



Major Economic News

- Saudi Arabia is set to hire banks including Citigroup Inc., Goldman Sachs Group Inc. and HSBC Holdings Plc for a secondary share sale in **Aramco**, Bloomberg reported, citing people familiar with the matter as saying. The deal may raise about \$20 bn and rank among the biggest offerings in recent years, it added. (Source: Argaam)
- Saudi Arabia's non-oil exports** declined in November 2023 by 1%, or SAR 165.1 million, year-on-year (YoY) to around SAR 22.6 billion, preliminary data from the General Authority for Statistics (GASTAT) showed. On a month-on-month (MoM) basis, non-oil exports rose by 3%, or SAR 559.6 mn. (Source: Argaam)

Major Corporate News

- Etihad Etisalat Co.'s** (Mobily) board of directors recommended on Feb. 10 a 14.5% cash dividend for 2023, at SAR 1.45 per share. (Source: Tadawul)
- National Medical Care Company** announces that it has obtained an operating license from the Ministry of Health to expand the Care Medical Al-Malaz Hospital. So that the bed capacity of the entire hospital after the completion of the expansion will be 459 beds and 62 clinics. The rooms have been designed to serve various types of patients according to the highest internationally recognized standards. (Source: Tadawul)

Earnings update (Net Profit) (SAR mn)

Company	Q4-23	Q4-22	Y/Y %	Q3-23	Q/Q %
TANMIAH	26.4	123.3	-78.6%	17.2	53.8%

*NM indicates Not Meaningful

Market Analysis

The **Saudi Stock Exchange** increased 0.3% to 12,202.8. The value traded stood at SAR 9.3bn (down 13.8% over the previous day), while the advance-decline ratio stood at 110/108. The parallel market index decreased 1.1% to 25,449.7 points. The value traded stood at SAR 27.5mn (up 17.1% over the previous day). Most sectors in the main market ended in the green. Food & Beverages and Media (up 2.3% each) advanced the most, while Energy and Commercial Service (down 1.1% each) led the laggards.

Top Gainers

Company	Price	Change%
ATHEEB TELECOM	69.00	9.9
SAVOLA GROUP	49.00	6.2
NCLE	168.60	5.4
MEDGULF	14.80	5.1
MCDC	83.90	4.0

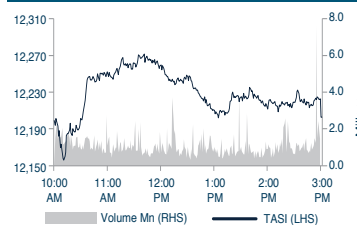
Top Losers

Company	Price	Change%
SAUDI GERMAN	126.80	-3.5
2P	30.35	-3.5
SABIC AGRI	128.80	-2.4
SAUDI CEMENT	47.00	-2.3
SINAD HOLDING	12.80	-2.3

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,203	12,275	12,150	0.3	2.0
NomuC	25,450	25,755	25,245	(1.1)	3.8

TASI movement during session



TASI Ratios

P/E* (x)	26.7
Price-to-Book (x)	2.4
Dividend Yield (%)	1.9
Return on Equity (%)	20.4

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,791	-1.1	-6.9	16.1
Materials	6,096	-0.8	-4.0	High
Capital Goods	11,461	0.1	15.4	37.7
Commercial Service	5,382	-1.1	-3.2	34.4
Transportation	7,118	-0.3	12.3	42.7
Consumer Durables	5,074	1.1	1.0	Neg
Consumer Services	5,358	0.8	8.4	37.5
Media	31,987	2.3	30.4	High
Consumer Discretionary Ret	8,584	-0.5	0.7	27.7
Consumer Staples Ret	10,409	-0.4	7.5	26.8
Food & Beverages	6,383	2.3	13.8	33
Healthcare	13,769	0.5	14.5	High
Pharma & Bio Tech	5,104	0.1	5.1	High
Banks	12,667	1.1	3.8	14.8
Financial Services	7,264	1.2	9.2	33.1
Insurance	8,729	0.3	3.0	23.4
Telecom	8,127	0.5	5.3	15.4
Utilities	9,770	-0.1	-1.7	19.5
REITs	3,614	0.2	-1.5	High
Real Estate	3,200	0.9	5.0	47.9
Software & Services	77,149	-0.7	12.5	47.8

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
12,086	12,064	12,074	8.42

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	0	0.00	0.00
Previous week	42.3	1,506.00	2,536.30

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	30.70	-1.1
Al Rajhi	89.50	1.8
SNB	41.15	-0.1
SABIC	79.10	-0.4
STC	42.00	0.1





