



Domestic Market News

- **KSA's** non-oil exports rose 10% Y/Y to SAR 73.7bn in Q2. It accounted for 25% of the total exports, amounting to a total of SAR 294.5bn. (Source: Argaam)
- **KSA** is currently one of the best investment hubs, according to CNBC. Almost 87% of 1,000 Vision 2030 initiatives have been implemented or nearing completion. (Source: Argaam)
- According to National Cement Committee, **KSA** has many cement companies, which weighs on the market shares. Thus mergers within the sector will strategically strengthen the sector, and will create economic entities capable of keeping pace with the demand in KSA. (Source: Argaam)
- **Ataa Education** renewed SAR 510.5mn banking facility with Saudi Investment Bank, for a period of 10 years, for acquiring and building educational complexes and support working capital. (Source: Tadawul)
- **Jouf Cement** obtained approval of Saudi Industrial Development Fund to reschedule the outstanding loan balance of SAR 54.7mn, out of the original amount of SAR 483.5mn. (Source: Tadawul)
- **Amak** signed letter of intent with Power Metal to establish a JV for exploration of nickel ore and related minerals on Amak's owned Qatan Exploration License in South West KSA. (Source: Tadawul)
- **Qomel's** subsidiary received an approval from the Saudi Industrial Development Fund to finance the construction of the Qomel Pharmaceutical Manufacturing plant. The financing amount is SAR 50.7mn and for a period of 6 years. (Source: Tadawul)

Market Analysis

The **Saudi Stock Exchange** decreased 0.2% to 11,962.9. The value traded stood at SAR 5.8bn (up 14.9% over the previous day), while advance-decline ratio stood at 113/109. The parallel market index decreased 1.0% to 25,495.8 points. The value traded stood at SAR 67.0mn (up 75.7% over the previous day). Most of the sectors in the main market ended in green. Pharma & Bio Tech and Consumer Durables (up 3.7% and 2.7%, respectively), while Diversified Financials and Insurance (down 1.1% and 1.0%, respectively) declined the most.

Top Gainers

Company	Price	Change%
SFICO	27.75	9.9
SAUDI CABLE	81.00	8.9
TECO	0.95	6.7
ALASEEL	4.84	6.4
ALBAHA	0.17	6.3

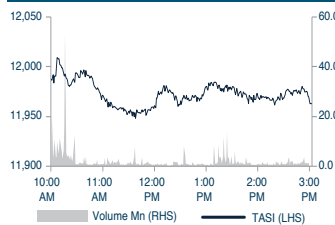
Top Losers

Company	Price	Change%
SIECO	2.75	-9.8
EAST PIPES	140.00	-4.2
CENOMI RETAIL	11.02	-3.5
BINDAWOOD	6.70	-2.9
RAYDAN	26.25	-2.8

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,963	12,015	11,947	(0.2)	(0.6)
NomuC	25,496	25,876	25,454	(1.0)	3.9

TASI movement during session



TASI Ratios

P/E* (x)	25.9
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	5,164	-0.2	-17.1	15.5
Materials	5,611	-0.1	-12.2	High
Capital Goods	13,229	-0.6	31.2	27
Commercial Service	5,058	0.5	-9.3	39.1
Transportation	7,540	0.3	18.7	35.1
Consumer Durables	5,339	2.7	7.2	Neg
Consumer Services	5,151	-0.3	3.5	40.8
Media	31,922	1.2	30.0	48.4
Consumer Discretionary Ret	7,845	0.1	-8.9	22.3
Consumer Staples Ret	9,318	0.5	-4.7	23.2
Food & Beverages	6,058	0.1	7.6	29.8
Healthcare	12,889	-0.8	5.4	42.8
Pharma & Bio Tech	5,629	3.7	15.6	48.5
Banks	11,789	-0.1	-4.1	12.8
Financial Services	7,711	-1.1	14.5	30.3
Insurance	11,038	-1.0	28.4	26.4
Telecom	7,956	0.4	2.4	15.6
Utilities	14,180	-0.5	42.9	29.5
REITs	3,293	0.0	-10.2	27.3
Real Estate	3,706	-0.3	21.2	45.1
Software & Services	78,369	-0.6	14.3	41.4

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for September (bn)
12,071	12,115	12,087	6.79

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	10.8	1,019.40	913.90
Previous week	36.8	2,054.70	2,791.40

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.25	-0.2
Al Rajhi	87.90	1.0
SNB	34.40	-0.6
ACWA POWER	411.00	-0.5
ALINMA	30.20	-0.8





