



## Domestic Market News

- Residential mortgages** provided by banks to individuals increased by 20% to SAR 8.1bn in October. Nearly 11.0K contracts were signed between banks and retail clients in October. (Source: Argaam)
- The value of contracts awarded in **KSA** rose 10% Y/Y to SAR 66bn in Q2-24. On Q/Q basis the contract value decreased by 44%. (Source: Argaam)
- Tharwah** signed a binding MoU to acquire 49% of Amjad Watan Exhibitions and Conferences Organization Company. (Source: Tadawul)
- MIS's** board provided its approval for allocation of SAR 30mn to establish investment portfolio through self-financing. It aims to invest in global tech companies to capitalize on growth opportunities in this sector during FY25. (Source: Tadawul)
- AlArabia's** shareholders are set to vote on increasing capital by 10% via a 1:10 bonus issue, during their EGM scheduled on December 23. (Source: Tadawul)
- KnowledgeNet** signed an acquisition agreement with Saudi Technology Fund for 100% stake in Financial Technology Solutions with a total value of SAR 15.3mn. This transaction to have positive impact on the profits for FY24. (Source: Tadawul)
- Makkah Construction's** board amended its recommendation for increasing capital through bonus shares, to be funded from statutory reserve instead of retained earnings. It also recommended to transfer statutory reserve balance of SAR 484.4mn to retained earnings. (Source: Tadawul)

## Market Analysis

The **Saudi Stock Exchange** stayed flat at 11,739.4 points. The value traded stood at SAR 5.5bn (up 18.3% over the previous day), while advance-decline ratio stood at 82/143. The parallel market index increased 0.4% to 30,289.1 points. The value traded stood at SAR 80.7mn (down 32.6% over the previous day). Most of the sectors in the main market ended in red. Food & Beverages and Utilities (up 2.3% and 2.1%, respectively), increased the most, while Consumer Services and Media (down 1.3% and 1.2%, respectively) declined the most.

## Top Gainers

Company	Price	Change%
SAUDI RE	47.80	6.0
CHEMICAL	9.54	5.1
FITAIHI GROUP	4.34	4.6
EIC	7.42	4.5
TAMKEEN	71.00	4.4

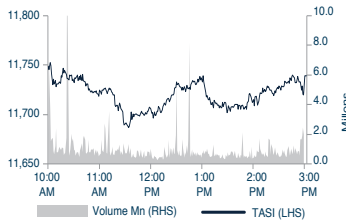
## Top Losers

Company	Price	Change%
SHL	16.90	-3.9
CARE	158.20	-3.5
MBC GROUP	51.20	-3.4
ALBAHA	0.29	-3.3
SAUDI CERAMICS	35.40	-3.2

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,739	11,754	11,682	(0.0)	(2.5)
NomuC	30,289	30,405	30,141	0.4	23.5

## TASI movement during session



## TASI Ratios

P/E* (x)	23.6
Price-to-Book (x)	2.3
Dividend Yield (%)	2.8
Return on Equity (%)	18.7

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,219	0.1	-16.3	16.3
Materials	5,577	-0.6	-12.8	49
Capital Goods	14,659	0.5	45.4	23.8
Commercial Service	4,982	-0.2	-10.7	37.8
Transportation	6,973	-0.8	9.8	31.6
Consumer Durables	5,311	0.8	6.6	Neg
Consumer Services	4,912	-1.3	-1.3	39.4
Media	30,243	-1.2	23.2	High
Consumer Discretionary Ret	7,863	0.1	-8.7	21.7
Consumer Staples Ret	8,418	-0.5	-13.9	21.4
Food & Beverages	5,881	2.3	4.5	27
Healthcare	11,728	0.7	-4.1	38.2
Pharma & Bio Tech	4,827	-1.0	-0.8	36.8
Banks	11,688	-0.7	-4.9	12.2
Financial Services	7,505	-0.8	11.4	27.9
Insurance	9,865	0.9	14.8	22.7
Telecom	7,863	0.0	1.2	15
Utilities	13,416	2.1	35.2	26.2
REITs	3,184	0.0	-13.1	26.5
Real Estate	3,555	-0.1	16.3	0
Software & Services	81,249	0.4	18.5	39.1

## Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for November (bn)
11,690	11,769	11,877	6.35

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	10.1	664.90	914.40
Previous week	33.7	2,620.20	2,433.90

## Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.60	0.2
Al Rajhi	91.40	-1.5
ACWA POWER	388.20	2.7
SNB	32.50	0.0
STC	39.65	-0.4