International Market News

- **U.S. monthly consumer prices** rose less than initially thought in December, but the overall inflation revisions were mixed, and did not shift expectations on the timing of an anticipated interest rate cut from the Federal Reserve this year. The annual revisions published by the Labor Department on Friday also showed the consumer price index increasing slightly more than previously reported in October and November. (Source: Reuters)
- **Oil prices** settled higher on Friday, up about 6% on a week-on-week basis, as worries about supply from the Middle East mounted and as reining outages tightened refined products markets. Brent crude futures settled up 56 cents, or 0.7%, at \$82.19 a barrel. U.S. West Texas Intermediate crude futures settled up 62 cents or 0.8%, at \$76.84 a barrel. (Source: Reuters)
- **EU member states** and MEPs struck a preliminary deal on Saturday to ease the bloc's stringent fiscal rules, giving governments more time to reduce debt as well as incentives to boost public investments in climate, industrial policy and security. (Source: Reuters)
- The managing director of the **International Monetary Fund (IMF)**, Kristalina Georgieva, said on Sunday she was confident about the economic outlook despite uncertainties because the global economy has remained resilient. In a speech at the World Governments Summit in Dubai, Georgieva said the IMF would publish a paper on Monday that shows phasing out explicit energy subsidies could save \$336 billion in the Middle East. (Source: Reuters)
- The **Bank of Japan** said on Friday it will consider publishing new indices that shed more light on the degree to which labour costs are affecting inflation in the service sector, amid a growing focus on whether inflationary pressures are broadening. (Source: Reuters)

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	104.11	-0.1	0.8	2.7
Euro	1.08	0.1	-0.3	-2.3
Japanese Yen	149.29	-0.0	1.6	5.8
Sterling Pound	1.26	0.1	-0.5	-0.8
Chinese Yuan	7.22	0.0	0.4	1.3
Indian Rupee	83.03	0.1	-0.0	-0.2
UAE Dirham	3.67	-0.0	-0.0	0.0
Qatari Rial	3.65	0.0	0.0	0.1
Kuwaiti Dinar	0.31	-0.0	0.1	0.2
Omani Rial	0.39	-0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	-0.0	0.0
Egyptian Pound	30.89	-0.0	0.0	-0.1

Corporate Calendar

Date	Company	Event
11-Feb	ATAA	Cash dividend distribution
11-Feb	ALKHABEER REIT	Eligibility for cash dividend
11-Feb	ANB	Eligibility for cash dividend
12-Feb	SABIC	Eligibility for cash dividend
12-Feb	ALDAWAA	Eligibility for cash dividend
13-Feb	TAKWEEN	EGM

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,184	0.6	0.4	3.1	8.384
Abu Dhabi (ADX)	9,344	-0.2	-1.7	-2.4	26.475
Kuwait (KSE)	7,962	0.0	0.0	6.5	16.983
Qatar (QE)	9,961	-0.3	-1.3	-8.0	11.090
Oman (MSM)	4,547	0.0	-0.3	0.7	12.385
Bahrain (BSE)	2,068	0.2	0.1	4.9	8.120
Egypt (EGX30)	28,411	1.8	0.5	14.1	13.652

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	38,672	-0.1	1.4	2.6	22.1
Nasdaq	17,962	1.0	4.8	6.8	35.0
S&P 500	5,027	0.6	3.7	5.4	24.2
FTSE 100	7,573	-0.3	-0.8	-2.1	10.2
Germany DAX 30	16,927	-0.2	0.1	1.0	14.6
France CAC 40	7,648	-0.2	-0.1	1.4	13.5
Japan Nikkei 225	36,897	0.1	1.7	10.3	26.5
Russia MOEX	3,242	0.0	0.9	4.6	3.0
Hong Kong Hang Seng	15,747	-0.8	1.7	-7.6	8.3
South Korea KOSPI	2,620	0.0	4.9	-1.3	18.3
China Shanghai Composite	2,866	0.0	2.8	-3.7	13.2
Australia ASX 200	7,645	0.1	-0.5	0.7	16.8
India Sensex	71,595	0.2	-0.2	-0.9	22.6
MSCI EM	996	-0.2	2.0	-2.8	14.9
MSCI World	3,281	0.5	2.4	3.5	20.8