International Market News

- US** wholesale inventories rose 0.2% in July, slightly below consensus estimate of a 0.3% rise. The modest increase by wholesale inventories came as inventories of non-durable goods increased 0.5% and inventories of durable goods rose 0.1%. (Source: CNBC)
- Eurozone** investor confidence index fell to -15.4 in September from -13.9 in August, marking the third consecutive fall to reach the lowest since January 2024. Eurozone is struggling with dangerous recessionary tendencies with situation in Germany deteriorating. In Germany, the investor confidence weakened further to the weakest since October 2022. (Source: Reuters)
- UK** house prices logged an annual growth of 4.3% in August, following a 2.4% rise in July. This was the fastest growth since November 2022. The house prices grew as easing borrowing costs boost the confidence among prospective home buyers. (Source: RTT News)
- UK** labor market conditions softened in August as permanent job placements declined sharply amid reduced demand for new staff and falling pay growth. Permanent staff placements declined for the 23rd straight month in August. Moreover, the rate of fall was the sharpest since March amid reports of lower demand from clients and a lack of workplace vacancies. (Source: Reuters)
- China's** CPI rose to a six-month high of 0.6% in August, from 0.5% in July, but it fell short of the consensus estimate of 0.7% rise. The increase in CPI was due to abnormal weather which pushed up vegetable prices, while producer prices declined more sharply on lower commodity prices. (Source: CNBC)
- Oil prices** gained 1.1% on concerns that a hurricane forecast to hit Louisiana and will disrupt production and refining along the US Gulf coast.
- Gold prices** gained 0.3% 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	101.55	0.4	-0.1	0.2
Euro	1.10	-0.4	-0.1	-0.0
Japanese Yen	143.18	0.6	-2.0	1.5
Sterling Pound	1.31	-0.4	-0.4	2.7
Chinese Yuan	7.12	0.4	0.4	-0.1
Indian Rupee	83.96	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	0.1	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	48.36	-0.2	-0.5	56.5

Corporate Calendar

Date	Company	Event
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
11-Sep	BANAN	Cash Dividend Distribution

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,359	-0.3	0.8	7.4	8.4
Abu Dhabi (ADX)	9,355	-1.0	0.8	-2.3	17.0
Kuwait (KSE)	7,789	-0.0	-0.4	4.2	22.8
Qatar (QE)	10,216	-0.4	0.1	-5.7	11.3
Oman (MSM)	4,745	-0.6	-0.0	5.1	12.2
Bahrain (BSE)	1,938	-0.6	-1.0	-1.7	7.6
Egypt (EGX30)	30,375	0.3	-1.3	22.0	7.5

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	40,830	1.2	-1.8	8.3	22.1
Nasdaq	18,661	1.3	-4.7	10.9	31.8
S&P 500	5,471	1.2	-3.1	14.7	24.9
FTSE 100	8,271	1.1	-1.3	7.0	14.6
Germany DAX 30	18,444	0.8	-2.5	10.1	15.2
France CAC 40	7,425	1.0	-2.7	-1.6	13.7
Japan Nikkei 225	36,216	-0.5	-6.3	8.2	21.8
Brazil IBOVESPA	134,737	0.1	-0.9	0.4	10.2
Hong Kong Hang Seng	17,197	-1.4	-4.4	0.9	9.1
South Korea KOSPI	2,536	-0.3	-5.2	-4.5	13.0
China Shanghai Composite	2,736	-1.1	-3.7	-8.0	13.2
Australia ASX 200	7,988	-0.3	-1.3	5.2	20.4
India Sensex	81,560	0.5	-1.0	12.9	24.8
MSCI EM	1,063	-1.1	-3.3	3.9	14.9
MSCI World	3,546	0.8	-3.1	11.9	21.9

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	74.39	-1.1	-6.3	-7.5
Brent Crude (\$/bbl)	71.84	1.1	-8.8	-6.7
Texas crude (\$/bbl)	68.71	1.5	-6.6	-4.1
Natural Gas (\$/mmbtu)	2.17	-4.6	2.0	-20.9
Gold (\$/oz)	2,506.38	0.4	0.1	21.5
Silver (\$/oz)	28.35	1.5	-1.8	19.1
Steel (\$/ton)	700.00	0.0	-2.0	-38.3
Iron Ore (CNY/MT)	678.00	-5.2	-12.6	-35.0
Wheat (\$/bu)	568.50	0.3	3.1	-15.0
Corn (\$/bu)	407.25	0.2	1.6	-19.1
Sugar (\$/lb)	19.11	-0.8	-2.8	-7.7
SMP* (EUR/MT)	2,555.00	-0.4	3.4	-0.9

