

Domestic Market News

- **PIF** launched a hospitality management firm named to operate and manage hotels. It will combine the highest industry standards with Saudi hospitality. (Source: Argaam)
- **Medgulf** signed SAR 52.2mn contract to sell a land located in Riyadh. It aims to support company's financial and investment activities and will have positive financial impact during Q4-24. (Source: Tadawul)
- **Solutions** signed SAR 151.2mn contract with STC for providing Red Hat licenses with professional services and technical support. The financial impact to appear during Q1-25. (Source: Tadawul)
- **Naseej Tech** filed a lawsuit against Ministry of Foreign Affairs, demanding SAR 11.9mn for unpaid dues. (Source: Tadawul)
- **Jana Medical** signed SAR 190.9mn contract with Saudi Red Crescent Authority, for supply of 129 ambulance vehicles. The financial impact to appear over FY25-26. (Source: Tadawul)
- **Middle East Healthcare** inks 10-year trademark contract with Sobhi Abdul Jalil Batterjee Medical Hospital in Jeddah, to use its name and trademark for which it will receive 10% of hospital's monthly net profit. (Source: Tadawul)
- **Anaam Holding** recommended to reverse the nominal value of the share to SAR 10 per share. With this the number of shares will be 31.5mn. (Source: Tadawul)

Market Analysis

The **Saudi Stock Exchange** increased 0.8% to 12,193.6 points. The value traded stood at SAR 7.0bn (up 2.1% over the previous day), while advance-decline ratio stood at 110/118. The parallel market index increased 0.2% to 31,557.6 points. The value traded stood at SAR 73.4mn (up 10.4% over the previous day). Most of the sectors in the main market ended in green. Media and Energy (up 3.4% and 1.2%, respectively), increased the most, while Capital Goods and Diversified Financials (down 0.8% and 0.4%, respectively) declined the most.

Top Gainers

Company	Price	Change%
ANAAM HOLDING	1.42	6.8
SRMG	286.00	4.2
MCDC	119.00	4.2
GASCO	105.80	3.9
SIECO	2.54	3.7

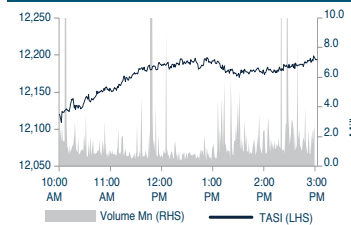
Top Losers

Company	Price	Change%
BANAN	7.39	-9.9
JAHEZ	34.20	-9.0
UIHC	156.60	-5.1
SALAMA	21.52	-4.3
EAST PIPES	138.00	-3.2

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,194	12,202	12,107	0.8	1.3
NomuC	31,558	31,630	31,392	0.2	28.7

TASI movement during session



TASI Ratios

P/E* (x)	24.5
Price-to-Book (x)	2.4
Dividend Yield (%)	2.7
Return on Equity (%)	18.7

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,417	1.2	-13.1	17
Materials	5,744	0.8	-10.1	High
Capital Goods	15,344	-0.8	52.2	25
Commercial Service	5,113	0.0	-8.3	38.6
Transportation	7,207	0.6	13.5	32.5
Consumer Durables	5,371	-0.4	7.8	neg
Consumer Services	5,055	0.1	1.5	42.3
Media	33,192	3.4	35.2	High
Consumer Discretionary Ret	7,781	-0.2	-9.7	21.5
Consumer Staples Ret	8,628	0.4	-11.7	21.9
Food & Beverages	6,019	1.0	6.9	27.6
Healthcare	12,622	0.9	3.3	41.2
Pharma & Bio Tech	5,002	1.0	2.8	37.9
Banks	12,268	0.8	-0.2	12.8
Financial Services	7,793	-0.4	15.7	30.3
Insurance	10,360	-0.1	20.5	23.9
Telecom	8,042	1.1	3.5	15.4
Utilities	13,709	0.6	38.1	26.7
REITs	3,197	0.0	-12.8	26.5
Real Estate	3,623	0.8	18.5	High
Software & Services	83,498	1.0	21.8	40.2

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for December (bn)
12,013	11,859	11,847	5.9

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	18.4	2,030.10	1,440.00
Previous week	28.9	1,775.10	2,510.30

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	28.65	1.2
Al Rajhi	94.60	0.4
ACWA POWER	396.00	0.3
SNB	34.45	1.0
STC	40.60	1.2





