



Domestic Market News

- **OPEC** trimmed its forecast for global oil demand growth in 2024 and 2025, citing the impact of the shift towards EVs on Chinese demand. It now projects global oil demand to add 2.03 mnbpd in 2024, down from 2.11 mnbpd earlier. (Source: Argaam)
- Mortgage to individuals, corporate clients by commercial banks in **KSA** grew 12% to SAR 816.8bn in Q2. Retail mortgages accounted 79%. (Source: Argaam)
- **KSA's** industrial production index added 1.6% in July, marking its first increase in 2024, driven by the rise in manufacturing activity. (Source: Argaam)
- **Riyadh Municipality** installed more than 60 solar powered parking payment machines and over 180 guidance panels in two weeks since the launch of the trial-run phase of the Riyadh Parking project. (Source: Argaam)
- **MIS** signed SAR 36.3mn contract with Saudi Electricity Company, to expand data center networks. The financial impact to be reflected from Q1-25. (Source: Argaam)
- **Qomel** to increase share capital by granting 1:1 bonus share, post which share capital to be SAR 70mn. It will capitalize SAR 32.6mn from share premium and SAR 2.4mn from retained earnings. (Source: Tadawul)
- **Nahdi Medical** was intimidated by SEDCO Holding and Al Nahdi Holding, of the share sale and purchase agreement entered between the two. Nahdi Holding purchased 4,000,000 shares of Nahdi Medical for a total of SAR 500mn, from SEDCO Holding. (Source: Tadawul)

Market Analysis

The **Saudi Stock Exchange** increased 0.2% to 11,986.6. The value traded stood at SAR 7.2bn (up 24.8% over the previous day), while advance-decline ratio stood at 143/80. The parallel market index increased 0.4% to 25,600.6 points. The value traded stood at SAR 47.8mn (down 28.7% over the previous day). Most of the sectors in the main market ended in green. Pharma & Bio Tech and Retailing (up 2.2% and 2.1%, respectively), while Utilities and REITs (down 1.0% and 0.2%, respectively) declined the most.

Top Gainers

Company	Price	Change%
ENAYA	17.92	9.9
AMANA INSURANCE	13.16	9.9
SIDC	9.60	6.0
ALBAHA	0.18	5.9
UCA	11.40	5.8

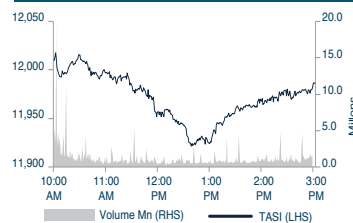
Top Losers

Company	Price	Change%
TECO	0.91	-4.2
SFICO	26.60	-4.1
MIAHONA	30.00	-4.0
ANAAM HOLDING	1.12	-2.6
SHARQIYAH DEV	21.10	-2.3

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,987	12,020	11,919	0.2	(0.4)
NomuC	25,601	25,724	25,476	0.4	4.4

TASI movement during session



TASI Ratios

P/E* (x)	26
Price-to-Book (x)	2.4
Dividend Yield (%)	2.7
Return on Equity (%)	19.4

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,156	-0.2	-17.3	15.4
Materials	5,615	0.1	-12.2	High
Capital Goods	13,350	0.9	32.4	27.1
Commercial Service	5,095	0.7	-8.7	39.3
Transportation	7,562	0.3	19.1	35.2
Consumer Durables	5,342	0.1	7.3	Neg
Consumer Services	5,162	0.2	3.7	40.9
Media	31,958	0.1	30.2	48.7
Consumer Discretionary Ret	8,009	2.1	-7.0	22.7
Consumer Staples Ret	9,444	1.4	-3.4	23.6
Food & Beverages	6,124	1.1	8.8	30.1
Healthcare	12,902	0.1	5.5	42.8
Pharma & Bio Tech	5,752	2.2	18.2	49.1
Banks	11,814	0.2	-3.8	12.8
Financial Services	7,816	1.4	16.1	30.4
Insurance	11,103	0.6	29.2	26.6
Telecom	8,005	0.6	3.0	15.6
Utilities	14,040	-1.0	41.5	29.2
REITs	3,285	-0.2	-10.4	27.2
Real Estate	3,718	0.3	21.6	45.3
Software & Services	79,455	1.4	15.9	41.9

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for September (bn)
12,032	12,096	12,096	6.84

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	18	1,388.20	1,437.60
Previous week	36.8	2,054.70	2,791.40

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.20	-0.2
Al Rajhi	88.20	0.3
SNB	34.65	0.7
ACWA POWER	406.00	-1.2
ALINMA	30.00	-0.7





