



Major Economic News

- The **Ministry of Municipal**, Rural Affairs launched a platform to enhance the urban landscape in the Kingdom's cities and governorates. This platform aims to detect visual pollution through road-roaming cameras, which are analyzed with AI technologies to pin-out visual pollution data. (Source: Argaam)
- Mayor of Riyadh**, is confident that Riyadh will astonish the world with its mega projects that will serve as a global model in all fields. Riyadh is currently working on a comprehensive transformation path with a clear strategy that stems from the ambitions which are leading a major movement in Riyadh. (Source: Argaam)

Major Corporate News

- Bawan's** unit agreed to purchase entire shares of Maaly Holding in United Transformers and United Technology of Electric Substations and Switchgears for a total value of SAR 20mn. The full price will be paid after Bawan shareholders approve the transaction. (Source: Argaam)
- GAS Arabian Services** wins a contract by Yamama Cement for procurement of metering skids, pressure reduction station and construction of gas pipelines at a total value of SAR 35.3mn. The contract covers procurement, construction of gas pipeline and fuel supply for Yamama Cement's new factory. (Source: Argaam)
- Aramco CEO** said that the capital expenditure allocated for increasing production capacity will go to expanding gas, liquids and chemicals. (Source: Argaam)

Earnings update (Net Profit) (SAR mn)

Company	Q4-23	Q4-22	Y/Y %	Q3-23	Q/Q %
YSCC	52.8	134.2	-60.7	40.8	29.4
RIBL	1,954.6	2,027.8	-3.6	2,089.4	-6.5

Market Analysis

The **Saudi Stock Exchange** increased 0.7% to 12,295.9. The value traded stood at SAR 11.0bn (up 39.8% over the previous day), while the advance-decline ratio stood at 96/125. The parallel market index was flat at 25,305.5 points. The value traded stood at SAR 30.8mn (up 20.0% over the previous day). Most sectors in the main market ended in the green. Pharma & Biotech and Software & Services (up 6.6% and 3.6%, respectively) advanced the most, while Diversified Financials and Consumer Durables (down 1.3% and 1.2%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
JAMJOOM PHARMA	155.60	9.9
ATHEEB TELECOM	83.40	9.9
SALAMA	24.70	9.7
JABAL OMAR	25.95	6.1
SGS	42.75	5.7

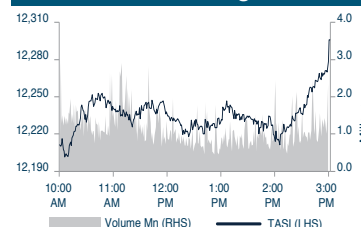
Top Losers

Company	Price	Change%
SADAFCO	360.00	-7.5
CHEMICAL	5.47	-5.9
TAKWEEN	19.60	-4.5
AMIANIT	69.10	-4.4
APC	154.60	-4.1

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,296	12,296	12,195	0.7	2.7
NomuC	25,305	25,384	25,151	0.0	3.2

TASI movement during session



TASI Ratios

P/E* (x)	27
Price-to-Book (x)	2.4
Dividend Yield (%)	1.8
Return on Equity (%)	20.4

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,829	1.4	-6.2	16.2
Materials	6,203	1.2	-2.4	High
Capital Goods	11,781	0.0	18.6	38.9
Commercial Service	5,551	2.7	-0.1	35.5
Transportation	7,323	0.4	15.5	45
Consumer Durables	4,962	-1.2	-1.2	Neg
Consumer Services	5,405	0.3	9.4	37.6
Media	32,273	1.6	31.6	High
Consumer Discretionary Ret	8,577	0.1	0.6	27.7
Consumer Staples Ret	10,336	-0.6	6.8	26.6
Food & Beverages	6,283	-0.7	12.0	32.5
Healthcare	13,565	-0.1	12.8	High
Pharma & Bio Tech	5,590	6.6	15.1	High
Banks	12,711	0.1	4.2	14.9
Financial Services	7,151	-1.3	7.5	32.7
Insurance	8,730	-0.7	3.0	23.4
Telecom	8,090	0.5	4.8	15.2
Utilities	10,017	2.4	0.8	20
REITs	3,604	-0.2	-1.7	High
Real Estate	3,301	2.0	8.3	49.2
Software & Services	79,587	3.6	16.1	49.3

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
12,189	12,063	12,090	8.68

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	18.9	0.70	0.00
Previous week	42.3	1,506.00	2,536.30

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	30.90	1.5
Al Rajhi	89.80	-0.1
SNB	41.45	1.1
SABIC	80.00	0.6
STC	41.20	-0.2



