



Domestic Market News

- **KSA's** cybersecurity market is pegged at SAR 13.3bn, with 69% of it contributed by the private sector. The sector's contribution to GDP is just 0.4%. (Source: Argaam)
- **KSA's** ports rated 15th in Lloyd's list 2024 edition, up from 16th position in 2023. Ranking improved due to significant rank improvements in Jeddah Islamic Port and King Abdulaziz Port. (Source: Argaam)
- **Riyadh** municipality launched phase 1 of Riyadh project to create over 24K public parking spaces and manage 140K+ spaces in nearby residential areas. The project is a partnership between Remat Al-Riyadh and Solutions by STC. (Source: Argaam)
- **Saudi Electricity** signed USD 4bn International syndicated revolving credit facilities for 3 years, for financing general corporate purposes. (Source: Tadawul)
- **Neft Alsharq** signed contract worth SAR 12mn with Abdulaziz Ali Import and Export Corporation, for supplying engine oils to Ethiopia. The financial impact to be reflected over FY24-25. (Source: Tadawul)
- **Riyadh Development** signed an agreement with Riyadh Holding to establish a JV with total assets worth SAR 1.5bn, to own the assets and play the role of the main developer and operator of the markets in Qasr Al-Hukm area. (Source: Argaam)
- **SAPTCO** signed a 5 -year contract worth SAR 83.9mn with Tabuk Municipality, for operating public bus network in Tabuk. The financial impact to be reflected in Q2-25. (Source: Tadawul)

Market Analysis

The **Saudi Stock Exchange** increased 0.6% to 12,262.6. The value traded stood at SAR 8.0bn (up 5.1% over the previous day), while advance-decline ratio stood at 154/72. The parallel market index increased 0.4% to 26,690.4 points. The value traded stood at SAR 44.0mn (down 80.4% over the previous day). Most of the sectors in the main market ended in green. Telecom and Food & Beverages (up 5.9% and 2.3%, respectively) while Utilities and Transportation (down 0.7% and 0.6%, respectively) declined the most.

Top Gainers

Company	Price	Change%
STC	43.70	9.9
SAUDI RE	40.60	9.9
SASCO	78.90	6.5
SAVOLA GROUP	45.95	6.2
RIYAD REIT	7.33	6.2

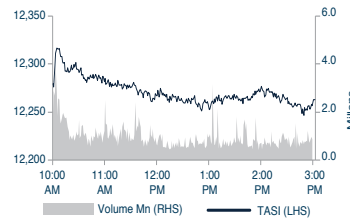
Top Losers

Company	Price	Change%
ALBAHA	0.12	-7.7
RAYDAN	28.20	-3.6
MIAHONA	33.85	-3.3
BUDGET SAUDI	94.00	-3.1
BUPA ARABIA	229.60	-2.1

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,263	12,320	12,245	0.6	1.9
NomuC	26,690	26,775	26,467	0.4	8.8

TASI movement during session



TASI Ratios

P/E* (x)	26.5
Price-to-Book (x)	2.5
Dividend Yield (%)	2.6
Return on Equity (%)	19.4

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,281	0.7	-15.2	15.8
Materials	5,709	0.6	-10.7	High
Capital Goods	13,248	0.4	31.4	27.5
Commercial Service	5,249	0.6	-5.9	40.5
Transportation	7,883	-0.6	24.1	36.6
Consumer Durables	5,310	1.2	6.6	Neg
Consumer Services	5,196	0.4	4.4	41.8
Media	31,181	0.4	27.0	48.5
Consumer Discretionary Ret	7,957	1.5	-7.6	22.5
Consumer Staples Ret	9,464	1.6	-3.2	23.5
Food & Beverages	6,056	2.3	7.6	28.6
Healthcare	13,360	0.5	9.3	44.3
Pharma & Bio Tech	5,208	-0.6	7.0	44.1
Banks	12,193	-0.1	-0.8	13.2
Financial Services	7,854	0.6	16.6	29.6
Insurance	11,590	-0.2	34.9	27.7
Telecom	8,251	5.9	6.2	16.1
Utilities	14,317	-0.7	44.3	29.8
REITs	3,324	1.4	-9.3	26.7
Real Estate	3,842	0.9	25.7	46
Software & Services	79,081	-0.1	15.3	42

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for August (bn)
12,154	12,005	11,925	7.26

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	8	297.90	484.40
Previous week	39.2	1,674.60	2,670.00