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.76	1.7	-26.0	-15.1
KSA (SAIBOR 3M)	5.89	-6.9	-17.2	-33.9
KSA (SAIBOR 6M)	5.74	-4.7	-9.8	-33.4
KSA (SAIBOR 12M)	5.52	-1.1	-2.7	-47.1
USA (SOFR 3M)	4.93	-1.3	-9.1	-40.6
UAE (EIBOR 3M)	5.01	2.0	-4.4	-32.1

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of Sept 9, 2024





Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	11,963
Short-term view	Neutral
52 weeks high/low	12,883 – 10,262

Market data

Exchange Market Cap. (SAR bn)	10,012.5
Value (SAR mn)	5,757.0
Volume (mn)	618.4
Number of Transactions	483,873
Market Breadth	113 : 109

Key statistics

1D return %	-0.16%
MTD return %	-1.50%
QTD return	2.43%
YTD return	-0.04%
ADT vol. 3M* (mn)	307.8
ADT val. 3M (SARmn)	6,940.2

*ADT stands for Average Daily Traded

TASI market commentary

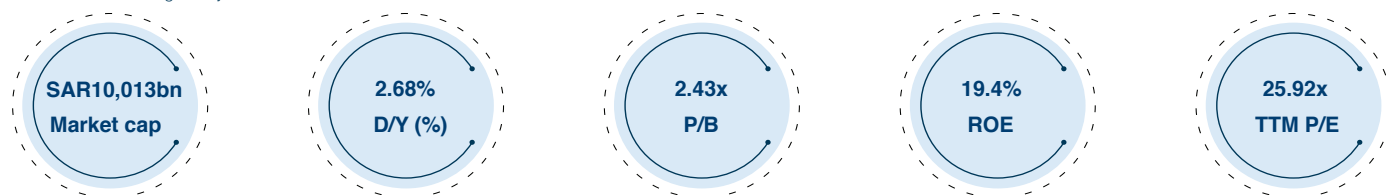
- TASI experienced a decline on Monday; primarily driven by the performance of the Energy sector (down 0.20%) and the Banks sector (down 0.09%). At close, the Saudi market ended the day with a change of -0.16% at 11,963. In terms of activity, total volumes and value traded were ~618mn and ~SAR 5.8bn, respectively. The advance-decline ratio came in at 113/109.

Technical outlook

- TASI closed the last session near 11,963, marking a loss of 19 points. The index experienced a coiled session, hovering just above the support level of the 38.2% Fibonacci level around 11,940. TASI formed an Inverted Hammer candlestick, which needs to be confirmed by a subsequent bullish candlestick to indicate a potential positive recovery. Moreover, the RSI is on the verge of testing a rising trendline. TASI has an immediate support level of around 11,940. If breached, the subsequent support levels would be around 12,825 - 11,700. On the other hand, an immediate resistance level is observed around 12,090. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,145 - 12,235. Despite the prevailing influence of profit booking sentiment on TASI, it is currently 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 a bullish reversal candlesticks pattern that could indicate a potential upward rebound.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,700	11,825	11,940	12,025	12,090	12,145	12,235



Source: Bloomberg, Argaam

TASI daily chart

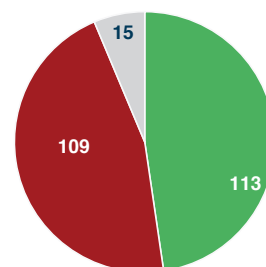


Source: Tradingview, Aljazeera Capital

Our view



Market depth





SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	Close*	Buy range	Sell range	Stop loss
8240	CHUBB	44.50	44.40 – 44.50	44.90 – 45.40	43.95
4180	Fitaihi Group	4.09	4.08 – 4.09	4.13 – 4.17	4.04
2040	Saudi Ceramics	31.20	31.10 – 31.20	31.45 – 31.80	30.80
4003	Extra	92.50	92.30 – 92.50	93.30 – 94.30	91.30
4322	Retal Urban Development	13.56	13.52 – 13.56	13.68 – 13.82	13.38
4260	Budget Saudi	87.30	87.10 – 87.30	88.10 – 89.10	86.20
6050	Saudi Fisheries	27.75	27.70 – 27.75	28.00 – 28.30	27.40

*As of 09th September 2024

* Note – Stop loss is based on an intraday basis

CHARTS OF THE DAY

Technical observations

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

CHUBB Arabia Cooperative Insurance Co. (CHUBB)



Source: Tradingview, Aljazira Capital

Technical observations

Fitaihi Group started to bounce off a previously penetrated declining trendline as well as its 100-day SMA. Moreover, all the technical indicators show bullish structure.

Fitaihi Holding Group (Fitaihi Group)



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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