International Market News

- The **US federal** budget deficit fell sharply in January to USD 22bn as receipts hit a record, partly because tax refunds fell after the IRS cleared a backlog of pandemic-delayed tax refunds. The deficit last month was USD 17bn and has increased 29.4% M/M. (Source: Reuters)
- Rating agency Fitch gave a warning to **Britain**, urging the country's government to keep a tight rein on spending at its upcoming budget or risk another downgrade. Fitch has an AA-grade and a negative outlook on its UK rating and is awaiting the budget in March 2024. (Source: Investing.com)
- New bank loans in **China** increased more than expected to an all-time high in January. This was as the central bank moved to shore up the sputtering economy, reinforcing expectations for more stimulus in the coming months. The policymakers will be rolling out various measures to support the weaker-than-expected post-COVID recovery, amid a deep property crisis. (Source: Reuters)
- Oil prices** were flat as uncertainty about the pace of potential US interest rate cuts and the impact on fuel demand offset worries about Middle East tensions that could disrupt supply.
- Gold prices** fell 0.1% as the high-for-longer rate narrative from the US federal reserve exerts some selling pressure.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	104.17	0.1	0.9	2.8
Euro	1.08	-0.1	-0.4	-2.4
Japanese Yen	149.35	0.0	1.7	5.9
Sterling Pound	1.26	0.0	-0.5	-0.8
Chinese Yuan	7.22	-0.0	0.4	1.3
Indian Rupee	83.00	-0.0	-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	30.90	0.0	0.1	-0.0

Corporate Calendar

Date	Company	Event
13-Feb	TAKWEEN	EGM
13-Feb	ALDAWAA	EGM
13-Feb	JADWA REIT	Eligibility for cash dividend
13-Feb	MEFIC REIT	Eligibility for cash dividend
13-Feb	ALKHABEER INCOME	Eligibility for cash dividend
15-Feb	SEDCO CAPITAL REIT	Cash Dividend Distribution

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,211	0.6	1.0	3.7	8.4
Abu Dhabi (ADX)	9,324	-0.2	-1.9	-2.6	18.3
Kuwait (KSE)	8,080	0.3	1.5	8.1	17.2
Qatar (QE)	10,093	0.5	0.0	-6.8	11.5
Oman (MSM)	4,563	0.0	0.0	1.1	12.4
Bahrain (BSE)	2,077	0.2	0.5	5.4	7.8
Egypt (EGX30)	28,495	1.0	0.8	14.5	13.7

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	38,797	0.3	1.7	2.9	22.2
Nasdaq	17,883	-0.4	4.3	6.3	34.9
S&P 500	5,022	-0.1	3.6	5.3	24.2
FTSE 100	7,574	0.0	-0.7	-2.1	10.2
Germany DAX 30	17,037	0.7	0.8	1.7	14.7
France CAC 40	7,690	0.6	0.4	1.9	13.5
Japan Nikkei 225	36,897	0.0	1.7	10.3	26.5
Russia MOEX	3,249	0.2	1.1	4.8	3.0
Hong Kong Hang Seng	15,747	0.0	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	7,615	-0.4	-0.9	0.3	16.8
India Sensex	71,072	-0.7	-0.9	-1.6	22.4
MSCI EM	996	0.1	2.1	-2.7	14.9
MSCI World	3,281	-0.0	2.4	3.5	20.9

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	83.21	0.2	-2.0	3.5
Brent Crude (\$/bbl)	82.00	-0.2	0.4	6.4
Texas crude (\$/bbl)	76.92	0.1	1.4	7.4
Natural Gas (\$/mmbtu)	1.77	-4.3	-15.8	-24.0
Gold (\$/oz)	2,020.05	-0.2	-1.0	-2.1
Silver (\$/oz)	22.70	0.4	-1.1	-4.6
Steel (\$/ton)	933.00	-1.3	-3.1	-17.8
Iron Ore (CNY/MT)	981.50	0.0	-6.9	-5.9
Wheat (\$/bu)	597.50	0.1	0.4	-4.9
Corn (\$/bu)	430.50	0.3	-4.0	-8.6
Sugar (\$/lb)	22.84	-2.0	-1.8	11.9
SMP* (EUR/MT)	2,495.00	0.1	-1.5	-3.2

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.89	-0.7	0.2	-2.7
KSA (SAIBOR 3M)	6.23	3.5	-14.1	-0.6
KSA (SAIBOR 6M)	5.98	-0.5	-1.6	-9.7
KSA (SAIBOR 12M)	5.94	2.4	0.6	-5.0
USA (SOFR 3M)	5.31	-0.3	-0.9	-2.5
UAE (EIBOR 3M)	5.40	11.8	16.2	7.2

