



Domestic Market News

- Inbound visitors to **KSA** spent SAR 45bn in Q1-24, registering a 23% Y/Y increase. Meanwhile outbound spending was SAR 21bn, compared to SAR 20.2bn last year. (Source: Argaam)
- AMAK** announced the issuance of exploration license for manganese from the Ministry of Industry and Mineral Resources. The financial impact value and timing of this license will become clear after the completion of exploration. (Source: Tadawul)
- ALETIHAD** announced receipt of order from Saudi Iron & Steel to provide health insurance services for its employees. The contract value exceeded 5% of the company's gross written premiums for FY23. (Source: Tadawul)
- Almunajem** to establish a new limited liability company based in Riyadh, dedicated to providing integrated logistics services. This new entity will be a 100% owned subsidiary of Almunajem. (Source: Argaam)
- Al-Jouf** signed a contract to purchase fleet of transport vehicles from Sulaiman bin Saleh Al-Muhallib and Sons, for SAR 31.8mn. The financial impact is expected as of Q3-24, by increasing the market share and reducing transportation costs. (Source: Tadawul)
- Sumou** signed a contract with Jabeen to develop primary and secondary infrastructure works and construct 1,104 residential units for a total project value of SAR 1.3bn. The contract's duration is for 36 months, starting from the date of signing the contract. (Source: Tadawul)

Market Analysis

The **Saudi Stock Exchange** decreased by 0.4% to 11,606.1. The value traded stood at SAR 6.4bn (down 12.9% over the previous day), while the advance-decline ratio stood at 87/136. The parallel market index decreased 0.8% to 26,108.8 points. The value traded stood at SAR 32.9mn (down 10.4% over the previous day). Most of the sectors in the main market ended in red. Capital Goods and Media (up 1.1% and 0.9%, respectively) advanced the most, while Diversified Financials and Food & Beverages (down 2.2% and 1.7%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
LIVA	19.22	6.7
SMASCO	9.30	5.8
ALETIHAD	18.76	4.6
ADES	20.88	4.0
MEDGULF	27.40	3.4

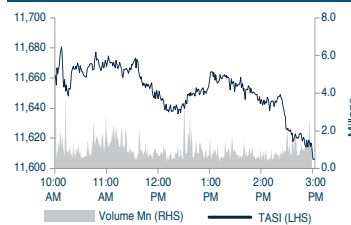
Top Losers

Company	Price	Change%
ANAAM HOLDING	1.16	-5.7
ANB	19.72	-4.1
TADAWUL GROUP	229.00	-3.8
SISCO HOLDING	37.30	-3.7
ALSAGR INSURANCE	17.04	-3.6

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,606	11,682	11,606	(0.4)	(3.6)
NomuC	26,109	26,391	25,982	(0.8)	6.4

TASI movement during session



TASI Ratios

P/E* (x)	26
Price-to-Book (x)	2.3
Dividend Yield (%)	2.8
Return on Equity (%)	19.1

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,307	0.2	-14.8	15.8
Materials	5,731	-0.1	-10.3	High
Capital Goods	12,748	1.1	26.4	28.2
Commercial Service	5,122	0.7	-8.2	37.3
Transportation	7,888	0.5	24.2	38.1
Consumer Durables	5,348	-0.4	7.4	Neg
Consumer Services	5,188	0.3	4.2	39.1
Media	28,332	0.9	15.4	47.9
Consumer Discretionary Ret	7,352	-0.6	-14.7	21.8
Consumer Staples Ret	9,155	-0.5	-6.3	21.9
Food & Beverages	5,989	-1.7	6.4	29.7
Healthcare	12,779	-0.3	4.5	45.1
Pharma & Bio Tech	4,673	-0.3	-4.0	44
Banks	11,363	-0.9	-7.5	12.8
Financial Services	7,487	-2.2	11.2	31.9
Insurance	10,869	0.3	26.5	26.6
Telecom	7,488	-1.2	-3.6	14.6
Utilities	12,253	-0.8	23.5	26.6
REITs	3,215	-0.1	-12.3	25
Real Estate	3,303	-0.5	8.1	39
Software & Services	69,071	-1.6	0.7	40

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for June (bn)
11,666	11,664	11,674	10.65

