



## Domestic Market News

- **Saudi Arabia** posted a **trade surplus** of SAR 20.8bn in October. Total exports were down 11.0% Y/Y to about SAR 92.8bn. Moreover, imports fell by 4.0% Y/Y to SAR 72.0bn during the same month. (Source: Argaam)
- **The Arabian Gulf Cup Football Federation** approved Saudi Arabia as the host of Gulf Cup 27 in September 2026. (Source: Argaam)
- **Demand for office space in Riyadh** remained strong in Q3-24, with vacancy rates for both Class A and Class B properties continuing to decline, according to Jones Lang LaSalle's recent report. The rents for Class A office spaces in Riyadh experienced a significant increase of 20.8% Y/Y, reaching SAR 2,131 per sq.m. annually. (Source: Argaam)
- **CMA** approved the application received from Derayah Financial Co. to float 49.9mn shares or 20.0% of capital. (Source: Argaam)
- **Al Moammar Information Systems Co.** announced that it was awarded two projects with the Ministry of Health, at a total value of SAR 101.8mn. (Source: Tadawul)
- **Leejam Sports Co.'s** board of directors approved the resignation of CEO Adnan Al-Khalaf. His resignation will take effect upon the expiry of his post on February 12, 2025. The board appointed Abdulelah Al-Nemr as the new CEO. (Source: Tadawul)
- **Equipment House** signed a contract for the maintenance and repair of medical devices and equipment for five hospitals under the umbrella of Aseer's General Directorate of Health Affairs. (Source: Tadawul)

## Market Analysis

The **Saudi Stock Exchange** decreased 0.3% to 11,859.5 points. The value traded stood at SAR 2.8bn (up 0.3% over the previous day), while advance-decline ratio stood at 78/143. The parallel market index decreased 0.4% to 30,886.7 points. The value traded stood at SAR 50.4mn (up 26.9% over the previous day). Most of the sectors in the main market ended in red. Insurance and Pharma & Bio Tech (up 0.6% and 0.3%, respectively), increased the most, while Media and Capital Goods (down 3.0% and 1.4%, respectively) declined the most.

## Top Gainers

Company	Price	Change%
RASAN	79.50	7.6
MEDGULF	24.80	7.2
ZOUJAJ	55.20	4.2
UIHC	175.00	3.9
THEEB	73.30	3.2

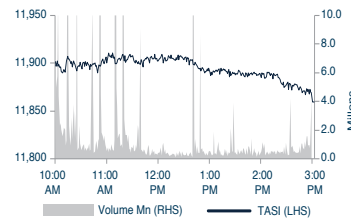
## Top Losers

Company	Price	Change%
SRMG	269.00	-3.9
ALBAHA	0.50	-3.9
RED SEA	58.40	-3.6
ASTRA INDUSTRIAL	179.80	-3.3
SIDC	29.10	-3.2

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,859	11,914	11,859	(0.3)	(1.5)
NomuC	30,887	31,055	30,775	(0.4)	25.9

## TASI movement during session



## TASI Ratios

P/E* (x)	23.6
Price-to-Book (x)	2.3
Dividend Yield (%)	2.8
Return on Equity (%)	18.7

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,289	-0.4	-15.1	16.6
Materials	5,513	0.0	-13.7	48.7
Capital Goods	14,909	-1.4	47.8	24.3
Commercial Service	4,846	-0.7	-13.1	36.5
Transportation	6,891	0.0	8.5	31
Consumer Durables	5,307	-0.2	6.6	Neg
Consumer Services	4,807	0.2	-3.4	40.2
Media	31,432	-3.0	28.0	High
Consumer Discretionary Ret	7,513	-0.1	-12.8	20.8
Consumer Staples Ret	8,347	-0.3	-14.6	21.1
Food & Beverages	5,962	-0.5	5.9	22.8
Healthcare	11,898	-0.2	-2.7	38.9
Pharma & Bio Tech	4,995	0.3	2.6	37.7
Banks	11,985	-0.3	-2.5	12.5
Financial Services	7,743	-0.6	15.0	30.1
Insurance	10,115	0.6	17.7	23.4
Telecom	7,868	0.2	1.3	15.1
Utilities	13,395	-0.2	35.0	26.2
REITs	3,150	0.0	-14.1	26.2
Real Estate	3,540	-0.3	15.8	High
Software & Services	82,371	-0.2	20.1	39.5

## Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for December (bn)
11,893	11,942	11,952	5.26

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	18.5	2,518.10	1,920.60
Previous week	28.5	1,844.20	2,064.30