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.85	0.7
Al Rajhi	88.70	-0.2
SNB	36.85	-0.1
ACWA POWER	413.00	-1.0
ALINMA	32.40	0.3





International Market News

- **UK** consumer confidence held steady at -13 in August, the highest level since September 2021. The index showed a stark contrast between consumer views on personal finances and the broader economy (Source: Reuters)
- **Eurozone** inflation expectations for next year remained steady at 2.8% in July for the third consecutive month, after reaching a low in May not seen since September 2021. Meanwhile, the three-year inflation expectations rose by 0.1 percentage points to 2.4%. (Source: CNBC)
- **UK** manufacturers anticipate a moderate production increase in the three months to November after a decline in the three months to August, marking the first output drop since March. The order-book balance improved to -22% in August from -32% in July but remained below the long-term average of -13%. (Source: RTT News)
- **Eurozone's** HCOB composite output index rose to a three-month high of 51.2 in August, up from 50.2 in July, defying forecasts of a decline to 50.1. Private sector growth accelerated due to strong service sector activity, marking a faster output expansion after two months of slowing growth. (Source: Reuters)
- **China's** central bank rolled over maturing medium-term loans and injected cash through its requirements of liquidity, thereby underlining the market expectations for further easing as the economy struggles. (Source: Investing.com)
- **Japan's** Jibun Bank flash composite output index rose to 53.0 in August from 52.5 in July. Services PMI rose to 54.0 from 53.7, while the manufacturing PMI edged up to 49.5 from 49.1. Private sector growth accelerated in August, driven by faster services growth and slower contraction in manufacturing. (Source: RTT News)

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	100.72	0.0	-3.2	-0.6
Euro	1.12	0.0	3.4	1.4
Japanese Yen	144.37	0.0	-3.7	2.4
Sterling Pound	1.32	0.0	2.8	3.8
Chinese Yuan	7.12	0.0	-1.5	-0.1
Indian Rupee	83.90	0.0	0.2	0.8
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	-0.0	-0.6
Omani Rial	0.38	0.0	-0.0	-0.0
Bahraini Dinar	0.38	0.0	-0.0	-0.0
Egyptian Pound	48.78	0.0	0.5	57.8

Corporate Calendar

Date	Company	Event
26-Aug	BSF	Cash Dividend Distribution
26-Aug	ALRAJHI	Cash Dividend Distribution
26-Aug	JADWA REIT SAUDI	Eligibility of Cash Dividend
27-Aug	SIDC	EGM
28-Aug	RIYAD REIT	Eligibility of Cash Dividend
28-Aug	SAB	Cash Dividend Distribution

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,293	0.0	0.6	5.7	8.3
Abu Dhabi (ADX)	9,374	0.0	0.4	-2.1	17.0
Kuwait (KSE)	7,764	-0.5	-1.7	3.8	22.7
Qatar (QE)	10,105	-0.2	-0.5	-6.7	11.2
Oman (MSM)	4,688	0.3	0.6	3.8	12.1
Bahrain (BSE)	1,930	-0.5	-2.0	-2.1	7.3
Egypt (EGX30)	30,074	-0.2	2.4	20.8	7.3

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	41,175	0.0	0.8	9.2	23.0
Nasdaq	19,721	0.0	1.9	17.2	34.8
S&P 500	5,635	0.0	2.0	18.1	26.4
FTSE 100	8,328	0.0	-0.5	7.7	14.4
Germany DAX 30	18,633	0.0	0.7	11.2	15.4
France CAC 40	7,577	0.0	0.6	0.4	14.3
Japan Nikkei 225	38,364	0.0	-1.9	14.6	23.4
Brazil IBOVESPA	135,608	0.0	6.2	1.1	10.3
Hong Kong Hang Seng	17,612	0.0	1.5	3.3	9.8
South Korea KOSPI	2,702	0.0	-2.5	1.7	15.0
China Shanghai Composite	2,854	0.0	-2.9	-4.1	13.5
Australia ASX 200	8,024	0.0	-0.8	5.7	19.8
India Sensex	81,086	0.0	-0.8	12.2	24.6
MSCI EM	1,101	0.0	1.5	7.5	15.2
MSCI World	3,650	0.0	2.2	15.2	22.7