## International Market News

- **US** manufacturing PMI rose to 48.4 in November from 46.5 in October and was materially higher than the consensus estimate of 47.5. The bigger than expected advance by the manufacturing PMI came amid a turnaround by new orders, as the new orders index jumped to 50.4 in November from 47.1 in October. (Source: Reuters)
- **US** construction spending rose by 0.4% to an annual rate of USD 2.2tn in October after inching up 0.1% in September and was ahead of the consensus estimate of a 0.2% rise. The bigger than expected increase was due to increased spending on private construction. (Source: RTT News)
- **Eurozone's** factory PMI fell to 45.2 in November from 46.0 in October. The pace of decline was stronger than seen on average over the current period of decline. Factory production declined at a faster pace with investment goods segment remaining the worst performer. (Source: CNBC)
- **Eurozone's** jobless rate was 6.3% in October percent and was same as September and also matched the expectations. The overall EU unemployment rate was steady at 5.9% in October. (Source: RTT News)
- **UK's** manufacturing PMI dropped to 48.0 in November from 49.9 in October and was below the consensus estimate of 48.6. Weaker demand conditions from both domestic and foreign clients forced firms to scale back their production levels. (Source: Reuters)
- **Oil prices** fell 1.5% as investors awaited the OPEC+ meeting outcome and key US economic data.
- **Gold prices** fell 0.6% due to strengthening of US dollar after the US President indicated imposing steep tariffs on the BRICS group of countries.

## Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	106.45	0.7	0.7	5.0
Euro	1.05	-0.7	-0.7	-4.9
Japanese Yen	149.60	-0.1	-0.1	6.1
Sterling Pound	1.27	-0.6	-0.6	-0.6
Chinese Yuan	7.29	0.5	0.5	2.3
Indian Rupee	84.70	0.2	0.2	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	0.0	0.0	0.0
Omani Rial	0.39	0.0	0.0	0.0
Bahraini Dinar	0.38	-0.0	-0.0	0.0
Egyptian Pound	49.71	0.2	0.2	60.8

## Corporate Calendar

Date	Company	Event
3-Dec	RAOOM	Cash Dividend Distribution
4-Dec	SUMOU	EGM
4-Dec	EQUIPMENT HOUSE	Eligibility of Cash Dividend
5-Dec	AYYAN	EGM
5-Dec	THEEB	Cash Dividend Distribution
8-Dec	BINDAWAOOD	Cash Dividend Distribution

EGM: Extra Ordinary Meeting\*

OGM: Ordinary General Meeting\*

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,847	0.0	0.0	19.4	9.3
Abu Dhabi (ADX)	9,235	0.0	0.0	-3.6	16.5
Kuwait (KSE)	7,768	0.0	0.0	3.9	22.3
Qatar (QE)	10,391	-0.0	-0.3	-1.9	11.3
Oman (MSM)	4,570	-0.2	0.1	1.9	11.4
Bahrain (BSE)	2,032	0.0	-0.0	3.6	15.6
Egypt (EGX30)	30,525	0.1	0.9	23.6	6.3

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	44,782	-0.3	-0.3	18.8	25.3
Nasdaq	21,165	1.1	1.1	25.8	36.0
S&P 500	6,047	0.2	0.2	26.8	27.0
FTSE 100	8,313	0.3	0.3	7.5	13.2
Germany DAX 30	19,934	1.6	1.6	19.0	16.5
France CAC 40	7,237	0.0	0.0	-4.1	13.8
Japan Nikkei 225	38,513	0.8	0.8	15.1	18.8
Brazil IBOVESPA	125,236	-0.3	-0.3	-6.7	8.4
Hong Kong Hang Seng	19,550	0.7	0.7	14.7	9.7
South Korea KOSPI	2,454	-0.1	-0.1	-7.6	11.6
China Shanghai Composite	3,364	1.1	1.1	13.1	16.1
Australia ASX 200	8,448	0.1	0.1	11.3	21.6
India Sensex	80,248	0.6	0.6	11.1	23.1
MSCI EM	1,086	0.7	0.7	6.1	13.8
MSCI World	3,818	0.2	0.2	20.5	22.5

