



## Domestic Market News

- **KSA** real estate market registered 500k+ transactions since its launch in late August 2023. The real estate market offers 24/7 services like property trading, buying, selling, parcel subdivision. (Source: Argaam)
- **Naqi Water** signed SAR 20.1mn contract with MEMCO for purchase and supply of production line for producing bottled drinking water, thus increasing the annual production capacity by 350mn bottles. (Source: Tadawul)
- **Riyal Investment** signed a contract worth SAR 54.5mn with SAIPEM for light vehicles rental, for a period of 33 months. The financial impact to be reflected from Q3-24. (Source: Tadawul)
- **SPIMACO** signed a partnership contract with Altos Biologics for commercialization and production of ALT-L9 Biosimilar to Aflibercept across MENA for 10-years. It will enable it to expand its injectable and biosimilar portfolio and reinforce its leading position. The contract value represents 2.51% of the FY23 revenues of the company. (Source: Tadawul)
- **Raoom** signed a leasing contract to acquire land from MODON in Qassim, in-line with its plans to expand production. Total right to lease the land is SAR 0.3mn. (Source: Tadawul)

## Earnings update (Net Profit) (SAR mn)

Company	Q2-24	Q2-23	Y/Y %	Q1-24	Q/Q %
UACC	15.6	1.8	753.91	14.5	7.69
SADAFCO	127.8	107.6	18.72	126.2	1.25
NAHDI	247.7	265.0	-6.53	232.9	6.35
RETAL	72.2	71.0	1.66	62.3	15.91
MCDC	143.0	123.0	16.26	113.0	26.55

## Market Analysis

The **Saudi Stock Exchange** decreased 0.5% to 12,064.7. The value traded stood at SAR 5.4bn (down 22.4% over the previous day), while the advance-decline ratio stood at 106/115. The parallel market index increased 0.6% to 26,672.1 points. The value traded stood at SAR 48.4mn (up 3168.9% over the previous day). Most of the sectors in the main market ended in red. Pharma & Bio Tech and Capital Goods (up 1.4% and 0.9%, respectively) advanced the most, while Media and Consumer Services (down 1.8% and 1.5%, respectively) declined the most.

## Top Gainers

Company	Price	Change%
ALSAGR INSURANCE	21.20	10.0
ALBAHA	0.13	8.3
ACIG	19.60	5.8
KINGDOM	10.34	5.5
ALBABTAIN	36.55	5.0

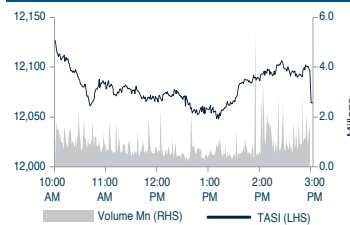
## Top Losers

Company	Price	Change%
LEEJAM SPORTS	208.00	-10.0
NASEEJ	76.10	-4.0
TALCO	64.30	-4.0
ADES	20.24	-3.7
SAVOLA GROUP	45.50	-3.2

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,065	12,127	12,046	(0.5)	0.2
NomuC	26,672	26,689	26,488	0.6	8.7

## TASI movement during session



## TASI Ratios

P/E* (x)	27
Price-to-Book (x)	2.4
Dividend Yield (%)	2.7
Return on Equity (%)	19.2

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,236	-0.9	-16.0	15.6
Materials	5,825	-0.7	-8.9	High
Capital Goods	12,765	0.9	26.6	28.1
Commercial Service	5,272	-0.1	-5.5	38.5
Transportation	7,825	0.2	23.2	38.2
Consumer Durables	5,248	-1.2	5.4	Neg
Consumer Services	5,177	-1.5	4.0	High
Media	31,652	-1.8	28.9	47.6
Consumer Discretionary Ret	7,596	0.3	-11.8	22.5
Consumer Staples Ret	9,216	-0.2	-5.7	22
Food & Beverages	6,171	-1.0	9.7	30.7
Healthcare	13,044	-0.1	6.7	46.1
Pharma & Bio Tech	4,808	1.4	-1.2	46
Banks	12,085	-0.2	-1.6	13.6
Financial Services	7,719	0.1	14.6	38.7
Insurance	11,382	-0.2	32.4	27.7
Telecom	7,569	-0.5	-2.6	14.8
Utilities	13,562	-1.0	36.7	29.4
REITs	3,340	0.5	-8.9	26
Real Estate	3,684	-0.3	20.5	43.4
Software & Services	74,334	-0.3	8.4	42.9

## Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for July (bn)
12,098	12,132	11,962	6.33

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	18.3	867.60	1,480.90
Previous week	33.9	1,618.40	2,558.20

## Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.65	-0.9
Al Rajhi	85.00	-0.1
SNB	37.50	0.3
ACWA POWER	385.80	-1.2
ALINMA	32.40	0.5





## International Market News

- **US consumer confidence index** rose to 100.3 in July, while economists had expected it to edge down to 99.5. Although confidence increased, it wasn't sufficient to break free of the narrow range that has prevailed over the past two years. (Source: Reuters)
- **Eurozone GDP** increased 0.3% Q/Q in Q2-24, against consensus estimate of 0.2%. The economy although grew slightly more than expected but mixed underlying picture and string of pessimistic surveys cloud the outlook for the rest of the year. (Source: CNBC)
- **China's manufacturing PMI** contracted in July to 49.4, from 49.5. Whereas non-manufacturing PMI was 50.2, easing from 50.5. The manufacturing activity shrank for a third month, indicating that China will be required to launch more stimulus as protracted property crisis and job insecurity drag on growth. (Source: RTT News)
- **Japan's industrial output** dropped 3.6% M/M in June and exceeded the expectations of consensus of a 4.2% decline. Industries like motor, production machinery, business-oriented machinery contributed to the decline. (Source: Investing.com)
- **Oil prices** fell 1.5% on increasing concerns from China's demand and fears about potential supply surplus.
- **Gold prices** gained 1.0% as US Dollar weakened and US treasury yields dipped.

## Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	104.55	-0.0	-1.2	3.2
Euro	1.08	-0.1	1.0	-2.0
Japanese Yen	152.77	-0.8	-5.0	8.3
Sterling Pound	1.28	-0.2	1.5	0.8
Chinese Yuan	7.24	-0.4	-0.8	1.7
Indian Rupee	83.73	-0.0	0.4	0.6
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	-0.3	-0.5
Omani Rial	0.39	0.0	0.0	0.0
Bahraini Dinar	0.38	-0.0	-0.0	-0.0
Egyptian Pound	48.40	0.2	0.8	56.6

## Corporate Calendar

Date	Company	Event
31-Jul	YANSAB	Eligibility of Cash Dividend
31-Jul	KINGDOM	Eligibility of Cash Dividend
31-Jul	GIG	EGM
31-Jul	DALLAH HEALTH	Eligibility of Cash Dividend
1-Aug	EXTRA	Eligibility of Cash Dividend
1-Aug	ALASEEL	Eligibility of Cash Dividend

EGM: Extra Ordinary Meeting\*

OGM: Ordinary General Meeting\*

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,284	-0.6	6.3	5.5	8.3
Abu Dhabi (ADX)	9,396	0.0	3.7	-1.9	18.8
Kuwait (KSE)	7,841	-0.1	3.9	4.9	22.0
Qatar (QE)	10,150	-0.2	1.8	-6.3	11.4
Oman (MSM)	4,664	0.3	-0.5	3.3	11.6
Bahrain (BSE)	1,979	0.3	-2.3	0.4	7.6
Egypt (EGX30)	29,039	0.7	4.6	16.7	8.1

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	40,743	0.5	4.2	8.1	23.3
Nasdaq	18,796	-1.4	-4.5	11.7	33.1
S&P 500	5,436	-0.5	-0.4	14.0	25.4
FTSE 100	8,274	-0.2	1.4	7.0	14.5
Germany DAX 30	18,411	0.5	1.0	9.9	16.2
France CAC 40	7,475	0.4	-0.1	-0.9	13.0
Japan Nikkei 225	38,526	0.1	-2.7	15.1	24.7
Brazil IBOVESPA	126,139	-0.6	1.8	-6.0	9.3
Hong Kong Hang Seng	17,003	-1.4	-4.0	-0.3	9.5
South Korea KOSPI	2,738	-1.0	-2.1	3.1	16.1
China Shanghai Composite	2,879	-0.4	-3.0	-3.2	13.6
Australia ASX 200	7,953	-0.5	2.4	4.8	19.7
India Sensex	81,455	0.1	3.1	12.8	25.0
MSCI EM	1,072	-0.5	-1.3	4.7	15.5
MSCI World	3,514	-0.3	0.1	10.9	22.1