International Market News

- **US** labor productivity rose 2.2% in Q3 and was in line with economist estimates. The increase reflects modest acceleration from the 2.1% surge in Q2. The rise was because of 3.5% spike in the output compared to a 1.2% rise in hours worked. (Source: RTT News)
- **US** small business confidence surged in November to its highest level in more than three years as uncertainty regarding future economic conditions reduced following elections. Businesses now look forward for favorable tax and regulation policies. (Source: Reuters)
- **US** Treasury Department revealed that this month's sale of USD 58bn worth of three-year notes attracted average demand. It drew a high yield of 4.12% and a bid-to-cover ratio of 2.58. (Source: RTT News)
- **Germany's** CPI rose 2.2% Y/Y in November and rose to a four-month high due to less favorable energy base effects. The prices for energy products dropped 3.7% Y/Y but this was slower than the 5.5% fall seen in October. (Source: CNBC)
- **China's** exports growth weakened more than expected in November and imports posted a surprise decline due to the weak domestic demand, highlighting the risk of deepening economic slowdown as the property market has yet to bottom out amid threats of global trade protectionism measures. (Source: RTT News)
- **Oil prices** gained 0.1% as market participants expect the demand to increase in China.
- **Gold prices** gained 1.3% driven by rising geopolitical tensions in the Middle East, supported by strong market anticipation of a Fed rate cut this December.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	106.40	0.2	0.6	5.0
Euro	1.05	-0.3	-0.5	-4.6
Japanese Yen	151.95	0.5	1.5	7.7
Sterling Pound	1.28	0.2	0.3	0.3
Chinese Yuan	7.26	-0.1	0.1	1.9
Indian Rupee	84.85	0.1	0.4	2.0
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	0.1	0.1
Omani Rial	0.39	0.0	-0.0	0.0
Bahraini Dinar	0.38	0.1	0.1	0.1
Egyptian Pound	50.47	-0.1	1.8	63.3

Corporate Calendar

Date	Company	Event
11-Dec	BJAZ	EGM
11-Dec	SALAMA	EGM
11-Dec	MAADEN	EGM
11-Dec	CENOMI CENTERS	EGM
12-Dec	SAVOLA GROUP	EGM
12-Dec	NORTHERN CEMENT	Cash Dividend Distribution

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,794	-1.1	-1.1	18.1	9.2
Abu Dhabi (ADX)	9,250	-0.0	0.2	-3.4	16.5
Kuwait (KSE)	7,846	0.1	1.0	4.9	22.5
Qatar (QE)	10,496	0.7	0.8	-0.9	11.4
Oman (MSM)	4,533	-0.4	-0.7	1.1	11.3
Bahrain (BSE)	2,017	-0.6	-0.8	2.8	16.3
Egypt (EGX30)	30,618	-1.2	1.2	24.0	6.3

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	44,248	-0.3	-1.5	17.4	24.1
Nasdaq	21,368	-0.3	2.1	27.0	36.3
S&P 500	6,035	-0.3	0.0	26.5	27.0
FTSE 100	8,280	-0.9	-0.1	7.1	13.2
Germany DAX 30	20,329	-0.1	3.6	21.4	17.0
France CAC 40	7,395	-1.1	2.2	-2.0	14.1
Japan Nikkei 225	39,368	0.5	3.0	17.6	19.2
Brazil IBOVESPA	128,228	0.8	2.0	-4.4	8.6
Hong Kong Hang Seng	20,311	-0.5	4.6	19.1	10.1
South Korea KOSPI	2,418	2.4	-1.6	-8.9	11.5
China Shanghai Composite	3,423	0.6	2.9	15.0	16.5
Australia ASX 200	8,393	-0.4	-0.5	10.6	21.4
India Sensex	81,510	0.0	2.1	12.8	23.5
MSCI EM	1,112	-0.2	3.1	8.6	14.2
MSCI World	3,817	-0.5	0.2	20.4	22.7

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	73.70	-0.1	-0.1	-8.4
Brent Crude (\$/bbl)	72.19	0.1	-1.0	-6.3
Texas crude (\$/bbl)	68.59	0.3	0.9	-4.3
Natural Gas (\$/mmbtu)	3.16	-0.6	-5.9	-16.8
Gold (\$/oz)	2,694.25	1.3	1.9	30.6
Silver (\$/oz)	31.91	0.2	4.2	34.1
Steel (\$/ton)	675.00	0.0	-3.6	-40.5
Iron Ore (CNY/MT)	820.00	0.0	4.0	-21.4
Wheat (\$/bu)	561.75	0.5	2.5	-17.3
Corn (\$/bu)	449.00	1.6	3.7	-12.7
Sugar (\$/lb)	21.04	-2.1	-0.2	1.6
SMP* (EUR/MT)	2,635.00	-1.1	-1.2	2.3

