



## Domestic Market News

- **KSA's** per capita spending on insurance grew 30% to SAR 2,034 by end of 2023. Health insurance accounted for 59% of the total per capita spending, followed by general insurance with 37%. (Source: Argaam)
- **KSA's** trade surplus in August was SAR 28bn. The total exports were down 10% to SAR 92.8bn, while the imports too fell 4% to SAR 64.8bn. Oil exports fell by 16%, while non-oil exports grew 7%. (Source: Argaam)
- **KSA's** real estate price index grew 2.6% in Q3-24 to 102.5 points. A new method was adopted in Q3 to enhance the quality and transparency of real estate price data. (Source: Argaam)
- **Saudi Re** renewed reinsurance contract worth GBP 33.5mn with Probitas Corporate Capital. This contract is expected to have a positive financial impact from Q1-25. (Source: Tadawul)
- **Teco** decided to invest SAR 243.8mn in a closed private equity investment fund managed by SEDCO Capital. The fund aims to develop five-star hotel in Al Khobar city under the brand Fairmont. (Source: Tadawul)
- **Sure Global** renewed its credit facility agreement worth SAR 30mn from Arab National Bank, for financing current and future projects. (Source: Tadawul)

## Earnings update (Net Profit) (SAR mn)

Company	Q3-24	Q3-23	Y/Y %	Q2-24	Q/Q %
ZAIN KSA	150.0	70.0	114.28	105.0	42.86
LEEJAM	187.0	92.0	103.26	73.0	156.16
HB*	15.5	-42.5	NM	15.3	1.31
ACC	45.8	29.7	54.21	28.9	58.48

Source: Tadawul, Aljazeera Capital Research

## Market Analysis

The **Saudi Stock Exchange** decreased 0.1% to 12,053.2. The value traded stood at SAR 5.4bn (down 1.1% over the previous day), while advance-decline ratio stood at 106/111. The parallel market index decreased 0.4% to 26,802.7 points. The value traded stood at SAR 78.4mn (up 10.0% over the previous day). Most of the sectors in the main market ended in red. Telecom and Real Estate (up 1.1% and 0.7%, respectively), while Healthcare and Insurance (down 1.3% and 0.9%, respectively) declined the most.

## Top Gainers

Company	Price	Change%
RED SEA	70.30	8.3
ZAMIL INDUST	27.40	5.6
ALARABIA	178.40	4.3
ETIHAD ETISALAT	54.00	3.7
ALHOKAIR GROUP	2.88	3.6

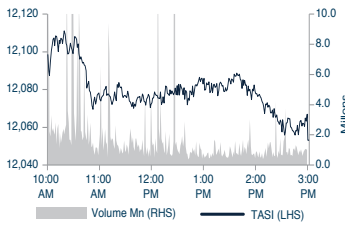
## Top Losers

Company	Price	Change%
ALBAHA	0.24	-7.7
SMASCO	8.31	-3.0
NAMA CHEMICALS	25.70	-3.0
MAHONA	27.55	-3.0
MBC GROUP	41.10	-2.8

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,053	12,114	12,053	(0.1)	0.1
NomuC	26,803	26,953	26,563	(0.4)	9.3

## TASI movement during session



## TASI Ratios

P/E* (x)	25.8
Price-to-Book (x)	2.4
Dividend Yield (%)	2.7
Return on Equity (%)	19.3

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,128	-0.1	-17.7	15.3
Materials	5,926	0.2	-7.3	High
Capital Goods	13,711	0.6	36.0	27.9
Commercial Service	5,019	-0.3	-10.0	38.4
Transportation	7,449	-0.8	17.3	34.5
Consumer Durables	5,308	0.0	6.6	Neg
Consumer Services	5,140	0.2	3.2	39.9
Media	33,889	0.0	38.0	48.6
Consumer Discretionary Ret	8,217	0.4	-4.6	23.3
Consumer Staples Ret	9,363	-0.3	-4.2	23.4
Food & Beverages	5,938	-0.6	5.5	28.6
Healthcare	12,436	-1.3	1.7	41.5
Pharma & Bio Tech	5,301	0.2	8.9	44.4
Banks	11,634	-0.5	-5.3	12.6
Financial Services	8,211	0.1	21.9	32.5
Insurance	10,307	-0.9	19.9	24.8
Telecom	8,213	1.1	5.7	15.8
Utilities	15,096	-0.1	52.1	31.2
REITs	3,258	-0.1	-11.1	27
Real Estate	3,773	0.7	23.4	45.9
Software & Services	77,232	1.3	12.6	41.5

## Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for October (bn)
11,973	11,971	11,981	6.34

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	10.9	1,501.90	832.90
Previous week	24.8	4,137.50	2,030.30

## Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.00	0.2
Al Rajhi	87.00	0.6
ACWA POWER	450.00	-0.3
SNB	34.15	-2.0
STC	42.50	0.1





## International Market News

- **US** treasury department announced the auction of USD 69bn worth of two-year notes and USD 70bn worth of five-year notes. The two-year note attracted below average demand, while average demand was attracted for the five-year notes. (Source: RTT News)
- **UK** business confidence index fell to 44%, marking the lowest score since June, as the businesses in the UK adopted a cautious stance ahead of the first budget presentation. Business confidence weakened for a second consecutive month but remained above the survey's long-term average of 29%. (Source: Reuters)
- **UK** retailers saw sales volumes decline in October as consumers hesitated to spend due to the uncertainty surrounding the new chancellor's budget. The retail sales volumes modestly declined in the year to October after marginal growth in September. (Source: Reuters)
- **Spain** retail sales climbed 4.1% Y/Y, following a 2.4% rise in August. This was the quickest growth since March 2023. Sales of non-food products advanced by 4.8%, while sales of food products rose by 3.3%. (Source: CNBC)
- **Japan's** unemployment rate came in at a seasonally adjusted 2.4% in September, below expectations for 2.5%. The jobs-to-applicant ratio was 1.24, while the participation rate was 63.5%. (Source: Reuters)
- **Oil prices** fell 6.1% due to strikes in the Middle East avoided oil and nuclear facilities, making the future disruption of energy supplies less likely.
- **Gold prices** fell 0.2% due to rising US treasury yields and awaiting for cues of US economic data.

## Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	104.32	0.1	3.5	2.9
Euro	1.08	0.1	-2.9	-2.1
Japanese Yen	153.29	0.6	6.7	8.7
Sterling Pound	1.30	0.1	-3.0	1.9
Chinese Yuan	7.14	0.2	2.0	0.3
Indian Rupee	84.08	-0.0	0.3	1.0
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.65	-0.0	0.0	0.0
Kuwaiti Dinar	0.31	0.1	0.5	-0.2
Omani Rial	0.38	0.0	-0.0	-0.0
Bahraini Dinar	0.38	-0.0	0.0	0.0
Egyptian Pound	48.70	-0.1	0.8	57.6

## Corporate Calendar

Date	Company	Event
30-Oct	GACO	EGM
31-Oct	OSOOL AND BAKHEET	EGM
31-Oct	ALMODAWAT	Eligibility of Cash Dividend
3-Nov	AMLAK	EGM
4-Nov	JABAL OMAR	EGM
4-Nov	HORIZON EDUCATIONAL	EGM

EGM: Extra Ordinary Meeting\*

OGM: Ordinary General Meeting\*

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,537	1.3	0.7	11.8	8.8
Abu Dhabi (ADX)	9,308	1.1	-1.2	-2.8	16.9
Kuwait (KSE)	7,610	0.2	-1.3	1.8	22.3
Qatar (QE)	10,504	0.0	-1.0	-3.0	11.5
Oman (MSM)	4,795	-0.3	1.8	6.2	12.8
Bahrain (BSE)	2,012	0.6	-0.0	2.1	7.9
Egypt (EGX30)	30,774	-0.1	-2.6	23.6	8.1

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	42,388	0.6	0.1	12.5	23.0
Nasdaq	20,351	-0.0	1.4	21.0	34.7
S&P 500	5,824	0.3	1.1	22.1	26.6
FTSE 100	8,286	0.4	0.6	7.1	14.6
Germany DAX 30	19,532	0.3	1.1	16.6	16.3
France CAC 40	7,557	0.8	-1.0	0.2	14.0
Japan Nikkei 225	38,606	1.8	1.8	15.4	23.2
Brazil IBOVESPA	131,213	1.0	-0.5	-2.2	9.9
Hong Kong Hang Seng	20,599	0.0	-2.5	20.8	11.0
South Korea KOSPI	2,612	1.1	0.7	-1.6	13.4
China Shanghai Composite	3,322	0.7	-0.4	11.7	16.0
Australia ASX 200	8,222	0.1	-0.6	8.3	21.1
India Sensex	80,005	0.8	-5.1	10.7	23.9
MSCI EM	1,138	0.3	-2.8	11.2	15.8
MSCI World	3,717	0.3	-0.2	17.3	23.0