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	78.57	0.0	-4.3	-2.3
Brent Crude (\$/bbl)	79.02	0.0	-2.1	2.6
Texas crude (\$/bbl)	74.83	0.0	-4.0	4.4
Natural Gas (\$/mmbtu)	2.02	0.0	-0.7	-24.3
Gold (\$/oz)	2,512.59	0.0	2.7	21.8
Silver (\$/oz)	29.82	0.0	2.8	25.3
Steel (\$/ton)	672.00	0.0	-4.5	-40.8
Iron Ore (CNY/MT)	742.50	0.0	-2.8	-28.8
Wheat (\$/bu)	528.00	0.0	-4.3	-21.1
Corn (\$/bu)	391.00	0.0	-2.2	-22.3
Sugar (\$/lb)	18.39	0.0	-2.9	-10.4
SMP* (EUR/MT)	2,420.00	0.0	2.5	-6.1

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.92	3.9	14.2	0.5
KSA (SAIBOR 3M)	6.08	1.7	-11.8	-15.3
KSA (SAIBOR 6M)	5.87	-0.3	-8.5	-20.4
KSA (SAIBOR 12M)	5.60	2.2	-17.9	-39.9
USA (SOFR 3M)	5.08	0.0	-16.0	-25.1
UAE (EIBOR 3M)	5.02	0.0	-21.1	-30.8

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of Aug 25, 2024





Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	12,263
Short-term view	Cautious Buy
52 weeks high/low	12,883 – 10,262

Market data

Exchange Market Cap. (SAR bn)	10,237.4
Value (SAR mn)	7,950.9
Volume (mn)	297.9
Number of Transactions	484,383
Market Breadth	154 : 72

Key statistics

1D return %	0.56%
MTD return %	1.26%
QTD return	4.99%
YTD return	2.47%
ADT vol. 3M* (mn)	326.1
ADT val. 3M (SARmn)	7,909.6

*ADT stands for Average Daily Traded

TASI market commentary

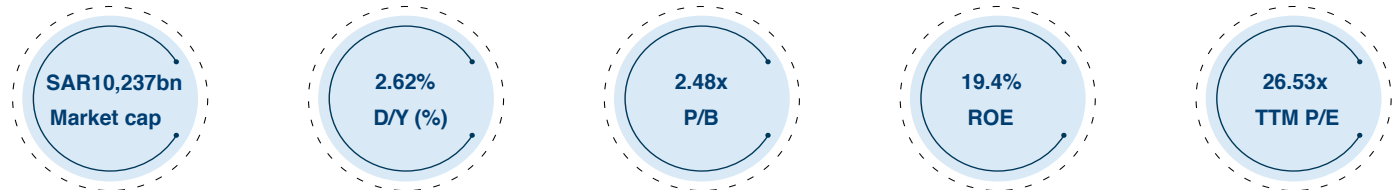
- TASI experienced a rise on Sunday; primarily driven by the performance of the Telecommunication services sector (up 5.86%) and the Energy sector (up 0.71%). At close, the Saudi market ended the day with a change of 0.56% at 12,263. In terms of activity, total volumes and value traded were ~298mn and ~SAR 8.0bn, respectively. The advance-decline ratio came in at 154/72.

Technical outlook

- TASI closed the last session near 12,263, registering a gain of 68 points. The index witnessed a ninth consecutive rising session, which started with an upward opening gap penetrating the resistance level of the prior peak of around 12,235. TASI formed a Doji Star candlestick at around the 61.8% Fibonacci level, which if followed by a subsequent bearish candlestick would indicate a possible temporary profit booking sentiment. Meanwhile, the RSI indicator is showing a negative divergence; indicating a potential near term weakness. TASI has an immediate support level of around 12,235. If breached, the subsequent support levels would be around 12,200 - 12,110. On the other hand, an immediate resistance level is observed around 12,320. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,400 – 12,550. TASI has encountered the resistance of the 61.8% Fibonacci level after penetrating the prior peak. Consequently, traders are advised to cautiously buy and closely monitor the support level of the previous peak around 12,235 as a breach below this level may trigger further temporary profit booking attitude.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
12,025	12,110	12,200	12,235	12,320	12,400	12,550



Source: Bloomberg, Argaam

TASI daily chart

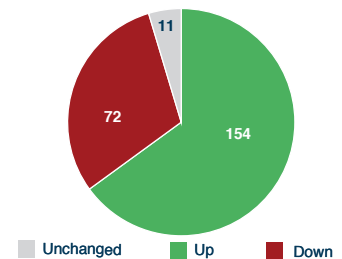


Source: Tradingview, Aljazira Capital

Our view



Market depth



SAUDI MARKET - TOP PICKS FOR THE WEEK

Code	Company	Close*	Buy range	Sell range	Reward %	Stop loss
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No stocks recommendations due to market volatility

*As of 25th August 2024

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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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