International Market News

- **UK** unemployment fell to 4.1% in the three months to July, down from 4.2%. Average earnings growth, excluding bonuses, slowed to 5.1%, the weakest since 2022, compared to 5.4% in the previous period. This drop in unemployment and wage growth indicates a cooling labor market. (Source: Reuters)
- **Germany's** CPI softened to 1.9% in August, from 2.3% in July. The fall in CPI was due to falling energy prices. The core inflation slowed slightly to 2.8%, from 2.9% in July. (Source: RTT News)
- **China's** exports posted annual growth of 8.7%, faster than the 7.0% increase in July. This was the fastest expansion in 17 months. While the imports grew only 0.5%, which was slower than the consensus estimate of 2.0% rise in July. A sharp slowdown in imports together with a notable increase in exports pushed the trade surplus to USD 91.02bn. (Source: CNBC)
- **Japan's** eco watchers current index rises to 49.0 in August, from 47.5 in July. Economists had forecasted it to grow marginally to 47.6. The index was driven by gains in household activity related measures, especially in the food and beverages segment. (Source: Reuters)
- **BoJ** will continue to raise interest rates if inflation moves in line with forecasts, according to policymakers. However, the overseas uncertainties were a risk to Japan's economy, but the consumer spending will rise moderately due to higher wages and help accelerate trend inflation. (Source: Investing.com)
- **Oil prices** fell 3.7% as OPEC+ revised down its demand forecast for 2024 and 2025, offsetting the supply concerns.
- **Gold prices** gained 0.4% as market participants focused on the US CPI release as Fed rate cut looms.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	101.63	0.1	-0.1	0.3
Euro	1.10	-0.1	-0.3	-0.2
Japanese Yen	142.44	-0.5	-2.6	1.0
Sterling Pound	1.31	0.0	-0.4	2.7
Chinese Yuan	7.14	0.2	0.6	0.1
Indian Rupee	83.98	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	0.38	-0.0	0.0	0.0
Bahraini Dinar	0.38	-0.0	-0.0	-0.0
Egyptian Pound	48.35	-0.0	-0.5	56.4

Corporate Calendar

Date	Company	Event
11-Sep	A.OTHAIM MARKET	Cash Dividend Distribution
11-Sep	BANAN	Cash Dividend Distribution
12-Sep	ENWA ALRAWABI	Cash Dividend Distribution
12-Sep	ALBILAD	Eligibility of Cash Dividend
12-Sep	SGS	Eligibility of Cash Dividend
15-Sep	CATRION	Cash Dividend Distribution

EGM: Extra Ordinary Meeting*
OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,387	0.7	1.4	8.1	8.5
Abu Dhabi (ADX)	9,402	0.5	1.3	-1.8	17.1
Kuwait (KSE)	7,814	0.3	-0.1	4.5	22.9
Qatar (QE)	10,267	0.5	0.6	-5.2	11.4
Oman (MSM)	4,748	0.1	0.0	5.2	12.2
Bahrain (BSE)	1,949	0.6	-0.4	-1.1	7.6
Egypt (EGX30)	30,104	-0.9	-2.2	20.9	7.4

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	40,737	-0.2	-2.0	8.1	22.1
Nasdaq	18,829	0.9	-3.8	11.9	32.1
S&P 500	5,496	0.4	-2.7	15.2	25.0
FTSE 100	8,206	-0.8	-2.0	6.1	14.5
Germany DAX 30	18,266	-1.0	-3.4	9.0	15.0
France CAC 40	7,408	-0.2	-2.9	-1.8	13.7
Japan Nikkei 225	36,159	-0.2	-6.4	8.1	21.7
Brazil IBOVESPA	134,320	-0.3	-1.2	0.1	10.2
Hong Kong Hang Seng	17,234	0.2	-4.2	1.1	9.2
South Korea KOSPI	2,523	-0.5	-5.6	-5.0	13.0
China Shanghai Composite	2,744	0.3	-3.4	-7.8	13.3
Australia ASX 200	8,012	0.3	-1.0	5.5	20.5
India Sensex	81,921	0.4	-0.5	13.4	24.9
MSCI EM	1,063	-0.1	-3.4	3.8	14.7
MSCI World	3,552	0.2	-3.0	12.1	22.1

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	73.20	-1.6	-7.8	-9.0
Brent Crude (\$/bbl)	69.19	-3.7	-12.2	-10.2
Texas crude (\$/bbl)	65.75	-4.3	-10.6	-8.2
Natural Gas (\$/mmbtu)	2.23	2.9	4.9	-18.6
Gold (\$/oz)	2,516.73	0.4	0.5	22.0
Silver (\$/oz)	28.40	0.2	-1.6	19.4
Steel (\$/ton)	700.00	0.0	-2.0	-38.3
Iron Ore (CNY/MT)	710.00	4.7	-8.5	-31.9
Wheat (\$/bu)	574.25	1.0	4.1	-14.2
Corn (\$/bu)	404.25	-0.7	0.8	-19.7
Sugar (\$/lb)	18.78	-1.7	-4.5	-9.3
SMP* (EUR/MT)	2,525.00	-1.2	2.2	-2.0