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	19	818.60	1,646.80
Previous week	33.1	1,347.00	2,548.90

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	28.05	0.2
Al Rajhi	79.60	-0.5
SNB	35.70	-1.2
ACWA POWER	345.00	-0.7
ALINMA	30.85	-0.5





International Market News

- According to **Fed** Jerome Powell, although the recent inflation data does suggest a disinflationary trend in the US economy, policymakers await for more evidence before they can cut interest rates. They intend to understand that the inflation levels being witnessed are the true reading of the underlying inflation. (Source: RTT News)
- Eurozone's** harmonized index of consumer prices posted a growth rate of 2.5% in June, slower than 2.6% in May. With this the Eurozone inflation softened as expected, but the services inflation showed no signs of easing, thereby lowering the scope for another interest rate cut by the ECB. (Source: Reuters)
- Eurozone's** jobless rate came in at 6.4% in May, which was unchanged from the April levels. There were 11.1mn unemployed people in May, while the jobless rate in people below 25-years was unchanged at 14.2%. (Source: Reuters)
- China's** services PMI eased to 51.2 in June, from 54.0 in May, marking the lowest reading since October-2023, but remaining in the expansionary territory for the 18th straight month. (Source: Reuters)
- Oil prices** fell 0.2% as fears faded that Hurricane Beryl would disrupt the supplies.
- Gold prices** fell 0.1% on Fed Chair's remarks on the US inflation, which emphasized need for more progress before rate cuts.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	105.72	-0.2	-0.1	4.3
Euro	1.07	0.0	0.3	-2.7
Japanese Yen	161.44	-0.0	0.3	14.5
Sterling Pound	1.27	0.3	0.3	-0.4
Chinese Yuan	7.31	0.0	0.1	2.5
Indian Rupee	83.50	0.1	0.1	0.4
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	-0.0	-0.2
Omani Rial	0.39	0.0	0.0	0.0
Bahraini Dinar	0.38	-0.0	0.0	0.0
Egyptian Pound	48.16	-0.2	0.3	55.8

Corporate Calendar

Date	Company	Event
3-Jul	IOUD	EGM
3-Jul	MAYAR	EGM
3-Jul	AME	Cash Dividend Distribution
4-Jul	NCLE	EGM
4-Jul	VIEW	Cash Dividend Distribution
4-Jul	SABIC AGRI	Eligibility of Cash Dividend

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,063	0.2	0.8	0.1	8.0
Abu Dhabi (ADX)	9,088	0.3	0.3	-5.1	18.2
Kuwait (KSE)	7,538	-0.0	-0.1	0.8	21.1
Qatar (QE)	10,006	-0.0	0.4	-7.6	11.3
Oman (MSM)	4,684	-0.3	-0.1	3.8	12.5
Bahrain (BSE)	2,016	-0.1	-0.5	2.2	8.5
Egypt (EGX30)	27,986	0.1	0.8	12.4	8.0

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	39,332	0.4	0.5	4.4	22.5
Nasdaq	20,012	1.0	1.7	18.9	35.3
S&P 500	5,509	0.6	0.9	15.5	25.8
FTSE 100	8,121	-0.6	-0.5	5.0	14.2
Germany DAX 30	18,164	-0.7	-0.4	8.4	16.0
France CAC 40	7,538	-0.3	0.8	-0.1	13.1
Japan Nikkei 225	40,075	1.1	1.2	19.8	25.7
Russia MOEX	3,123	0.0	-2.9	0.8	4.5
Hong Kong Hang Seng	17,769	0.3	0.3	4.2	9.9
South Korea KOSPI	2,781	-0.8	-0.6	4.7	16.4
China Shanghai Composite	2,997	0.1	1.0	0.7	14.1
Australia ASX 200	7,718	-0.4	-0.6	1.7	19.1
India Sensex	79,441	-0.0	0.5	10.0	24.8
MSCI EM	1,080	-0.7	-0.6	5.5	15.7
MSCI World	3,538	0.5	0.7	11.6	22.1