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	83.06	2.9	-2.2	3.3
Brent Crude (\$/bbl)	82.19	0.7	0.6	6.7
Texas crude (\$/bbl)	76.84	0.8	1.3	7.2
Natural Gas (\$/mmbtu)	1.85	-3.7	-12.0	-20.6
Gold (\$/oz)	2,024.26	-0.5	-0.7	-1.9
Silver (\$/oz)	22.61	0.1	-1.5	-5.0
Steel (\$/ton)	945.00	0.0	-1.9	-16.7
Iron Ore (CNY/MT)	981.50	0.0	-6.9	-5.9
Wheat (\$/bu)	596.75	1.4	0.3	-5.0
Corn (\$/bu)	429.00	-1.0	-4.3	-9.0
Sugar (\$/lb)	23.30	0.4	0.2	14.1
SMP* (EUR/MT)	2,492.00	-1.7	-1.6	-3.3

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.88	0.3	-0.9	-3.7
KSA (SAIBOR 3M)	6.21	-8.0	-15.7	-2.2
KSA (SAIBOR 6M)	5.99	-2.5	-0.7	-8.7
KSA (SAIBOR 12M)	5.93	-0.1	-0.4	-6.0
USA (SOFR 3M)	5.31	0.8	-0.6	-2.2
UAE (EIBOR 3M)	5.28	-13.6	4.4	-4.6

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of February 9, 2024





Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	12,203
Short-term view	Cautious Buy
52 weeks high/low	12,344 – 9,931

Market data	
Exchange Market Cap. (SAR bn)	10,802.9
Value (SAR mn)	9,341.6
Volume (mn)	345.7
Number of Transactions	557,333
Market Breadth	110 : 108

Key statistics	
1D return %	0.30%
MTD return %	3.44%
QTD return	1.97%
YTD return	1.97%
ADT vol. 3M* (mn)	289.6
ADT val. 3M (SARmn)	7,058.9

*ADT stands for Average Daily Traded

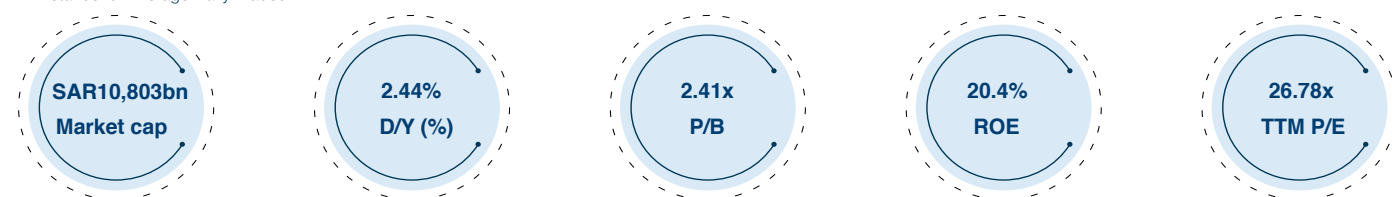
TASI market commentary

- TASI experienced a rise on Thursday; primarily driven by the performance of the Banks sector (up 1.13%) and the Telecommunication services sector (up 0.47%). At close, the Saudi market ended the day with a change of 0.30% at 12,203. In terms of activity, total volumes and value traded were ~346mn and ~SAR 9.3bn, respectively. The advance-decline ratio came in at 110/108.

Technical outlook

- TASI closed near 12,203, marking a gain of 37 points. As expected, the index continued rising; driven by speculative attitudes after surpassing its 20-day SMA, and approached the upper boundary of the recent sideways movement around 12,280. Nevertheless, TASI formed a Shooting star candlestick, which needs a following bearish candlestick's pattern to indicate possible further profit booking attitude. Moreover, the RSI indicator started to penetrate a declining trendline, which is a leading indication of a potential further bullish speculative sentiment in the market. TASI has an immediate resistance level near 12,280. If successfully surpassed, the following resistance level would be around 12,345, followed by 12,500. On the other hand, an immediate support level is observed near 12,070. If breached, the subsequent support would be around 12,000, followed by 11,930. Traders are advised to cautiously buy and closely monitor the significant resistance level around 12,280.

Key price levels						
S3	S2	S1	Pivot	R1	R2	R3
11,930	12,000	12,070	12,200	12,280	12,345	12,500



Source: Bloomberg, Argam

TASI daily chart

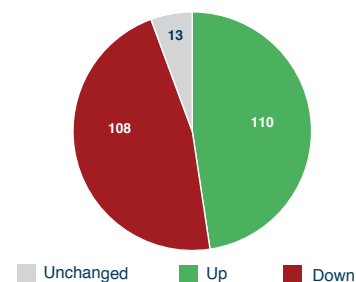


Source: Tradingview, Aljazira Capital

Our view



Market depth



SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	Close*	Buy range	Sell range	Stop loss
1810	Seera Group Holding	29.35	29.30 – 29.35	29.65 – 30.10	29.05
1150	Alinma Bank	43.15	43.05 – 43.15	43.55 – 44.10	42.70
4141	Al-Omran Industries & Trading Co.	45.40	45.30 – 45.40	45.85 – 46.80	44.95
2083	The Power and Water Utility Company for Jubail and Yanbu	67.30	67.10 – 67.30	68.00 – 69.00	66.60
8020	Malath Cooperative Insurance Company	18.22	18.18 – 18.22	18.40 – 18.66	18.02
8100	Saudi Arabian Cooperative Insurance Company	15.90	15.86 – 15.90	16.06 – 16.30	15.72

