



Domestic Market News

- **PIF** obtained USD 15bn revolving credit facility for general corporate purposes and is offered for a period of 3 years. Signing this facility represents a continuation of PIF's strategy of using diverse range of financing instruments. (Source: Argam)
- The General Entertainment Authority (**GEA**) announced the launch of Business Park in Boulevard City, with investments exceeding SAR 1bn. The launch was a part of urban redevelopment of district (Source: Argam)
- Assets held by **SAMA** dropped SAR 45bn M/M to SAR 1.8tn in July. Investments in foreign securities representing 56% of total assets, grew 7% Y/Y. (Source: Argam)
- **Enwa Alrawabi** announced distribution of cash dividend worth SAR 10mn with a dividend per share of SAR 0.25, for H1-24. (Source: Tadawul)
- **Tawuniya** completed the targeted share buyback of 137,900 shares at an average price of SAR 166.6 per share, amounting to SAR 23mn, for its employee stock incentive program. (Source: Tadawul)
- **Savola Group** announced the starting and ending period of the rights issue. The subscription to start on August 29, 2024 and to end on September 10, 2024. (Source: Tadawul)
- **Al-Ahsa Development Authority** signed a partnership agreement with Elm, under which Elm will provide consulting services related to digital capabilities and shall enable digital transformation process in the Authority. (Source: Argam)

Market Analysis

The **Saudi Stock Exchange** decreased 0.5% to 12,117.2. The value traded stood at SAR 6.9bn (down 18.7% over the previous day), while advance-decline ratio stood at 90/131. The parallel market index decreased 0.6% to 26,221.4 points. The value traded stood at SAR 65.5mn (up 67.0% over the previous day). Most of the sectors in the main market ended in red. Capital Goods and Media (up 1.6%, and 1.0%, respectively) while Telecom and Banks (down 1.5% and 1.4%, respectively) declined the most.

Top Gainers

Company	Price	Change%
RED SEA	45.50	9.9
AMIANIT	30.25	6.7
ALAKARIA	23.80	5.6
ALYAMAMAH STEEL	35.75	3.2
ALKHALEEJ TRNG	29.40	3.2

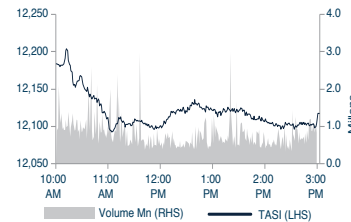
Top Losers

Company	Price	Change%
JABAL OMAR	25.90	-3.5
SNB	35.20	-2.4
TADAWUL GROUP	240.00	-2.4
ALLIANZ SF	16.74	-2.3
ALRAJHI TAKAFUL	211.00	-2.3

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,117	12,209	12,087	(0.5)	0.7
NomuC	26,221	26,398	26,149	(0.6)	6.9

TASI movement during session



TASI Ratios

P/E* (x)	26.3
Price-to-Book (x)	2.5
Dividend Yield (%)	2.7
Return on Equity (%)	19.4

*Source: Argam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,260	-0.3	-15.6	15.7
Materials	5,709	0.0	-10.7	High
Capital Goods	13,307	1.6	32.0	27.5
Commercial Service	5,182	-0.3	-7.1	40
Transportation	7,732	-0.8	21.7	35.9
Consumer Durables	5,280	0.2	6.0	Neg
Consumer Services	5,169	0.6	3.8	41.6
Media	31,868	1.0	29.8	48.5
Consumer Discretionary Ret	7,690	-0.6	-10.7	21.8
Consumer Staples Ret	9,307	-0.7	-4.8	23.2
Food & Beverages	5,975	0.5	6.2	29.5
Healthcare	13,136	0.4	7.5	43.5
Pharma & Bio Tech	5,525	0.3	13.5	46.4
Banks	11,877	-1.4	-3.3	12.9
Financial Services	7,810	-1.3	16.0	29.4
Insurance	11,476	0.1	33.5	27.5
Telecom	8,059	-1.5	3.7	15.7
Utilities	14,463	0.4	45.7	30.1
REITs	3,323	-0.2	-9.3	26.6
Real Estate	3,804	-0.8	24.4	45.9
Software & Services	78,754	-0.3	14.8	41.8

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for August (bn)
12,204	12,123	11,938	7.39

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	32.2	1,220.10	2,104.00
Previous week	39.2	1,674.60	2,670.00

