



Domestic Market News

- **OPEC** maintained its forecasts for global oil demand in 2024, 2025 and raised its estimates for the growth of both the global and European economies this year. It expects global oil demand to soar by 2.2mn bpd in 2024, and by 1.8mn bpd in 2025. (Source: Argaam)
- Number of bank branches in **KSA** reached 1,907 by end of Q1-24. Number of Saudi-based bank branches decreased to 1,864. Al Rajhi Bank led with 509 branches, followed by SNB at 474, Riyad Bank at 238 and ANB at 125. (Source: Argaam)
- **2P** increased its facilities agreement with Riyad Bank by SAR 121mn, bringing the total value of facilities to SAR 356mn. The financing period extends till June 2025 and aims to support the contract for operating the Ministry of Health's call center. (Source: Tadawul)
- **Alarabia** establishes a Special Purpose Company in partnership with the Saudi Company for Artificial Intelligence, for operating and maintaining outdoor billboards in Riyadh. (Source: Tadawul)
- **ADES** secures contract expansion for jackup rig in KSA, with contract value of SAR 1,317mn, for 10-years. This extension to commence from Q3-24. (Source: Tadawul)
- **Care** announced completion of purchase of 160,000 shares at an average price of SAR 213.98, amounting to SAR 3.4mn. This share purchase is to retain and motivate key talents and strengthen their performance to achieve strategic objectives. (Source: Tadawul)

Market Analysis

The **Saudi Stock Exchange** was flat at 11,784.1. The value traded stood at SAR 5.2bn (down 1.2% over the previous day), while the advance-decline ratio stood at 126/93. The parallel market index decreased 0.2% to 25,516.7 points. The value traded stood at SAR 24.2mn (down 30.5% over the previous day). Most of the sectors in the main market ended in green. Transportation and Software & Services (up 1.8% and 1.6%, respectively) advanced the most, while Media and Banks (down 0.6% and 0.5%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
ALBAHA	0.13	8.3
MAHONA	31.40	7.5
ALKATHIRI	2.89	6.3
TANMIAH	127.20	5.5
ENAYA	16.10	5.0

Top Losers

Company	Price	Change%
MEDGULF	30.15	-5.8
SAUDI RE	28.30	-2.4
ZAMIL INDUST	23.74	-1.9
SISCO HOLDING	36.20	-1.8
EXTRA	92.70	-1.6

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,784	11,805	11,747	0.0	(2.1)
NomuC	25,517	25,626	25,385	(0.2)	4.0

TASI movement during session



TASI Ratios

P/E* (x)	26.4
Price-to-Book (x)	2.4
Dividend Yield (%)	2.8
Return on Equity (%)	19.1

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,313	-0.2	-14.7	15.8
Materials	5,725	0.1	-10.4	High
Capital Goods	12,878	-0.4	27.7	28.5
Commercial Service	5,060	-0.3	-9.3	36.7
Transportation	7,837	1.8	23.4	38
Consumer Durables	5,390	0.5	8.2	Neg
Consumer Services	5,304	0.0	6.6	39.7
Media	29,547	-0.6	20.3	48.9
Consumer Discretionary Ret	7,425	-0.1	-13.8	22
Consumer Staples Ret	9,279	0.5	-5.1	22.2
Food & Beverages	6,122	0.8	8.8	30.4
Healthcare	12,914	0.1	5.6	45.5
Pharma & Bio Tech	4,724	1.0	-2.9	44.5
Banks	11,541	-0.5	-6.1	13
Financial Services	7,427	-0.2	10.3	31.8
Insurance	11,359	0.9	32.2	27.8
Telecom	7,686	0.4	-1.1	15
Utilities	13,056	0.9	31.6	28.3
REITs	3,285	0.3	-10.4	25.6
Real Estate	3,362	0.5	10.0	39.6
Software & Services	69,606	1.6	1.5	40.4

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for July (bn)
11,726	11,690	11,695	5.45

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	19.9	829.10	1,739.50
Previous week	29	1,230.60	2,562.90

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	28.10	-0.2
Al Rajhi	80.50	-0.4
SNB	36.05	-0.4
ACWA POWER	374.00	1.0
ALINMA	31.50	0.3