*As of 8th Feb 2024

* Note – Stop loss is based on an intraday basis

CHARTS OF THE DAY

Technical observations

SEERA has just penetrated a declining trendline as well as its 10-day SMA. Moreover, all the technical indicators show bullish structure.

Seera Group Holding (SEERA)



Technical observations

Alinma has penetrated a declining trendline as well as the level of the last minor peak. Moreover, all the technical indicators show bullish structure

Alinma Bank (Alinma)



Head of Sell-Side Research

Jassim Al-Jubran

+966 11 2256248

j.aljabran@aljaziracapital.com.sa

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.

Disclaimer

The purpose of producing this report is to present a general view on the company/economic sector/economic subject under research, and not to recommend a buy/sell/hold for any security or any other assets. Based on that, this report does not take into consideration the specific financial position of every investor and/or his/her risk appetite in relation to investing in the security or any other assets, and hence, may not be suitable for all clients depending on their financial position and their ability and willingness to undertake risks. It is advised that every potential investor seek professional advice from several sources concerning investment decision and should study the impact of such decisions on his/her financial/legal/tax position and other concerns before getting into such investments or liquidate them partially or fully. The market of stocks, bonds, macroeconomic or microeconomic variables are of a volatile nature and could witness sudden changes without any prior warning, therefore, the investor in securities or other assets might face some unexpected risks and fluctuations. All the information, views and expectations and fair values or target prices contained in this report have been compiled or arrived at by Al-Jazira Capital from sources believed to be reliable, but Al-Jazira Capital has not independently verified the contents obtained from these sources and such information may be condensed or incomplete. Accordingly, no representation or warranty, express or implied, is made as to, and no reliance should be placed on the fairness, accuracy, completeness or correctness of the information and opinions contained in this report. Al-Jazira Capital shall not be liable for any loss as that may arise from the use of this report or its contents or otherwise arising in connection therewith. The past performance of any investment is not an indicator of future performance. Any financial projections, fair value estimates or price targets and statements regarding future prospects contained in this document may not be realized. The value of the security or any other assets or the return from them might increase or decrease. Any change in currency rates may have a positive or negative impact on the value/return on the stock or securities mentioned in the report. The investor might get an amount less than the amount invested in some cases. Some stocks or securities maybe, by nature, of low volume/trades or may become like that unexpectedly in special circumstances and this might increase the risk on the investor. Some fees might be levied on some investments in securities. This report has been written by professional employees in Al-Jazira Capital, and they undertake that neither them, nor their wives or children hold positions directly in any listed shares or securities contained in this report during the time of publication of this report, however, The authors and/or their wives/children of this document may own securities in funds open to the public that invest in the securities mentioned in this document as part of a diversified portfolio over which they have no discretion. This report has been produced independently and separately by the Research Division at Al-Jazira Capital and no party (in-house or outside) who might have interest whether direct or indirect have seen the contents of this report before its publishing, except for those whom corporate positions allow them to do so, and/or third-party persons/institutions who signed a non-disclosure agreement with Al-Jazira Capital. Funds managed by Al-Jazira Capital and its subsidiaries for third parties may own the securities that are the subject of this document. Al-Jazira Capital or its subsidiaries may own securities in one or more of the aforementioned companies, and/or indirectly through funds managed by third parties. The Investment Banking division of Al-Jazira Capital maybe in the process of soliciting or executing fee earning mandates for companies that is either the subject of this document or is mentioned in this document. One or more of Al-Jazira Capital board members or executive managers could be also a board member or member of the executive management at the company or companies mentioned in this report, or their associated companies. No part of this report may be reproduced whether inside or outside the Kingdom of Saudi Arabia without the written permission of Al-Jazira Capital. Persons who receive this report should make themselves aware, of and adhere to, any such restrictions. By accepting this report, the recipient agrees to be bound by the foregoing limitations.

Asset Management | Brokerage | Investment Banking | Custody | Advisory

Head Office: King Fahad Road, P.O. Box: 20438, Riyadh 11455, Saudi Arabia, Tel: 011 2256000 - Fax: 011 2256068