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.75	-0.4
Al Rajhi	86.70	-1.5
SNB	36.05	-1.5
ACWA POWER	417.00	0.7
ALINMA	31.65	-0.6





International Market News

- According to **EIA**, oil inventories in the US decreased 0.8mn barrels (prior: down 4.6mn) to 425.2mn in the week ended August 23. Gasoline inventories decreased 2.2mn barrels (prior: down 1.6mn) to 218.4mn, while distillate inventories increased 0.3mn barrels (prior: down 3.3mn) to 123.1mn. (Source: EIA, Econoday)
- The five-year note auction in the **US**, drew a high yield of 3.6% and a bid-to-cover ratio of 2.4. The Treasury department's auction was worth USD 70bn and attracted average demand. (Source: CNBC)
- Eurozone's** adjusted loans to the private sector, rose 1.3% in July, faster than the 1.1% rise in June. The private sector credit although increased but the pace of growth remained weak as high interest rate continued to weigh on borrowing. (Source: Reuters)
- The consumer confidence index of **France** rose to 92 in August, in line with the consensus estimate. The index increased to the highest point since February 2022. (Source: CNBC)
- Japan's** leading index fell to 109.0 in June, from 111.1 in May. The index weakened less than expected initially to the lowest level in nearly a year. The coincident index which measures the current economic situation, declined to a 4 month low of 113.2, while the lagging index also fell to 107.8 in June. (Source: RTT News)
- Oil prices** fell 2.7% on signs of easing summer demand after the US crude supplies fell much less than expected.
- Gold prices** fell 0.9% as US Dollar strengthens and Treasury yields rise following Powell's dovish policy comments.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	101.09	0.5	-2.9	-0.2
Euro	1.11	-0.6	2.7	0.7
Japanese Yen	144.59	0.4	-3.6	2.5
Sterling Pound	1.32	-0.5	2.6	3.6
Chinese Yuan	7.13	0.2	-1.3	0.1
Indian Rupee	83.96	0.0	0.3	0.9
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	-0.1	-0.7
Omani Rial	0.39	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	-0.0	-0.0
Egyptian Pound	48.65	-0.1	0.2	57.4

Corporate Calendar

Date	Company	Event
29-Aug	NORTHERN CEMENT	EGM
29-Aug	SAUDI ARAMCO	Cash Dividend Distribution
29-Aug	CATRION	Eligibility of Cash Dividend
29-Aug	GACO	EGM
29-Aug	AL RAJHI REIT	Cash Dividend Distribution
29-Aug	MOBI INDUSTRY	Cash Dividend Distribution

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,324	-0.4	1.3	6.5	8.4
Abu Dhabi (ADX)	9,289	-0.5	-0.5	-3.0	16.8
Kuwait (KSE)	7,820	-0.3	-1.0	4.6	22.9
Qatar (QE)	10,137	-0.5	-0.2	-6.4	11.2
Oman (MSM)	4,720	0.6	1.3	4.6	12.2
Bahrain (BSE)	1,958	1.5	-0.6	-0.7	7.7
Egypt (EGX30)	30,710	1.1	4.5	23.4	7.4

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	41,091	-0.4	0.6	9.0	22.3
Nasdaq	19,351	-1.2	-0.1	15.0	33.6
S&P 500	5,592	-0.6	1.3	17.2	25.4
FTSE 100	8,344	-0.0	-0.3	7.9	14.7
Germany DAX 30	18,782	0.5	1.5	12.1	15.5
France CAC 40	7,578	0.2	0.6	0.5	14.3
Japan Nikkei 225	38,372	0.2	-1.9	14.7	23.4
Brazil IBOVESPA	137,344	0.4	7.6	2.4	10.4
Hong Kong Hang Seng	17,692	-1.0	2.0	3.8	9.5
South Korea KOSPI	2,690	0.0	-2.9	1.3	14.9
China Shanghai Composite	2,837	-0.4	-3.4	-4.6	13.4
Australia ASX 200	8,071	0.0	-0.3	6.3	19.9
India Sensex	81,786	0.1	0.1	13.2	24.9
MSCI EM	1,097	-0.2	1.1	7.2	15.2
MSCI World	3,631	-0.4	1.7	14.6	22.6