International Market News

- According to **EIA**, oil inventories in the US decreased 3.4mn barrels (prior: down 12.2mn) to 445.1mn in the week ended July 05. Gasoline inventories decreased 2.0mn barrels (prior: down 2.2mn) to 229.7mn, while distillate inventories increased 4.9mn barrels (prior: down 1.5mn) to 124.6mn. (Source: EIA, Econoday)
- US mortgage applications** fell 0.2% for the week ending July. This has been the third fall in a row, despite purchasing activity having been increased. (Source: RTT News)
- US wholesale inventories** increased 0.6% in May, in-line with consensus estimates. Whereas wholesale sales increased 0.4% in May. The durable goods inventories increased 0.6%, while non-durable goods inventories grew 0.7%. (Source: RTT News)
- Japan's core machinery orders** unexpectedly fell 3.2% M/M in May, following a 2.9% drop in April. The key capex gauge fell for a second straight month, thereby stoking worries about capital spending and the sustainable recovery needed for the Bank of Japan to raise interest rates. (Source: Reuters)
- Oil prices** gained 0.9% as US refineries ramped up processing and gasoline inventories eased, signaling for a stronger demand.
- Gold prices** gained 0.3% on anticipation of US inflation data and Fed's decision with respect to the rate cuts.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	105.05	-0.1	-0.8	3.7
Euro	1.08	0.2	1.1	-1.9
Japanese Yen	161.69	0.2	0.5	14.6
Sterling Pound	1.28	0.5	1.6	0.9
Chinese Yuan	7.29	0.1	-0.1	2.3
Indian Rupee	83.53	0.0	0.2	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	-0.2	-0.4
Omani Rial	0.38	-0.0	-0.0	0.0
Bahraini Dinar	0.38	0.0	-0.0	-0.0
Egyptian Pound	48.00	-0.1	-0.1	55.3

Corporate Calendar

Date	Company	Event
11-Jul	SIPCHEM	Cash Dividend Distribution
11-Jul	SEDCO CAPITAL REIT	Cash Dividend Distribution
11-Jul	ALRASHID INDUSTRIAL	Cash Dividend Distribution
14-Jul	BAAZEEM	EGM
15-Jul	ETIHAD ETISALAT	Cash Dividend Distribution
15-Jul	ALAMAR	Cash Dividend Distribution

EGM: Extra Ordinary Meeting*
OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,080	0.0	1.2	0.5	8.0
Abu Dhabi (ADX)	9,138	0.0	0.9	-4.6	18.3
Kuwait (KSE)	7,718	-0.2	2.3	3.2	21.6
Qatar (QE)	10,162	0.0	1.9	-6.2	11.4
Oman (MSM)	4,696	0.1	0.2	4.0	12.5
Bahrain (BSE)	1,995	-0.3	-1.5	1.2	8.4
Egypt (EGX30)	28,288	-0.6	1.9	13.6	8.1

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	39,721	1.1	1.5	5.4	22.8
Nasdaq	20,675	1.1	5.0	22.9	36.5
S&P 500	5,634	1.0	3.2	18.1	26.4
FTSE 100	8,194	0.7	0.4	6.0	14.4
Germany DAX 30	18,407	0.9	0.9	9.9	16.2
France CAC 40	7,574	0.9	1.3	0.4	13.2
Japan Nikkei 225	41,832	0.6	5.7	25.0	26.8
Brazil IBOVESPA	127,218	0.1	2.7	-5.2	9.3
Hong Kong Hang Seng	17,472	-0.3	-1.4	2.5	9.7
South Korea KOSPI	2,868	0.0	2.5	8.0	16.9
China Shanghai Composite	2,939	-0.7	-0.9	-1.2	13.9
Australia ASX 200	7,817	-0.2	0.6	3.0	19.3
India Sensex	79,925	-0.5	1.1	10.6	25.1
MSCI EM	1,111	-0.0	2.3	8.5	16.1
MSCI World	3,614	1.0	2.9	14.0	22.4

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	87.51	-0.6	-0.6	8.8
Brent Crude (\$/bbl)	85.08	0.5	-1.5	10.4
Texas crude (\$/bbl)	82.10	0.8	0.7	14.6
Natural Gas (\$/mmbtu)	2.33	-0.6	-10.5	-13.6
Gold (\$/oz)	2,371.26	0.3	1.9	14.9
Silver (\$/oz)	30.82	0.0	5.7	29.5
Steel (\$/ton)	669.00	-0.1	-0.7	-41.1
Iron Ore (CNY/MT)	874.00	0.0	5.6	-16.2
Wheat (\$/bu)	561.50	-1.8	-2.1	-14.4
Corn (\$/bu)	407.25	-0.3	-3.2	-19.1
Sugar (\$/lb)	19.81	1.0	-2.4	-3.5
SMP* (EUR/MT)	2,382.00	0.1	-1.7	-7.6

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.83	-2.9	-1.8	-8.2
KSA (SAIBOR 3M)	6.21	-1.1	-1.7	-1.9
KSA (SAIBOR 6M)	5.96	-0.0	-4.7	-11.2
KSA (SAIBOR 12M)	5.86	0.4	-0.8	-13.3
USA (SOFR 3M)	5.30	0.0	-2.1	-2.7
UAE (EIBOR 3M)	5.21	-8.6	-8.7	-11.7

