



Domestic Market News

- Foreign investments in **KSA** rose 6% Y/Y to the tune of SAR 2.5tn by Q1-24. FDIs represent 32% of total investments, while portfolio investments was 43%. (Source: Argaam)
- According to **GOSI**, total insurance benefits amounted to more than SAR 33bn in Q2-24. The completed transactions amounted to more than 9.5mn, which were electronically carried out through all the organization's digital outlets and channels. (Source: Argaam)
- Sure Tech** received project worth SAR 13.9mn from Research Development and Innovation Authority for developing and constructing national platform for managing support of research. The duration of the contract is 3 years. (Source: Tadawul)
- AlJouf** signed off 7-year agreement to reschedule facilities with Alinma Bank worth SAR 374mn. The reason for rescheduling the facilities is to support its operational and financial operations. (Source: Tadawul)
- Ladun** announces renewal of facility from Riyadh Bank, worth SAR 181.6mn, for working capital, project financing and land acquisition purposes. (Source: Tadawul)
- Leejam** announced the opening of new center for ladies in Jizan city. The financial impact of the opening of this center will be reflected in Q3-24. (Source: Tadawul)

Earnings update (Net Profit) (SAR mn)

Company	Q2-24	Q2-23	Y/Y %	Q1-24	Q/Q %
STC	3,304.0	3,008.5	9.82	3,285.9	0.55

Market Analysis

The **Saudi Stock Exchange** decreased by 0.6% to 12,105.5. The value traded stood at SAR 6.9bn (down 17.8% over the previous day), while the advance-decline ratio stood at 55/173. The parallel market index increased 0.5% to 26,164.0 points. The value traded stood at SAR 30.1mn (down 13.3% over the previous day). Most of the sectors in the main market ended in red. Utilities and Software & Services (up 1.6% and 1.5%, respectively) advanced the most, while Media and Consumer Durables (down 1.6% and 1.3%, respectively) declined the most.

Top Gainers

Company	Price	Change%
SUMOU	47.95	10.0
KINGDOM	7.86	9.9
2P	15.96	4.0
NAYIFAT	12.62	3.8
GULF UNION ALAHLIA	20.98	3.8

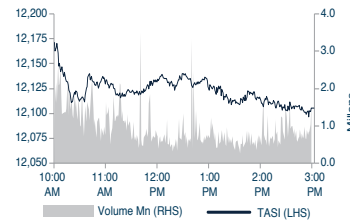
Top Losers

Company	Price	Change%
MIAHONA	39.60	-6.8
NAMA CHEMICALS	27.10	-3.4
JADWA REIT SAUDI	12.02	-3.2
RASAN	63.40	-3.2
CARE	217.80	-3.1

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,106	12,172	12,095	(0.6)	0.6
NomuC	26,164	26,238	25,929	0.5	6.7

TASI movement during session



TASI Ratios

P/E* (x)	27.1
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	5,319	-1.0	-14.6	15.8
Materials	5,841	-0.9	-8.6	High
Capital Goods	12,662	0.0	25.6	28
Commercial Service	5,389	0.0	-3.4	39.5
Transportation	8,000	-0.9	25.9	39.1
Consumer Durables	5,375	-1.3	7.9	Neg
Consumer Services	5,411	0.2	8.7	40.2
Media	32,519	-1.6	32.4	High
Consumer Discretionary Ret	7,575	-0.4	-12.1	22.5
Consumer Staples Ret	9,336	-0.2	-4.5	22.3
Food & Beverages	6,319	-0.4	12.3	31.3
Healthcare	13,011	-0.8	6.4	46
Pharma & Bio Tech	4,758	-0.8	-2.2	45.3
Banks	11,971	-0.8	-2.6	13.5
Financial Services	7,706	-0.7	14.4	34.5
Insurance	11,328	-0.9	31.8	27.6
Telecom	7,706	-0.9	-0.8	15
Utilities	13,677	1.6	37.8	29.6
REITs	3,304	-0.7	-9.9	25.7
Real Estate	3,712	-0.1	21.4	43.5
Software & Services	74,482	1.5	8.6	43

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for July (bn)
12,166	12,032	11,854	6.39

