



Domestic Market News

- **KSA's** oil exports fell 1% M/M in August to SAR 5.7mn bpd, while the total output rose 1% to 8.9mn bpd. (Source: Argaam)
- **Ministry of Industry** extended the deadline for local and international firms interested in prequalification for exploration licenses in the Kingdom's first mineralized belts. The ministry aimed at offering all investors a greater opportunity to participate in the competition. (Source: Argaam)
- **APICO** renewed its current working capital facilities from The Saudi Investment Bank, for the purpose of financing working capital requirements. (Source: Tadawul)
- **Solutions** announced establishment of a company in partnership with Jedco. The aim of this company is to execute and operate technical and digital solutions to the projects managed by Jedco and its subsidiaries. (Source: Tadawul)
- **MBC Group** fully repaid the outstanding loan amount of SAR 497.2mn. The repayment was done from the available liquidity and that there is no material financial impact on the company. (Source: Tadawul)
- **Enma Alrawabi** signed 6-year lease agreement for Rawabi Zamzam Hotel with Al-Andalus. The lease agreement has an annual rent of SAR 13.8mn, with the transaction amount of SAR 82.8mn. (Source: Tadawul)
- **2P** signed SAR 46.0mn contract with Umm Al-Qura University for providing integrated management of technical services. The financial impact to be reflected over FY24-27. (Source: Tadawul)

Earnings update (Net Profit) (SAR mn)

Company	Q3-24	Q3-23	Y/Y %	Q2-24	Q/Q %
SFICO*	-28.7	-34.4	NM	-10.8	NM
TADAWUL	140.4	102.3	37.24	163.8	-14.28

NM means Not Meaningful

Market Analysis

The **Saudi Stock Exchange** decreased 1.1% to 11,907.4. The value traded stood at SAR 7.0bn (down 3.7% over the previous day), while advance-decline ratio stood at 28/201. The parallel market index increased 0.9% to 26,205.7 points. The value traded stood at SAR 112.9mn (up 43.3% over the previous day). Most of the sectors in the main market ended in red. Utilities (up 1.5%), while Pharma & Bio Tech and Food & Staples (down 2.5% and 2.4%, respectively) declined the most.

Top Gainers

Company	Price	Change%
RED SEA	63.00	4.3
SIDC	30.10	2.9
TAWUNIYA	147.00	2.8
ASLAK	31.15	2.6
AWPT	166.40	2.3

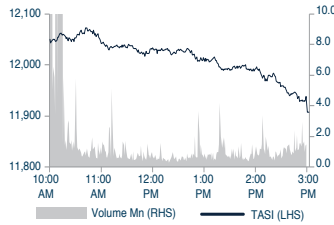
Top Losers

Company	Price	Change%
ALBAHA	0.27	-6.9
ARTEX	17.00	-4.9
ANAAM HOLDING	1.28	-4.5
ATAA	79.30	-4.5
A.OTHAIM MARKET	11.96	-4.3

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,907	12,076	11,907	(1.1)	(1.1)
NomuC	26,206	26,206	25,893	0.9	6.8

TASI movement during session



TASI Ratios

P/E* (x)	26.1
Price-to-Book (x)	2.4
Dividend Yield (%)	2.7
Return on Equity (%)	19.3

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,126	-0.4	-17.7	15.3
Materials	5,811	-0.9	-9.1	High
Capital Goods	13,493	-1.4	33.8	27.5
Commercial Service	4,897	-2.0	-12.2	37.4
Transportation	7,416	-1.9	16.7	34.4
Consumer Durables	5,344	-1.4	7.3	Neg
Consumer Services	5,155	-1.5	3.6	40.3
Media	34,151	-2.1	39.1	High
Consumer Discretionary Ret	8,053	-1.8	-6.5	22.9
Consumer Staples Ret	9,389	-2.4	-3.9	23.4
Food & Beverages	6,081	-0.9	8.0	29.2
Healthcare	12,512	-1.0	2.4	41.7
Pharma & Bio Tech	5,214	-2.5	7.1	44.3
Banks	11,279	-2.0	-8.2	12.3
Financial Services	8,243	-0.6	22.4	33.1
Insurance	10,371	-0.5	20.7	24.9
Telecom	8,043	-1.7	3.5	15.6
Utilities	15,131	1.5	52.5	31.3
REITs	3,234	-0.1	-11.8	26.8
Real Estate	3,755	-1.2	22.9	45.6
Software & Services	79,444	-1.4	15.8	41.9