Data Sources: Tadawul, Bloomberg, Reuters
Closes as of July 10, 2024





Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	11,784
Short-term view	Cautious Buy
52 weeks high/low	12,883 – 10,262

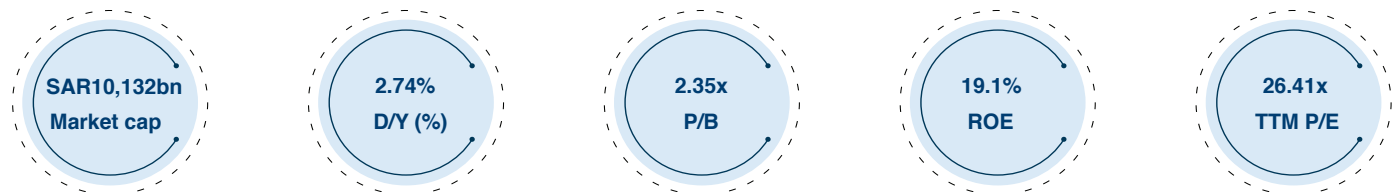
Market data

Exchange Market Cap. (SAR bn)	10,132.1
Value (SAR mn)	5,173.6
Volume (mn)	211.3
Number of Transactions	427,774
Market Breadth	126 : 93

Key statistics

1D return %	0.04%
MTD return %	0.90%
QTD return	0.90%
YTD return	-1.53%
ADT vol. 3M* (mn)	311.7
ADT val. 3M (SARmn)	7,802.7

*ADT stands for Average Daily Traded



Source: Bloomberg, Argaam

TASI daily chart



Source: Tradingview, Aljazira Capital

TASI market commentary

- TASI experienced a marginal rise on Wednesday; primarily driven by the performance of the Telecommunication services sector (up 0.37%) and the Materials sector (up 0.09%). At close, the Saudi market ended the day with a change of 0.04% at 11,784. In terms of activity, total volumes and value traded were ~211mn and ~SAR 5.2bn, respectively. The advance-decline ratio came in at 126/93.

Technical outlook

- TASI closed the last session near 11,784, marking a gain of 4 points. The index experienced a modest buying power, resulting in a marginal rise after surpassing the declining trendline. This market behavior is reflected in the formation of a green Spinning Top candlestick, which indicates a temporary balance among market participants' attitudes. Furthermore, the RSI indicator continues to move above the declining trendline and the 50 level. TASI has an immediate resistance level of around 11,870. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,000 – 12,160. On the other hand, an immediate support level is observed around 11,690. If breached, the subsequent support levels would be around 11,570 – 11,440. TASI is still trading above the previously penetrated declining trendline, suggesting the potential for further upward movement toward the resistance level of the 200-day EMA around 11,870. Consequently, traders are advised to buy cautiously and closely monitor the resistance level of around 11,870. A successful breakthrough above this level could potentially trigger further buying attitudes.

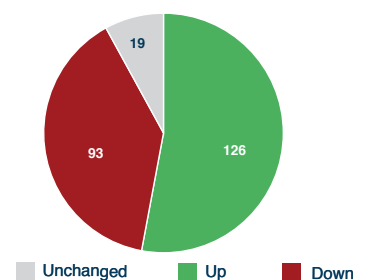
Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,440	11,570	11,690	11,770	11,870	12,000	12,160

Our view



Market depth





SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	Close*	Buy range	Sell range	Stop loss
4163	Aldawaa	90.60	90.40 – 90.60	91.40 – 92.40	89.50
4262	Lumi	97.90	97.70 – 97.90	98.80 – 99.90	96.70
1211	Maaden	42.80	42.70 – 42.80	43.20 – 43.65	42.25
1832	Sadr	3.38	3.37 – 3.38	3.41 – 3.45	3.34
2281	Tanmiah	127.20	126.80 – 127.20	128.40 – 129.80	125.60
8311	Enaya	16.10	16.06 – 16.10	16.24 – 16.42	15.90
7040	Atheeb Telecom	94.00	93.80 – 94.00	94.80 – 95.90	92.80
7203	Elm	865.00	862.80 – 865.00	872.60 – 882.40	854.00

*As of 10th July 2024

* Note – Stop loss is based on an intraday basis

CHARTS OF THE DAY

Technical observations

ALDAWAA has just penetrated a declining trendline as well as its 50-day SMA. Moreover, all the technical indicators show bullish structure.

Aldawaa Medical Services Co. (ALDAWAA)



Source: Tradingview, Aljazira Capital

Technical observations

LUMI started to bounce off a previously penetrated trendline as well as the level of the prior peak. Moreover, all the technical indicators show bullish structure.

Lumi Rental Co. (LUMI)



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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