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	72.87	-3.3	-2.4	-9.4
Brent Crude (\$/bbl)	71.42	-6.1	-0.5	-7.3
Texas crude (\$/bbl)	67.38	-6.1	-1.2	-6.0
Natural Gas (\$/mmbtu)	2.31	-9.8	-21.0	-25.3
Gold (\$/oz)	2,742.46	-0.2	4.1	32.9
Silver (\$/oz)	33.67	-0.1	8.1	41.5
Steel (\$/ton)	710.00	0.9	-3.4	-37.4
Iron Ore (CNY/MT)	789.00	2.5	-0.4	-24.4
Wheat (\$/bu)	558.75	-1.8	-4.3	-16.5
Corn (\$/bu)	410.75	-1.1	-3.3	-18.4
Sugar (\$/lb)	21.96	-0.8	-2.3	6.0
SMP* (EUR/MT)	2,500.00	0.0	-4.8	-3.0

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.46	4.0	-4.2	-45.1
KSA (SAIBOR 3M)	5.71	10.3	13.3	-52.7
KSA (SAIBOR 6M)	5.47	0.8	-2.1	-61.0
KSA (SAIBOR 12M)	5.18	-2.5	-8.8	-81.8
USA (SOFR 3M)	4.59	-1.5	-0.3	-74.2
UAE (EIBOR 3M)	4.70	6.3	4.7	-62.5

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of Oct 28, 2024





## Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	12,053
<b>Short-term view</b>	Cautious Buy
52 weeks high/low	12,883 – 10,262

## Market data

Exchange Market Cap. (SAR bn)	10,022.1
Value (SAR mn)	5,419.8
Volume (mn)	584.9
Number of Transactions	439,328
Market Breadth	106 : 111

## Key statistics

1D return %	-0.13%
MTD return %	-1.41%
QTD return	-1.41%
YTD return	0.72%
ADT vol. 3M* (mn)	522.7
ADT val. 3M (SARmn)	6,824.3

\*ADT stands for Average Daily Traded

## TASI market commentary

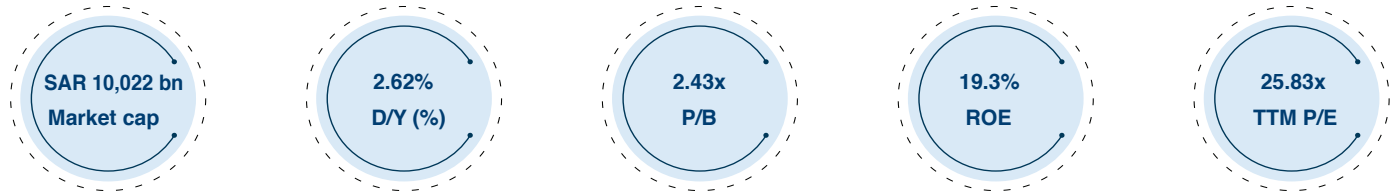
- TASI experienced a decline on Monday; primarily driven by the performance of the Banks sector (down 0.48%) and the Energy sector (down 0.13%). At close, the Saudi market ended the day with a change of -0.13% at 12,053. In terms of activity, total volumes and value traded were ~585mn and ~SAR 5.4bn, respectively. The advance-decline ratio came in at 106/111.

## Technical outlook

- TASI closed the last session near 12,053, marking a decrease of 15 points. The index exhibited a profit-taking attitude following the initial gap at the beginning of the session. TASI formed a red candlestick, depicting a profit-taking sentiment after penetrating the last minor peak around 12,025. It is noteworthy that the potential for a temporary upside rebound toward the lower boundary of the Wedge pattern would remain valid as long as the index maintains trading above its 20-day SMA around 11,980. Moreover, the RSI indicator continues to hover above the 50 level. TASI has an immediate support level around 11,980. If breached, the subsequent support levels would be around 11,900 – 11,845. On the other hand, an immediate resistance level is observed around 12,080. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,150 – 12,260. Traders are advised to approach trading cautiously and closely monitor the significant resistance zone near 12,150 – 12,260, where profit booking sentiment may reemerge.

## Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,845	11,900	11,980	12,025	12,080	12,150	12,260



Source: Bloomberg, Argaam

## TASI daily chart

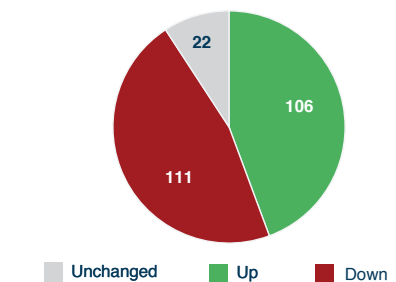


Source: Tradingview, Aljazira Capital

## 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 28<sup>th</sup> October 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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