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.80	3.3	-22.7	-11.8
KSA (SAIBOR 3M)	5.92	2.8	-14.4	-31.1
KSA (SAIBOR 6M)	5.71	-3.3	-13.1	-36.8
KSA (SAIBOR 12M)	5.53	0.7	-2.0	-46.4
USA (SOFR 3M)	4.95	2.3	-6.8	-38.3
UAE (EIBOR 3M)	4.99	-2.0	-6.4	-34.1

Data Sources: Tadawul, Bloomberg, Reuters
Closes as of Sept 10, 2024





Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	11,987
Short-term view	Neutral
52 weeks high/low	12,883 – 10,262

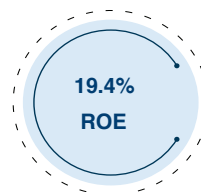
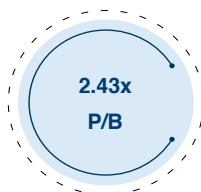
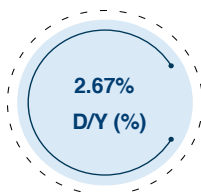
Market data

Exchange Market Cap. (SAR bn)	10,007.2
Value (SAR mn)	7,187.1
Volume (mn)	368.8
Number of Transactions	523,694
Market Breadth	143 : 80

Key statistics

1D return %	0.20%
MTD return %	-1.31%
QTD return	2.63%
YTD return	0.16%
ADT vol. 3M* (mn)	307.2
ADT val. 3M (SARmn)	6,874.3

*ADT stands for Average Daily Traded



Source: Bloomberg, Argam

TASI market commentary

- TASI experienced a rise on Tuesday; primarily driven by the performance of the Telecommunication services sector (up 0.61%) and the Banks sector (up 0.22%). At close, the Saudi market ended the day with a change of 0.20% at 11,987. In terms of activity, total volumes and value traded were ~369mn and ~SAR 7.2bn, respectively. The advance-decline ratio came in at 143/80.

Technical outlook

- TASI closed the last session near 11,987, registering a gain of 24 points. The index witnessed another coiled session, as it is still testing the support level of the 38.2% Fibonacci level around 11,940. TASI formed a Hammer candlestick, which requires a following bullish candlestick to suggest a potential positive rebound. Meanwhile, the RSI is approaching a test of a rising trendline. TASI has an immediate resistance level around 12,100. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,145 - 12,235. On the other hand, an immediate support level is observed around 11,940. If breached, the subsequent support levels would be around 12,825 - 11,700. TASI started to exhibit a near-term balance between buying and selling attitudes after the prior dominating profit booking sentiment. The index is still testing the critical support of the 38.2% Fibonacci level; accordingly, traders are advised to closely monitor the support level around 11,940, and wait for confirmation by a following bullish candlestick pattern to suggest a potential upward rebound.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,700	11,825	11,940	12,025	12,100	12,145	12,235

TASI daily chart

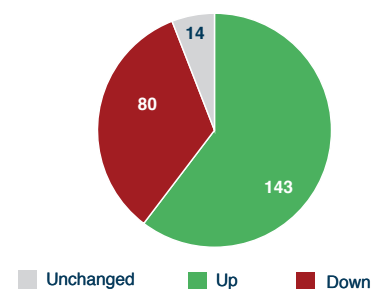


Source: Tradingview, Aljazeera Capital

Our view



Market depth





SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	Close*	Buy range	Sell range	Stop loss
4162	Almunajem Foods	120.80	120.60 – 120.80	121.80 – 123.20	119.20
7200	MIS	188.80	188.40 – 188.80	190.40 – 192.60	186.40
4164	Nahdi	132.80	132.40 – 132.80	134.00 – 135.40	131.20
1322	AMAK	68.90	68.70 – 68.90	69.50 – 70.30	68.00
8180	Al Sagr Insurance	20.24	20.20 – 20.24	20.42 – 20.64	19.98
8030	MEDGULF	26.95	26.90 – 26.95	27.20 – 27.50	26.60
1831	Maharah	6.91	6.89 – 6.91	6.97 – 7.05	6.82

*As of 10th September 2024

* Note – Stop loss is based on an intraday basis

CHARTS OF THE DAY

Technical observations

Almunajem Foods has just penetrated the level of the prior minor peak after bouncing off its 10-day SMA. Moreover, all the technical indicators show bullish structure.

Almunajem Foods Co. (Almunajem Foods)



Source: Tradingview, Aljazira Capital

Technical observations

MIS has just penetrated the level of the previous peak. Moreover, all the technical indicators show bullish structure.

Al Moammar Information Systems Company (MIS)



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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