## Top Weighted Companies

Company	Price	Change%
Saudi Aramco	28.00	-0.4
Al Rajhi	91.90	-0.3
ACWA POWER	388.80	-0.4
SNB	33.15	-0.2
STC	40.15	-0.5





## International Market News

- According to **Baker Hughes**, North America's rig count declined to 684 in the week ended December 27 from 755 earlier. The rig count remained unchanged at 589 in the US and at 12 in the Gulf of Mexico. The rig count in Canada decreased to 95 from 166 earlier. (Source: Baker Hughes)
- US initial jobless claims** fell to 219,000 (consensus: 223,000), representing a drop of 1,000 from the previous week's level of 220,000. (Source: Reuters)
- China** will reduce import tariffs on ethane and certain recycled copper and aluminum raw materials from next year. The Ministry of Finance announced adjustments to various import tariff categories, effective January 01, 2025, aimed at increasing imports of high-quality products, expanding domestic demand and promoting high-level opening-up. (Source: Investing.com)
- Japan's industrial production** decreased a seasonally adjusted 2.3% M/M (consensus: 3.4% decline) in November, as against 2.8% increase in October. On a Y/Y basis, the decline in industrial production was 2.8% vs. a 1.4% rise a month ago. (Source: RTT news)
- Japan's housing starts** declined 1.8% Y/Y in November (consensus: decrease of 0.1%), slower than the 2.9% fall in the previous month. This was the seventh straight decreased. The seasonally adjusted annualized number of housings starts decreased to 775,000 in November from 779,000 in October. (Source: RTT news)
- Oil prices** rose 1.2% on Friday, due to a higher-than-expected drop in US crude oil inventories.
- Gold prices** fell 0.9%, as treasury yields increased due to the US Fed's shift toward a more hawkish stance.

## Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	108.00	-0.1	2.1	6.6
Euro	1.04	0.0	-1.4	-5.6
Japanese Yen	157.87	-0.1	5.4	11.9
Sterling Pound	1.26	0.4	-1.2	-1.2
Chinese Yuan	7.30	-0.0	0.7	2.4
Indian Rupee	85.54	0.3	1.2	2.8
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	0.3
Omani Rial	0.39	0.0	0.0	0.0
Bahraini Dinar	0.38	-0.0	0.1	0.1
Egyptian Pound	50.87	-0.0	2.6	64.6

## Corporate Calendar

Date	Company	Event
29-Dec	ZOUJAJ	Cash Dividend Distribution
30-Dec	TADCO	EGM
30-Dec	YCC	Cash Dividend Distribution
30-Dec	SAICO	EGM
30-Dec	MOLAN	EGM
31-Dec	EMAAR EC	EGM

EGM: Extra Ordinary Meeting\*

OGM: Ordinary General Meeting\*

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	5,130	0.3	5.8	26.4	9.9
Abu Dhabi (ADX)	9,328	-0.5	1.0	-2.6	16.7
Kuwait (KSE)	7,870	0.1	1.4	5.3	22.9
Qatar (QE)	10,413	-0.5	-0.0	-1.7	11.3
Oman (MSM)	4,468	-0.3	-2.1	-0.4	11.1
Bahrain (BSE)	1,986	0.0	-2.3	1.3	16.1
Egypt (EGX30)	29,958	-0.2	-0.9	21.3	6.2

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	42,992	-0.8	-4.3	14.1	23.5
Nasdaq	19,722	-1.5	2.6	31.4	41.5
S&P 500	5,971	-1.1	-1.0	25.2	26.9
FTSE 100	8,150	0.2	-1.7	5.4	13.0
Germany DAX 30	19,984	0.7	1.8	19.3	16.7
France CAC 40	7,355	1.0	1.7	-2.5	14.0
Japan Nikkei 225	40,281	1.8	5.4	20.4	19.7
Brazil IBOVESPA	120,269	-0.7	-4.3	-10.4	8.0
Hong Kong Hang Seng	20,090	-0.0	3.4	17.9	10.0
South Korea KOSPI	2,405	-1.0	-2.1	-9.4	11.4
China Shanghai Composite	3,400	0.1	2.2	14.3	16.5
Australia ASX 200	8,262	0.5	-2.1	8.8	21.1
India Sensex	78,699	0.3	-1.4	8.9	22.7
MSCI EM	1,083	-0.2	0.4	5.8	13.8
MSCI World	3,755	-0.6	-1.4	18.5	22.4