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	81.11	-1.8	-7.9	0.9
Brent Crude (\$/bbl)	78.63	-1.4	-9.0	2.1
Texas crude (\$/bbl)	74.73	-1.4	-8.4	4.3
Natural Gas (\$/mmbtu)	2.13	4.4	-18.2	-20.4
Gold (\$/oz)	2,410.78	1.1	3.6	16.9
Silver (\$/oz)	28.39	1.9	-2.6	19.3
Steel (\$/ton)	666.00	0.3	-1.2	-41.3
Iron Ore (CNY/MT)	763.00	-2.1	-7.9	-26.8
Wheat (\$/bu)	524.00	-1.3	-8.6	-20.2
Corn (\$/bu)	405.00	-1.8	-3.7	-19.6
Sugar (\$/lb)	19.12	0.6	-5.8	-6.9
SMP* (EUR/MT)	2,363.00	0.0	-2.5	-8.3

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.80	-1.5	-5.1	-11.4
KSA (SAIBOR 3M)	6.25	4.4	2.0	1.7
KSA (SAIBOR 6M)	6.00	-0.1	-1.6	-8.0
KSA (SAIBOR 12M)	5.78	1.1	-8.5	-21.0
USA (SOFR 3M)	5.25	-0.4	-7.7	-8.4
UAE (EIBOR 3M)	5.29	8.7	-0.7	-3.7

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of July 30, 2024





## Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	12,065
Short-term view	Neutral
52 weeks high/low	12,883 – 10,262

## Market data

Exchange Market Cap. (SAR bn)	10,132.8
Value (SAR mn)	5,365.1
Volume (mn)	279.2
Number of Transactions	484,544
Market Breadth	106 : 115

## Key statistics

1D return %	-0.47%
MTD return %	3.30%
QTD return	3.30%
YTD return	0.81%
ADT vol. 3M* (mn)	302.0
ADT val. 3M (SARmn)	7,535.0

\*ADT stands for Average Daily Traded

## TASI market commentary

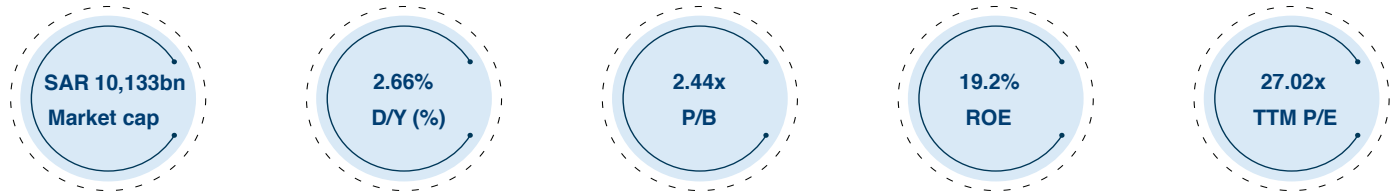
- TASI experienced a decline on Tuesday; primarily driven by the performance of the Energy sector (down 0.90%) and the Materials sector (down 0.70%). At close, the Saudi market ended the day with a change of -0.47% at 12,065. In terms of activity, total volumes and value traded were ~279mn and ~SAR 5.4bn, respectively. The advance-decline ratio came in at 106/115.

## Technical outlook

- TASI closed the last session near 12,065, marking a loss of 57 points. The profit-booking attitude persisted; after facing the significant resistance of the 100-day SMA around 12,2190. TASI formed another red candlestick reflecting the ongoing presence of the prevailing profit-booking sentiment. It is worth noting that, the index still needs to successfully surpass the significant resistance of the 100-day SMA and the 161.8% Fibonacci level around 12,235 to signal the end of the dominant profit-booking sentiment. Additionally, the RSI indicator is currently approaching the 50 level. TASI has an immediate support level of around 12,950. If breached, the subsequent support levels would be around 11,890 – 11,810. On the other hand, an immediate resistance level is observed around 12,130. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,190 – 12,235. TASI is still hovering below the significant resistance of the 100-day SMA, indicating a possible further lateral profit booking movement in the near term. Traders are advised to closely monitor the resistance zone of 12,190 – 12,235, as penetrating it is crucial to signal the end of the profit-booking sentiment.

## Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,810	11,890	11,950	12,130	12,190	12,235	12,330



Source: Bloomberg, Argam

## TASI daily chart

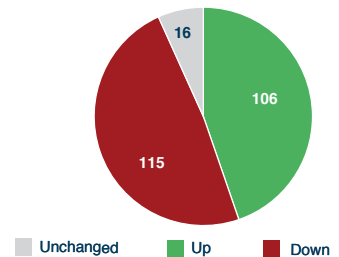


Source: Tradingview, Aljazira Capital

## 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 30<sup>th</sup> July 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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