
FTSE 100	8,377	0.0	0.0	8.3	14.8
Germany DAX 30	18,907	0.0	0.0	12.9	15.6
France CAC 40	7,631	0.0	0.0	1.2	14.1
Japan Nikkei 225	38,648	0.0	0.0	15.5	23.5
Brazil IBOVESPA	136,004	0.0	0.0	1.4	10.3
Hong Kong Hang Seng	17,989	0.0	0.0	5.5	9.6
South Korea KOSPI	2,674	0.0	0.0	0.7	14.9
China Shanghai Composite	2,842	0.0	0.0	-4.5	13.7
Australia ASX 200	8,092	0.0	0.0	6.6	20.6
India Sensex	82,366	0.0	0.0	14.0	25.0
MSCI EM	1,100	0.0	0.0	7.4	15.3
MSCI World	3,661	0.0	0.0	15.5	22.7

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	79.39	0.0	0.0	-1.3
Brent Crude (\$/bbl)	78.80	0.0	0.0	2.3
Texas crude (\$/bbl)	73.55	0.0	0.0	2.7
Natural Gas (\$/mmbtu)	2.13	0.0	-0.0	-22.4
Gold (\$/oz)	2,503.39	0.0	0.0	21.3
Silver (\$/oz)	28.86	0.0	-0.0	21.3
Steel (\$/ton)	714.00	0.0	0.0	-37.1
Iron Ore (CNY/MT)	776.00	0.0	0.0	-25.6
Wheat (\$/bu)	551.50	0.0	0.0	-17.6
Corn (\$/bu)	401.00	0.0	0.0	-20.4
Sugar (\$/lb)	19.38	0.0	0.0	-5.6
SMP* (EUR/MT)	2,470.00	0.0	0.0	-4.2

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.90	-12.4	-12.4	-1.5
KSA (SAIBOR 3M)	6.00	-6.7	-6.7	-23.4
KSA (SAIBOR 6M)	5.85	1.6	1.6	-22.1
KSA (SAIBOR 12M)	5.54	-0.6	-0.6	-45.1
USA (SOFR 3M)	5.02	0.0	-22.4	-31.5
UAE (EIBOR 3M)	5.05	0.0	-18.1	-27.7

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of Sept 1, 2024



Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	12,189
Short-term view	Neutral
52 weeks high/low	12,883 – 10,262

Market data	
Exchange Market Cap. (SAR bn)	10,221.1
Value (SAR mn)	5,533.8
Volume (mn)	227.1
Number of Transactions	439,086
Market Breadth	155 : 69

Key statistics	
1D return %	0.36%
MTD return %	0.36%
QTD return	4.37%
YTD return	1.86%
ADT vol. 3M* (mn)	325.8
ADT val. 3M (SARmn)	7,946.2

*ADT stands for Average Daily Traded

TASI market commentary

- TASI experienced a rise on Sunday; primarily driven by the performance of the Telecommunication services sector (up 0.97%) and the Banks sector (up 0.97%). At close, the Saudi market ended the day with a change of 0.36% at 12,189. In terms of activity, total volumes and value traded were ~227mn and ~SAR 5.5bn, respectively. The advance-decline ratio came in at 155/69.

Technical outlook

- TASI closed the last session near 12,189, marking a gain of 44 points. The buying attitude persisted, propelling the index upwards after bouncing off the 23.6% Fibonacci level. TASI formed a green candlestick which closed above the 5-day SMA with lower-than-average trading volume, hinting at a potential further temporary buying attitude. Moreover, the RSI indicator remains relatively stable, moving laterally above the level of 50. TASI has an immediate resistance level of around 12,235. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,330 – 12,400. On the other hand, an immediate support level is observed around 12,090. If breached, the subsequent support levels would be around 12,035 - 11,945. TASI is still experiencing a temporary buying sentiment, after testing the 23.6% Fibonacci level. Consequently, traders are advised to closely monitor the resistance level of around 12,235, as penetrating this level could indicate a potential further buying attitude.

Key price levels						
S3	S2	S1	Pivot	R1	R2	R3
11,945	12,035	12,090	12,200	12,235	12,330	12,400



Source: Bloomberg, Argaam

TASI daily chart

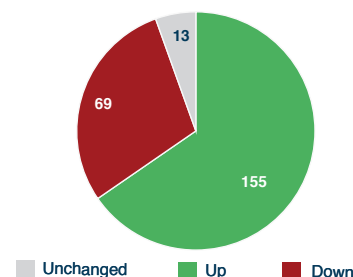


Source: Tradingview, Aljazira Capital

Our view



Market depth





SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	Close*	Buy range	Sell range	Stop loss
2250	Saudi Industrial Investment Group	19.98	19.94 – 19.98	20.14 – 20.38	19.72
7204	2P	15.80	15.76 – 15.80	15.94 – 16.12	15.60
1320	Saudi Steel Pipe	70.20	70.00 – 70.20	70.80 – 71.60	69.30
4261	Theeb	74.60	74.40 – 74.60	75.20 – 76.10	73.60
2070	SPIMACO	34.60	34.50 – 34.60	34.90 – 35.30	34.15
4040	Saudi Public Transport	20.32	20.28 – 20.32	20.50 – 20.74	20.06
2170	Alujain	42.50	42.40 – 42.50	42.85 – 43.35	41.95

*As of 01st September 2024

* Note – Stop loss is based on an intraday basis

CHARTS OF THE DAY

Technical observations

SIIG has just penetrated a declining trendline after bouncing off its 10-day SMA. Moreover, all the technical indicators show bullish structure.

Saudi Industrial Investment Group (SIIG)



Source: Tradingview, Aljazira Capital

Technical observations

2P started to bounce off a rising trendline as well as its 100-day SMA. Moreover, all the technical indicators show bullish structure.

Perfect Presentation for Commercial Services Co. (2P)



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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