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of February 12, 2024



Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	12,296
Short-term view	Buy
52 weeks high/low	12,344 – 9,931

Market data	
Exchange Market Cap. (SAR bn)	10,880.7
Value (SAR mn)	11,045.1
Volume (mn)	378.0
Number of Transactions	640,331
Market Breadth	96 : 125

Key statistics	
1D return %	0.71%
MTD return %	4.23%
QTD return	2.75%
YTD return	2.75%
ADT vol. 3M* (mn)	291.4
ADT val. 3M (SARmn)	7,180.3

*ADT stands for Average Daily Traded

TASI market commentary

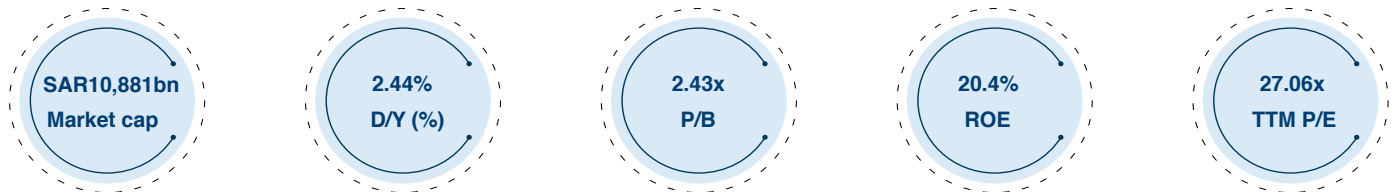
TASI experienced a rise on Monday; primarily driven by the performance of the Energy sector (up 1.43%) and the Materials sector (up 1.18%). At close, the Saudi market ended the day with a change of 0.71% at 12,296. In terms of activity, total volumes and value traded were ~378mn and ~SAR 11.1bn, respectively. The advance-decline ratio came in at 96/125.

Technical outlook

TASI closed near 12,296, recording a substantial gain of 87 points. The index experienced a powerful buying attitude propelling it higher. Currently, it started to penetrate the upper boundary of the declining channel around 12,280 which suggests upside targets near 12,500 followed by 12,700. Moreover, TASI formed a Marubozu candlestick, indicating a potential resumption of the prevailing buying attitude. Furthermore, the RSI indicator continued its upward movement after penetrating a declining trendline, confirming the bullish sentiment in the market. TASI has an immediate resistance level near 12,345. If successfully surpassed, the following resistance level would be around 12,500, followed by 12,700. On the other hand, an immediate support level is observed near 12,190. If breached, the subsequent support would be around 12,090, followed by 11,930. Traders are advised to consider buying opportunities and closely monitor the significant resistance level around 12,500.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,930	12,090	12,190	12,280	12,345	12,500	12,700



Source: Bloomberg, Argaam

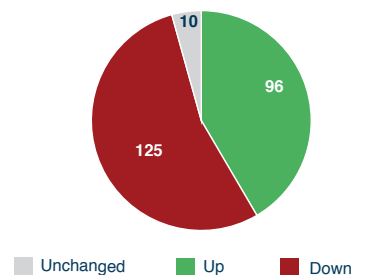
TASI daily chart



Our view



Market depth



Source: Tradingview, Aljazira Capital



SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	Close*	Buy range	Sell range	Stop loss
2060	National Industrialization Co.	12.30	12.28 – 12.30	12.42 – 12.64	12.16
2082	ACWA Power Company	250.00	249.40 – 250.00	252.40 – 258.00	247.20
8150	Allied Cooperative Insurance Group	14.24	14.20 – 14.24	14.38 – 14.58	14.10
4240	Fawaz Abdulaziz Alhokair Co.	17.38	17.34 – 17.38	17.54 – 17.74	17.20
2040	Saudi Ceramic Co.	27.75	27.70 – 27.75	28.00 – 28.45	27.45
1214	Al Hassan Ghazi Ibrahim Shaker Co.	32.85	32.75 – 32.85	33.15 – 34.35	32.50

*As of 12th Feb 2024

* Note – Stop loss is based on an intraday basis

CHARTS OF THE DAY

Technical observations

TASNEE has just penetrated the level of the prior peak as well as its 100-day EMA. Moreover, all the technical indicators show bullish structure.



Source: Tradingview, Aljazira Capital

Technical observations

ACWA Power has penetrated a declining trendline as well as its 20-day SMA. Moreover, all the technical indicators show bullish structure.



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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