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	21.6	1,080.90	1,585.50
Previous week	37	1,315.90	2,603.80

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	28.10	-1.1
Al Rajhi	83.70	-0.7
SNB	37.50	-1.1
ACWA POWER	389.00	2.1
ALINMA	32.40	-1.2





International Market News

- Existing home sales in the **US** declined 5.4% in June to an annual rate of 3.9mn. Economists had expected it to increase by 2.9%. There has been a slow shift from a seller's market to a buyer's market, as Homes are sitting on the market a bit longer, and sellers are receiving fewer offers. (Source: Reuters)
- Home growth price in the **US** is likely to moderate after being stronger than expected in Q2-24 due to a mix of increasing supply, affordability constrained demand. The growth is likely to end 2024 and 2025 at annual rates of 6.1% and 3.0%. (Source: RTT News)
- Eurozone** consumer confidence index rose to -13.0 in July, from -14.0 in June, marking the highest reading since February 2022. It strengthened for a sixth month in a row as households look forward for interest rate cut from the ECB. (Source: RTT News)
- Japan's** manufacturing PMI fell to 49.2 in July, meanwhile the services PMI improved to 53.9. The composite index however improved from 49.7 in June, to 52.6 in July. (Source: CNBC)
- Oil prices** fell 1.0% on rising expectations of ceasefire talks in Gaza and growing concerns about the demand in China.
- Gold prices** gained 0.5% driven by a drop in the US treasury yields.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	104.45	0.1	-1.3	3.1
Euro	1.09	-0.3	1.3	-1.7
Japanese Yen	155.59	-0.9	-3.3	10.3
Sterling Pound	1.29	-0.2	2.1	1.4
Chinese Yuan	7.29	-0.1	-0.1	2.3
Indian Rupee	83.70	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	48.36	-0.1	0.7	56.5

Corporate Calendar

Date	Company	Event
24-Jul	MARAFIQ	Eligibility of Cash Dividend
24-Jul	SARCO	EGM
28-Jul	GACO	EGM
28-Jul	MULKIA REIT	Eligibility of Cash Dividend
28-Jul	ASG	Start of offering
30-Jul	FIRST MILLS	Eligibility of Cash Dividend

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,216	0.9	4.6	3.9	8.2
Abu Dhabi (ADX)	9,234	-0.5	1.9	-3.6	18.5
Kuwait (KSE)	7,772	0.2	3.0	3.9	21.8
Qatar (QE)	10,140	0.2	1.7	-6.4	11.4
Oman (MSM)	4,649	0.4	-0.8	3.0	11.4
Bahrain (BSE)	1,980	-0.0	-2.3	0.4	7.6
Egypt (EGX30)	29,195	0.7	5.1	17.3	8.2

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	40,358	-0.1	3.2	7.1	23.1
Nasdaq	19,754	-0.3	0.4	17.4	34.8
S&P 500	5,556	-0.2	1.7	16.5	26.0
FTSE 100	8,167	-0.4	0.0	5.6	14.3
Germany DAX 30	18,558	0.8	1.8	10.8	16.4
France CAC 40	7,599	-0.3	1.6	0.7	13.2
Japan Nikkei 225	39,594	-0.0	0.0	18.3	25.4
Brazil IBOVESPA	126,590	-1.0	2.2	-5.7	9.3
Hong Kong Hang Seng	17,469	-0.9	-1.4	2.5	9.8
South Korea KOSPI	2,774	0.4	-0.8	4.5	16.3
China Shanghai Composite	2,915	-1.6	-1.8	-2.0	13.7
Australia ASX 200	7,971	0.5	2.6	5.0	19.7
India Sensex	80,429	-0.1	1.8	11.3	25.1
MSCI EM	1,087	0.1	0.1	6.2	15.7
MSCI World	3,581	-0.1	2.0	13.0	22.5