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for October (bn)
11,995	11,961	12,078	7.01

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	34.7	3,774.10	2,531.50
Previous week	34.7	3,667.20	2,609.60

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.00	-0.4
Al Rajhi	82.40	-2.9
ACWA POWER	452.40	1.9
SNB	34.75	-1.3
STC	42.25	-2.1





International Market News

- According to **EIA**, oil inventories in the US decreased 2.2mn barrels (prior: up 5.8mn) to 420.6mn in the week ended October 11. Gasoline inventories decreased 2.2mn barrels (prior: down 6.3mn) to 212.7mn, while distillate inventories declined 3.5mn barrels (prior: down 3.1mn) to 115.0mn. (Source: EIA, Econoday)
- According to **Baker Hughes**, North America's rig count decreased 802 in the week ended October 18 from 805 earlier. The rig count declined to 585 in the US from 586 earlier, stayed same at 16 in the Gulf of Mexico. The rig count in Canada fell to 217 from 219. (Source: Baker Hughes)
- US initial jobless claims fell to 241K, marking a decrease of 19K, from the previous week's levels. Economists had expected it to inch up to 260K. (Source: Reuters)
- US retail sales** rose by 0.4% in September after edging up by 0.1% in August. Economists had expected it to rise by 0.3%. Excluding sales by motor vehicle and parts dealers, retail sales climbed 0.5% in September. (Source: Reuters)
- Philly Fed's** diffusion index for current general activity jumped to 10.3 in October from 1.7, thus indicating growth. Economists had expected the index to inch up to 3.0. The much bigger than expected increase by the headline index partly reflected turnarounds by new orders and shipments. (Source: RTT News)
- Oil prices** on Friday fell 1.9% due to weakening of China's economic growth.
- Gold prices** on Friday gained 1.0% on increased prospects of global easing of interest rates.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	103.49	-0.3	2.7	2.1
Euro	1.09	0.3	-2.4	-1.6
Japanese Yen	149.53	-0.5	4.1	6.0
Sterling Pound	1.31	0.3	-2.4	2.5
Chinese Yuan	7.12	-0.3	1.6	-0.1
Indian Rupee	84.07	0.0	0.3	1.0
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	0.5	-0.3
Omani Rial	0.38	0.0	-0.0	-0.0
Bahraini Dinar	0.38	-0.0	0.0	0.0
Egyptian Pound	48.63	-0.0	0.7	57.3

Corporate Calendar

Date	Company	Event
20-Oct	AMAK	Cash Dividend Distribution
21-Oct	CENOMI RETAIL	EGM
23-Oct	MUNAWLA	EGM
24-Oct	SALAMA	EGM
27-Oct	NETWORKERS	EGM
28-Oct	SAUDI CABLE	EGM

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,469	0.2	-0.8	10.1	8.6
Abu Dhabi (ADX)	9,288	0.1	-1.5	-3.0	16.9
Kuwait (KSE)	7,577	-0.6	-1.7	1.3	22.2
Qatar (QE)	10,733	-0.0	1.1	-0.9	11.9
Oman (MSM)	4,800	-0.3	1.9	6.3	12.5
Bahrain (BSE)	2,000	-0.1	-0.6	1.4	7.8
Egypt (EGX30)	30,144	-1.3	-4.6	21.1	7.9

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	43,276	0.1	2.2	14.8	23.5
Nasdaq	20,324	0.7	1.3	20.8	34.6
S&P 500	5,865	0.4	1.8	23.0	26.8
FTSE 100	8,358	-0.3	1.5	8.1	14.8
Germany DAX 30	19,657	0.4	1.7	17.3	16.4
France CAC 40	7,613	0.4	-0.3	0.9	14.1
Japan Nikkei 225	38,982	0.2	2.8	16.5	23.4
Brazil IBOVESPA	130,499	-0.2	-1.0	-2.7	9.9
Hong Kong Hang Seng	20,804	3.6	-1.6	22.0	11.1
South Korea KOSPI	2,594	-0.6	0.0	-2.3	13.3
China Shanghai Composite	3,262	2.9	-2.2	9.6	15.7
Australia ASX 200	8,283	-0.9	0.2	9.1	21.3
India Sensex	81,225	0.3	-3.6	12.4	24.7
MSCI EM	1,155	1.8	-1.3	12.8	15.8
MSCI World	3,753	0.4	0.8	18.4	23.2