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	73.80	0.1	0.1	-8.2
Brent Crude (\$/bbl)	71.83	-1.5	-1.5	-6.8
Texas crude (\$/bbl)	68.10	0.1	0.1	-5.0
Natural Gas (\$/mmbtu)	3.21	-4.5	-4.5	-15.4
Gold (\$/oz)	2,639.13	-0.2	-0.2	27.9
Silver (\$/oz)	30.51	-0.4	-0.4	28.2
Steel (\$/ton)	700.00	0.0	0.0	-38.3
Iron Ore (CNY/MT)	796.00	1.0	1.0	-23.7
Wheat (\$/bu)	547.25	-0.1	-0.1	-19.4
Corn (\$/bu)	432.50	-0.1	-0.1	-15.9
Sugar (\$/lb)	21.07	-0.0	-0.0	1.7
SMP* (EUR/MT)	2,659.00	-0.3	-0.3	3.2

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.40	-0.3	-3.4	-51.0
KSA (SAIBOR 3M)	5.48	-9.3	-12.2	-75.2
KSA (SAIBOR 6M)	5.45	2.0	-7.9	-63.0
KSA (SAIBOR 12M)	5.11	-1.6	-0.0	-88.0
USA (SOFR 3M)	4.46	-0.1	-0.1	-86.7
UAE (EIBOR 3M)	4.52	0.0	-12.9	-80.7

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of Dec 2, 2024





## Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	11,739
<b>Short-term view</b>	Cautious
52 weeks high/low	12,883 – 10,262

## Market data

Exchange Market Cap. (SAR bn)	10,025.4
Value (SAR mn)	5,480.4
Volume (mn)	351.6
Number of Transactions	542,946
Market Breadth	82 : 143

## Key statistics

1D return %	-0.02%
MTD return %	0.84%
QTD return	-3.98%
YTD return	-1.91%
ADT vol. 3M* (mn)	641.3
ADT val. 3M (SARmn)	6,379.2

\*ADT stands for Average Daily Traded

## TASI market commentary

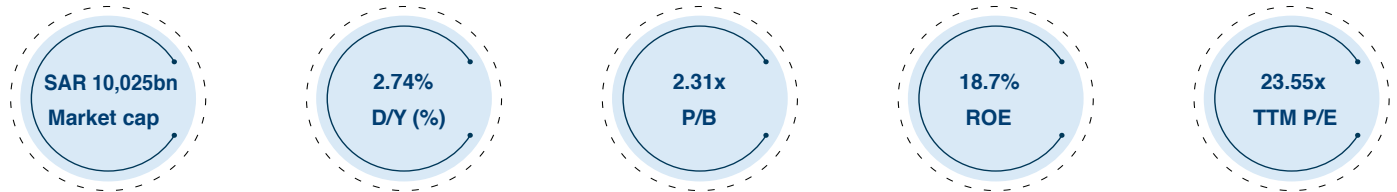
- TASI experienced a marginal decline on Monday; primarily driven by the performance of the Banks sector (down 0.69%) and the Materials sector (down 0.60%). At close, the Saudi market ended the day with a change of -0.02% at 11,739. In terms of activity, total volumes and value traded were ~352mn and ~SAR 5.5bn, respectively. The advance-decline ratio came in at 82/143.

## Technical outlook

- TASI closed the last session near 11,739, registering a modest decrease of 2 points. The index started to witness profit-booking sentiment once it approached the significant resistance zone of previous troughs and its 10-day SMA around 11,760 – 11,770. TASI formed a Hanging Man candlestick, that needs to be confirmed by a subsequent bearish candlestick to suggest a possible continuation of profit booking behavior. Additionally, the RSI indicator is retesting a previously breached upward trendline below the 50 level. TASI has an immediate support level of around 11,650. If breached, the subsequent support levels would be around 11,590 – 11,500. On the other hand, an immediate resistance level is observed around 11,775. If successfully surpassed, the subsequent resistance levels to watch for would be around 11,890 – 12,000. Traders are advised to proceed with caution watching for confirmation from a bearish candlestick, and diligently monitor the significant support level at 11,500, where there is potential for a resurgence of buying sentiment.

## Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,455	11,500	11,590	11,650	11,775	11,890	12,000



Source: Bloomberg, Argaam

## TASI daily chart

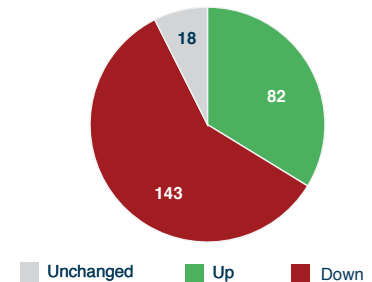


Source: Tradingview, Aljazira Capital

## 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 02<sup>nd</sup> December 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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