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	78.69	-1.7	-4.2	-2.2
Brent Crude (\$/bbl)	78.65	-1.1	-2.6	2.1
Texas crude (\$/bbl)	74.52	-1.3	-4.4	4.0
Natural Gas (\$/mmbtu)	2.10	0.6	-3.0	-23.5
Gold (\$/oz)	2,504.61	-0.8	2.3	21.4
Silver (\$/oz)	29.13	-2.8	0.4	22.4
Steel (\$/ton)	730.00	8.8	3.7	-35.7
Iron Ore (CNY/MT)	777.00	0.5	1.7	-25.5
Wheat (\$/bu)	541.50	1.1	-1.9	-19.1
Corn (\$/bu)	390.75	-0.5	-2.3	-22.4
Sugar (\$/lb)	19.54	-0.3	3.2	-4.8
SMP* (EUR/MT)	2,420.00	0.4	2.5	-6.1

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.89	-4.6	11.8	-1.9
KSA (SAIBOR 3M)	6.12	3.7	-7.6	-11.2
KSA (SAIBOR 6M)	5.88	0.5	-7.4	-19.3
KSA (SAIBOR 12M)	5.55	-5.9	-22.6	-44.7
USA (SOFR 3M)	5.06	-0.5	-18.4	-27.4
UAE (EIBOR 3M)	5.02	-5.0	-20.9	-30.6

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of Aug 28, 2024

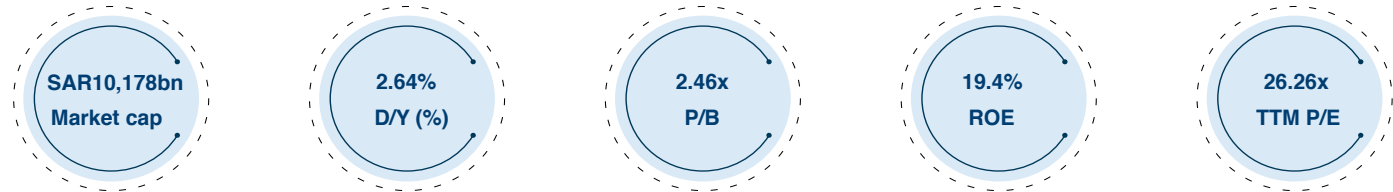


Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	12,117
Short-term view	Profit Booking
52 weeks high/low	12,883 – 10,262

Market data	
Exchange Market Cap. (SAR bn)	10,177.8
Value (SAR mn)	6,850.4
Volume (mn)	248.1
Number of Transactions	504,030
Market Breadth	90 : 131

Key statistics	
1D return %	-0.53%
MTD return %	0.06%
QTD return	3.75%
YTD return	1.25%
ADT vol. 3M* (mn)	326.7
ADT val. 3M (SARmn)	7,898.2

*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
------	---------	--------	-----------	------------	----------	-----------

No stocks recommendations due to market volatility

*As of 28th August 2024

TASI market commentary

- TASI experienced a decline on Wednesday; primarily driven by the performance of the Telecommunication services sector (down 1.46%) and the Banks sector (down 1.41%). At close, the Saudi market ended the day with a change of -0.53% at 12,117. In terms of activity, total volumes and value traded were ~248mn and ~SAR 6.9bn, respectively. The advance-decline ratio came in at 90/131.

Technical outlook

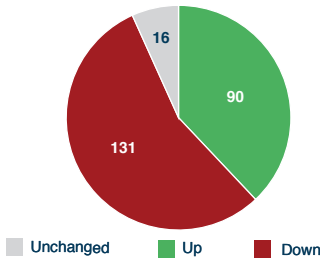
- TASI closed the last session near 12,117, marking a loss of 65 points. The index witnessed continuation of the profit-booking sentiment after closing below the 5-day SMA. TASI formed a red candlestick that closed below the 10-day SMA, indicating a potential extension of the profit booking attitude towards the 100-day SMA near 12,040. Meanwhile, the RSI indicator continued its downward move after testing a declining trendline along with a negative divergence. TASI has an immediate support level of around 12,040. If breached, the subsequent support levels would be around 12,940 - 11,825. On the other hand, an immediate resistance level is observed around 12,200. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,235 – 12,320. TASI is still experiencing profit-booking sentiment, closing below the 10-day SMA which suggests a potential further profit booking attitude toward the 100-day SMA. Accordingly, traders are advised to closely monitor the significant support level of around 12,040, as breaching this level could trigger further profit booking attitude.

Key price levels						
S3	S2	S1	Pivot	R1	R2	R3
11,825	11,940	12,040	12,125	12,200	12,235	12,320

Our view



Market depth



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