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	89.63	2.4	1.8	11.5
Brent Crude (\$/bbl)	86.24	-0.4	-0.2	11.9
Texas crude (\$/bbl)	82.81	-0.7	1.6	15.6
Natural Gas (\$/mmbtu)	2.44	-1.7	-6.4	-9.7
Gold (\$/oz)	2,329.46	-0.1	0.1	12.9
Silver (\$/oz)	29.53	0.3	1.3	24.1
Steel (\$/ton)	670.00	-0.6	-0.6	-41.0
Iron Ore (CNY/MT)	848.00	0.0	2.4	-18.7
Wheat (\$/bu)	581.00	-1.6	1.3	-11.5
Corn (\$/bu)	421.25	0.2	0.1	-16.3
Sugar (\$/lb)	20.61	1.9	1.5	0.4
SMP* (EUR/MT)	2,460.00	0.0	1.5	-4.5

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.85	2.6	-0.3	-6.6
KSA (SAIBOR 3M)	6.23	1.0	0.5	0.3
KSA (SAIBOR 6M)	6.00	-0.9	-1.0	-7.4
KSA (SAIBOR 12M)	5.87	-0.3	-0.1	-12.6
USA (SOFR 3M)	5.32	-0.3	-0.6	-1.3
UAE (EIBOR 3M)	5.31	2.4	0.8	-2.2

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of July 2, 2024



Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	11,606
Short-term view	Profit Booking
52 weeks high/low	12,883 – 10,262

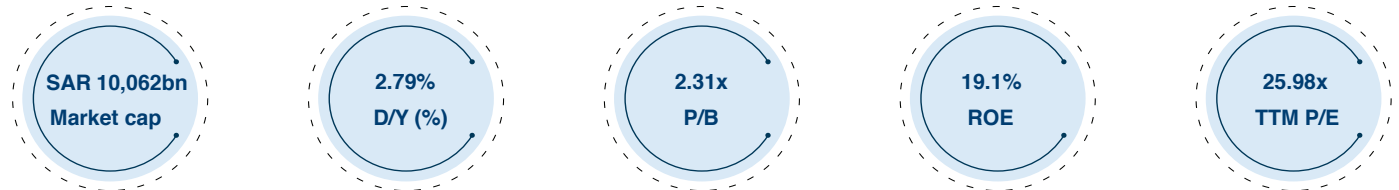
Market data

Exchange Market Cap. (SAR bn)	10,062.0
Value (SAR mn)	6,390.7
Volume (mn)	315.3
Number of Transactions	548,287
Market Breadth	87 : 136

Key statistics

1D return %	-0.45%
MTD return %	-0.63%
QTD return	-0.63%
YTD return	-3.02%
ADT vol. 3M* (mn)	321.9
ADT val. 3M (SARmn)	8,083.5

*ADT stands for Average Daily Traded



Source: Bloomberg, Argaam

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 02nd July 2024

TASI market commentary

- TASI experienced a decline on Tuesday; primarily driven by the performance of the Banks sector (down 0.88%) and the Telecommunication services sector (down 1.19%). At close, the Saudi market ended the day with a change of -0.45% at 11,606. In terms of activity, total volumes and value traded were ~315mn and ~SAR 6.4bn, respectively. The advance-decline ratio came in at 87/136.

Technical outlook

- TASI closed the last session near 11,606, marking a loss of 52 points. The index has recently experienced a profit-booking attitude, breaking the narrow range that encompassed seven consecutive sessions of lateral fluctuations. TASI formed a red candlestick indicating the profit booking sentiment and implying a potential further decline in the near term. Additionally, the RSI indicator is still moving laterally below the 50 level. TASI has an immediate support level of around 11,570. If breached, the subsequent support levels would be around 11,440 – 11,365. On the other hand, an immediate resistance level is observed around 11,640. If successfully surpassed, the subsequent resistance levels to watch for would be around 11,735 – 11,900. Considering the resurgence of profit-booking attitudes, suggesting a potential retest of the lower boundary of the prevailing short-term sideways movement around the previous bottom near 11,440, where traders are advised to closely monitor this significant support level.

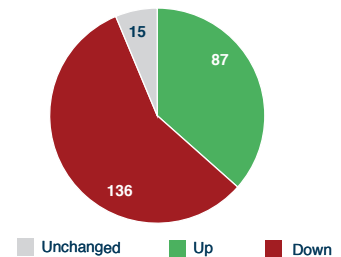
Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,365	11,440	11,570	11,640	11,735	11,900	12,000

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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