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	84.45	-0.2	-4.1	5.0
Brent Crude (\$/bbl)	81.01	-1.7	-6.2	5.2
Texas crude (\$/bbl)	76.96	-3.5	-5.6	7.4
Natural Gas (\$/mmbtu)	2.19	-2.8	-15.9	-18.9
Gold (\$/oz)	2,409.64	0.5	3.6	16.8
Silver (\$/oz)	29.24	0.4	0.3	22.9
Steel (\$/ton)	655.00	-0.3	-2.8	-42.3
Iron Ore (CNY/MT)	794.00	-1.3	-4.1	-23.9
Wheat (\$/bu)	542.75	-1.0	-5.4	-17.3
Corn (\$/bu)	417.25	0.5	-0.8	-17.1
Sugar (\$/lb)	18.16	-0.8	-10.5	-11.5
SMP* (EUR/MT)	2,363.00	-0.2	-2.5	-8.3

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.81	5.8	-3.7	-10.1
KSA (SAIBOR 3M)	6.23	4.2	0.1	-0.1
KSA (SAIBOR 6M)	5.97	-0.3	-3.9	-10.3
KSA (SAIBOR 12M)	5.76	3.3	-10.5	-23.0
USA (SOFR 3M)	5.28	0.1	-4.0	-4.7
UAE (EIBOR 3M)	5.19	15.3	-10.4	-13.4

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of July 23, 2024



Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	12,106
Short-term view	Profit Booking
52 weeks high/low	12,883 – 10,262

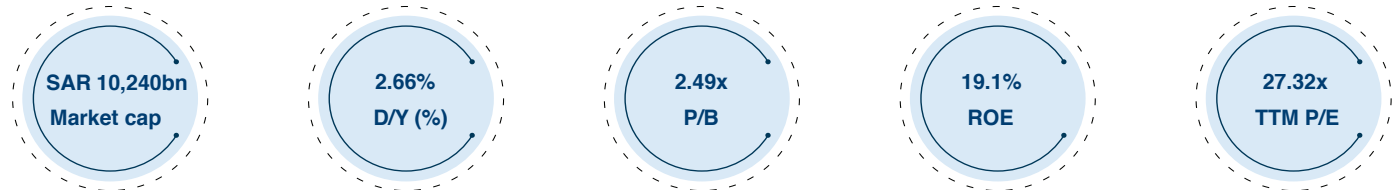
Market data

Exchange Market Cap. (SAR bn)	10,239.7
Value (SAR mn)	6,859.7
Volume (mn)	296.3
Number of Transactions	495,651
Market Breadth	55 : 173

Key statistics

1D return %	-0.57%
MTD return %	3.65%
QTD return	3.65%
YTD return	1.15%
ADT vol. 3M* (mn)	302.6
ADT val. 3M (SARmn)	7,624.0

*ADT stands for Average Daily Traded



Source: Bloomberg, Argam

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 23rd July 2024

TASI market commentary

- TASI experienced a decline on Tuesday; primarily driven by the performance of the Energy sector (down 1.03%) and the Telecommunication services sector (down 0.92%). At close, the Saudi market ended the day with a change of -0.57% at 12,106. In terms of activity, total volumes and value traded were ~296mn and ~SAR 6.9bn, respectively. The advance-decline ratio came in at 55/173.

Technical outlook

- TASI closed the last session near 12,106, recording a loss of 69 points. The index experienced a robust profit-booking attitude; resulting in the breach of its 5-day SMA around 12,160. TASI formed a long-bodied red candlestick validating the preceding Shooting Star candlestick and indicating a potential further profit booking sentiment in the near term. Moreover, the RSI indicator continued to exhibit a retracement after approaching the level of 70. TASI has an immediate support level of around 12,030. If breached, the subsequent support levels would be around 11,950 – 11,870. On the other hand, an immediate resistance level is observed around 12,160. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,190 – 12,235. The recent profit-booking sentiment witnessed in TASI resulted in a close below its 5-day SMA, suggesting the potential for further profit-booking attitude. Traders are advised to closely monitor the support level of the 10-day SMA around 12,030, as a successful breach could potentially trigger additional profit booking.

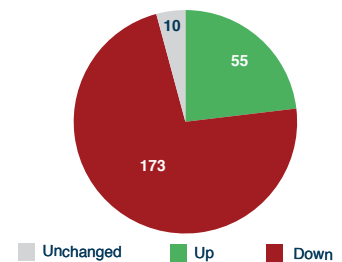
Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,870	11,950	12,030	12,160	12,190	12,235	12,330

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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