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	75.89	-0.2	2.9	-5.6
Brent Crude (\$/bbl)	74.17	1.2	1.7	-3.7
Texas crude (\$/bbl)	70.60	1.4	3.8	-1.5
Natural Gas (\$/mmbtu)	3.38	1.9	5.6	-8.2
Gold (\$/oz)	2,621.40	-0.5	-0.8	27.1
Silver (\$/oz)	29.39	-1.4	-4.0	23.5
Steel (\$/ton)	730.00	1.4	4.3	-35.7
Iron Ore (CNY/MT)	778.50	-1.1	-1.3	-25.4
Wheat (\$/bu)	546.50	1.0	-0.3	-19.5
Corn (\$/bu)	454.00	0.1	4.8	-11.7
Sugar (\$/lb)	19.37	0.6	-8.1	-6.5
SMP* (EUR/MT)	2,625.00	0.0	-1.6	1.9

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.53	-2.9	9.2	-38.4
KSA (SAIBOR 3M)	5.37	-26.3	-23.3	-86.2
KSA (SAIBOR 6M)	5.48	-0.5	-4.4	-59.4
KSA (SAIBOR 12M)	5.26	1.2	14.0	-73.9
USA (SOFR 3M)	4.33	0.4	-13.7	-100.3
UAE (EIBOR 3M)	4.28	2.3	-23.7	-104.4

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of Dec 27, 2024





## Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	11,860
Short-term view	Profit Booking
52 weeks high/low	12,883 – 10,262

## Market data

Exchange Market Cap. (SAR bn)	10,142.9
Value (SAR mn)	2,804.6
Volume (mn)	457.5
Number of Transactions	357,470
Market Breadth	78 : 143

## Key statistics

1D return %	-0.28%
MTD return %	1.87%
QTD return	-3.00%
YTD return	-0.90%
ADT vol. 3M* (mn)	612.8
ADT val. 3M (SARmn)	5,940.8

\*ADT stands for Average Daily Traded

## TASI market commentary

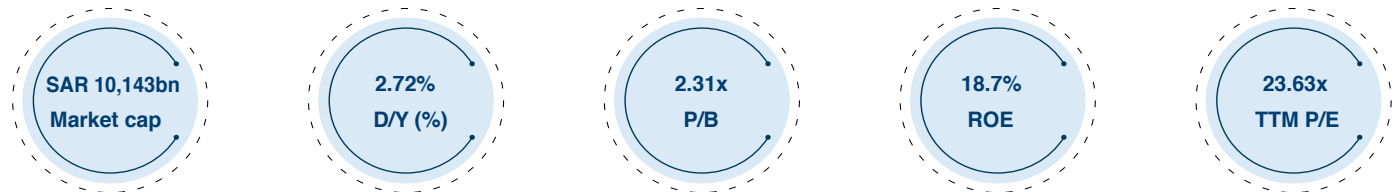
- TASI experienced a decline on Thursday; primarily driven by the performance of the Energy sector (down 0.36%) and the Banks sector (down 0.32%). At close, the Saudi market ended the day with a change of -0.28% at 11,860. In terms of activity, total volumes and value traded were ~457mn and ~SAR 2.8bn, respectively. The advance-decline ratio came in at 78/143.

## Technical outlook

- TASI closed the last session near 11,860, marking a decrease of 33 points. The persistent profit-taking attitude continued to drive the index downward maintaining trading below its important moving averages. TASI displayed a third consecutive red-bodied candlestick, indicative of a prevailing dominance of profit-taking sentiment in the market. Furthermore, the RSI indicator continued its descent after retesting the 50 level. TASI has an immediate support level of around 11,830. If breached, the subsequent support levels would be around 11,725 – 11,590. On the other hand, an immediate resistance level is seen around 11,950. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,100 – 12,220. Traders are advised to keep trading cautiously and closely monitor the significant support level of the 61.8% Fibonacci level near 11,830, as breaking this level could trigger a further profit-taking sentiment.

## Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,590	11,725	11,830	11,890	11,950	12,100	12,220



Source: Bloomberg, Argaam

## TASI daily chart

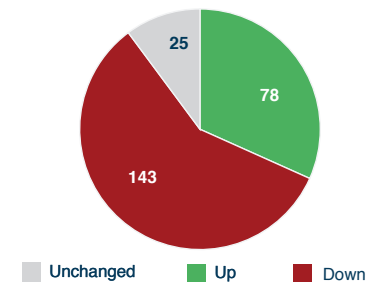


Source: Tradingview, Aljazira Capital

## Our view



## Market depth



## SAUDI MARKET - TOP PICKS FOR THE WEEK

Code	Company	Close*	Buy range	Sell range	Reward %	Stop loss
------	---------	--------	-----------	------------	----------	-----------

No stocks recommendations due to market volatility

\*As of 26<sup>th</sup> December 2024

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