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.61	16.1	17.0	-30.7
KSA (SAIBOR 3M)	5.59	20.1	-1.5	-64.4
KSA (SAIBOR 6M)	5.46	-4.7	-6.3	-61.3
KSA (SAIBOR 12M)	5.04	-3.8	-8.0	-95.9
USA (SOFR 3M)	4.39	-0.4	-7.4	-93.9
UAE (EIBOR 3M)	4.27	1.2	-25.0	-105.7

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of Dec 10, 2024





Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	12,194
Short-term view	Buy
52 weeks high/low	12,883 – 10,262

Market data	
Exchange Market Cap. (SAR bn)	10,418.9
Value (SAR mn)	6,953.4
Volume (mn)	573.0
Number of Transactions	549,987
Market Breadth	110 : 118

Key statistics	
1D return %	0.80%
MTD return %	4.74%
QTD return	-0.27%
YTD return	1.89%
ADT vol. 3M* (mn)	651.7
ADT val. 3M (SARmn)	6,440.1

*ADT stands for Average Daily Traded

TASI market commentary

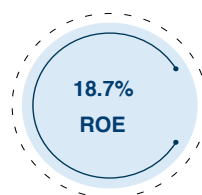
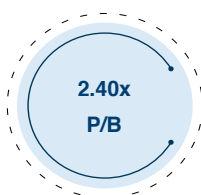
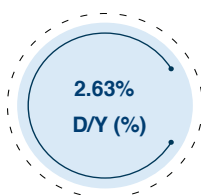
- TASI experienced a rise on Tuesday; primarily driven by the performance of the Energy sector (up 1.21%) and the Telecommunication services sector (up 1.14%). At close, the Saudi market ended the day with a change of 0.80% at 12,194. In terms of activity, total volumes and value traded were ~573mn and ~SAR 7.0bn, respectively. The advance-decline ratio came in at 110/118.

Technical outlook

- TASI closed the last session near 12,194, registering an increase of 96 points. The index exhibited a persistent buying sentiment propelling it upwards and penetrating the 200-day SMA near 12,100 as well as the significant resistance of the prior peak near 12,175. This breakout indicates a continuation of the upward trend towards potential targets within the range of 12,335 – 12,390, followed by 12,470 – 12,550. TASI formed a green Marubozu candlestick pattern, indicating a bullish sentiment in the market. Additionally, the RSI indicator is still moving upward heading to its overbought zone. TASI has an immediate resistance level of around 12,225. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,335 – 12,390. On the other hand, an immediate support level of around 12,135. If breached, the subsequent support levels would be around 12,045 – 11,985. Traders are advised to consider buying opportunities as the index is poised to attain a potential upside target suggested by the penetrated declining channel near the zone of 12,470 – 12,550.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,985	12,045	12,135	12,175	12,225	12,335	12,390



Source: Bloomberg, Argaam

TASI daily chart

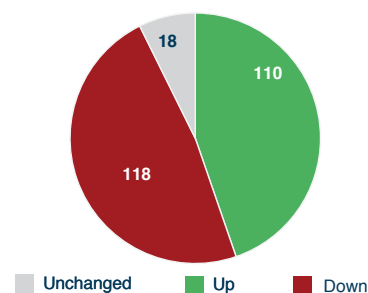


Source: Tradingview, Aljazira Capital

Our view



Market depth





SAUDI MARKET - TOP PICKS FOR THE WEEK

Code	Company	Close*	Buy range	Target	Reward %	Stop loss
4007	Al Hammadi	41.20	40.80 – 41.20	42.75	4.78%	40.00
4250	Jabal Omar	21.36	21.15 – 21.36	22.60	6.87%	20.60

* As of 10th Dec 2024

* Note – Stop loss is based on a closing basis and not an intraday basis

CHARTS OF THE WEEK

Technical observations

ALHAMMADI started to bounce off the neckline of a completed inverted Head and Shoulders price pattern. Moreover, the RSI indicator is showing a positive structure confirming the price action. We recommend buying the stock in a range of 40.80 – 41.20, for a target near SAR42.75, with a stop loss below SAR40.00 on a closing basis.

Al Hammadi Holding (ALHAMMADI)



Source: Tradingview, Aljazira Capital

Technical observations

Jabal Omar has just penetrated the upper boundary of a declining channel. Moreover, the RSI indicator exhibited a bullish signal confirming the price action. We recommend buying the stock in a range of 21.15 – 21.36, for a target near SAR22.60, with a stop loss below SAR20.00 on a closing basis.

Jabal Omar Development Co. (Jabal Omar)



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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