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	75.35	0.5	0.9	-6.3
Brent Crude (\$/bbl)	73.06	-1.9	1.8	-5.2
Texas crude (\$/bbl)	69.22	-2.1	1.5	-3.4
Natural Gas (\$/mmbtu)	2.26	-3.8	-22.8	-26.9
Gold (\$/oz)	2,721.46	1.1	3.3	31.9
Silver (\$/oz)	33.72	6.4	8.2	41.7
Steel (\$/ton)	705.00	0.0	-4.1	-37.9
Iron Ore (CNY/MT)	770.00	0.0	-2.8	-26.2
Wheat (\$/bu)	572.75	-2.8	-1.9	-14.4
Corn (\$/bu)	404.75	-0.5	-4.7	-19.6
Sugar (\$/lb)	22.18	0.1	-1.3	7.1
SMP* (EUR/MT)	2,525.00	0.0	-3.8	-2.0

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.58	0.5	7.2	-33.7
KSA (SAIBOR 3M)	5.63	2.7	5.5	-60.5
KSA (SAIBOR 6M)	5.43	3.0	-5.3	-64.2
KSA (SAIBOR 12M)	5.18	-0.5	-8.7	-81.7
USA (SOFR 3M)	4.63	1.4	4.0	-70.0
UAE (EIBOR 3M)	4.55	0.2	-10.7	-77.9

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of Oct 17, 2024

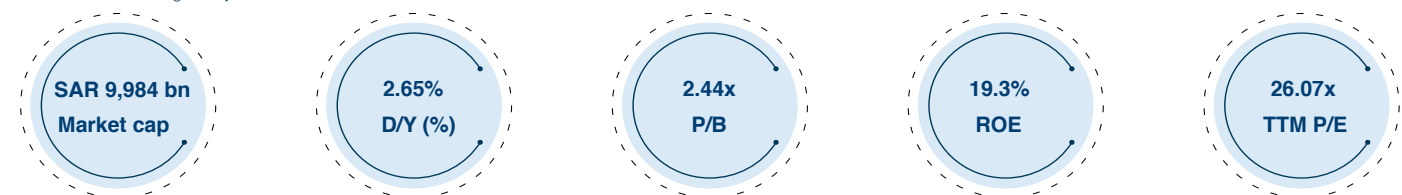


Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	11,907
Short-term view	Cautious
52 weeks high/low	12,883 – 10,262

Market data	
Exchange Market Cap. (SAR bn)	9,983.5
Value (SAR mn)	7,014.9
Volume (mn)	622.3
Number of Transactions	497,661
Market Breadth	28 : 201

Key statistics	
1D return %	-1.09%
MTD return %	-2.61%
QTD return	-2.61%
YTD return	-0.50%
ADT vol. 3M* (mn)	466.2
ADT val. 3M (SARmn)	7,084.9

*ADT stands for Average Daily Traded



Source: Bloomberg, Argaam

TASI daily chart



Source: Tradingview, Aljazira Capital

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 17th October 2024

TASI market commentary

- TASI experienced a decline on Thursday; primarily driven by the performance of the Banks sector (down 2.02%) and the Telecommunication services sector (down 1.70%). At close, the Saudi market ended the day with a change of -1.09% at 11,907. In terms of activity, total volumes and value traded were ~622 and ~SAR 7.0bn, respectively. The advance-decline ratio came in at 28/201.

Technical outlook

- TASI closed the last session near 11,907, recording a notable decline of 131 points. The prevailing profit-taking sentiment emerged once more, driving the index below all significant simple moving averages. TASI displayed a Bearish Engulfing candlestick pattern, suggesting a potential continuation of the selling attitude in the market in the near term. Additionally, the RSI indicator started to retrace from its 50-level indicating a weakening momentum. TASI has an immediate support level of around 11,835. If breached, the subsequent support levels would be around 11,765 – 11,600. On the other hand, an immediate resistance level is observed around 11,960. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,080 – 12,150. Traders are advised to exercise caution and closely monitor the crucial Support level of around 11,765, as breaching this level could trigger potential further selling pressure.

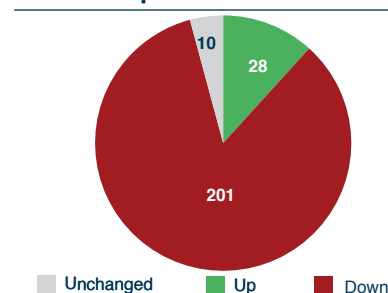
Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,600	11,765	11,835	11,925	11,960	12,080	12,150

Our view



Market depth



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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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