



Major Domestic News

- Saudi Arabia came in the third place globally and in the second place among Arab countries in terms of countries sending **international remittances**. Total outward remittances amounted to nearly USD 38.4bn or about SAR 144.0bn, during FY23. (Source: Argaam)
- Red Sea Global** said that Red Sea International Airport is now 80% complete. It added that the main terminal's concrete and steel structures are in place and the roofing is progressing, while vital mechanical systems are fully installed. (Source: Argaam)
- Saudi Aramco**, through a wholly owned subsidiary, signed definitive agreements to acquire a 10.0% equity interest in HORSE Powertrain Ltd, the new global powertrain solutions company, alongside Renault Group, Zhejiang Geely Holding Group and Geely Automobile Holdings Ltd. (Source: Argaam)
- Dallah Healthcare Co.** signed a contract for construction, electromechanical and finishing works of Al-Arid Hospital with Youssef Marroun Contracting Co. at a total value of SAR 690.0mn. (Source: Tadawul)
- SAL Saudi Logistics Services Co.** signed a contract with Air China to provide cargo handling services at the Kingdom's airports. (Source: Argaam)
- Dar Global** plans to invest USD 300.0mn in New York, Miami and Los Angeles in the coming months as it seeks partners to develop luxury homes the US. The company is ready to raise debt. (Source: Argaam)

Market Analysis

The **Saudi Stock Exchange** increased by 0.6% to 11,729.6. The value traded stood at SAR 6.6bn (up 21.1% over the previous day), while the advance-decline ratio stood at 116/108. The parallel market index decreased 0.2% to 26,302.0 points. The value traded stood at SAR 38.7mn (down 59.9% over the previous day). Most of the sectors in the main market ended in green. Utilities and Food & Beverages (up 2.5% and 2.1%, respectively) advanced the most, while Media and Consumer Durables (down 0.8% and 0.4%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
TALCO	52.40	10.0
RASAN	66.20	8.7
SAUDI CERAMICS	29.65	6.5
MAHONA	26.25	5.4
SMASCO	8.42	5.4

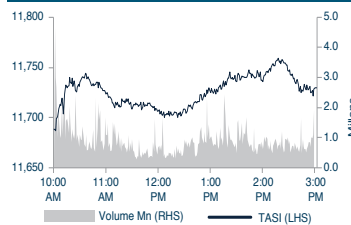
Top Losers

Company	Price	Change%
ALBAHA	0.12	-7.7
ALKHALEEJ TRNG	31.05	-4.0
ANAAM HOLDING	1.25	-3.1
ALARABIA	228.00	-2.7
SSP	64.70	-2.1

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,730	11,763	11,677	0.6	(2.6)
NomuC	26,302	26,486	26,141	(0.2)	7.2

TASI movement during session



TASI Ratios

P/E* (x)	26.3
Price-to-Book (x)	2.3
Dividend Yield (%)	2.8
Return on Equity (%)	19.1

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,240	0.0	-15.9	15.6
Materials	5,723	0.1	-10.5	High
Capital Goods	12,509	-0.1	24.0	28.7
Commercial Service	5,093	0.6	-8.7	High
Transportation	7,741	0.9	21.9	37.3
Consumer Durables	5,273	-0.4	5.9	Neg
Consumer Services	5,164	0.9	3.7	39
Media	27,435	-0.8	11.7	46.8
Consumer Discretionary Ret	7,455	0.0	-13.5	22.2
Consumer Staples Ret	9,223	0.2	-5.6	22.1
Food & Beverages	6,090	2.1	8.2	30.1
Healthcare	13,045	-0.1	6.7	48.7
Pharma & Bio Tech	4,694	0.4	-3.6	44.4
Banks	11,641	0.9	-5.3	13.2
Financial Services	7,836	0.5	16.4	33.2
Insurance	11,200	0.3	30.3	27.5
Telecom	7,585	0.9	-2.4	14.7
Utilities	12,537	2.5	26.3	27.2
REITs	3,273	0.0	-10.7	25.5
Real Estate	3,361	0.3	10.0	39.6
Software & Services	70,258	1.5	2.4	40.9

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for June (bn)
11,709	11,718	11,694	11

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	33.1	1,347.00	2,548.90
Previous week	96.9	3,760.60	3,210.50

Top Weighted Companies

Company	Price	Change%
Al Rajhi	81.50	0.5
Saudi Aramco	27.70	0.0
SNB	36.70	2.2
ACWA POWER	354.20	2.9
ALINMA	31.10	-1.0





International Market News

- According to Baker Hughes, North America's rig count increased to 757 in the week ended June 28 from 754 earlier. The rig count fell to 581 in the US from 588 earlier, while remained unchanged at 19 in the Gulf of Mexico. The rig count in Canada increased to 176 from 166 earlier. (Source: Baker Hughes)
- The US core personal consumption expenditures price index** increased a seasonally adjusted 0.1% M/M and 2.6% Y/Y in May (in line with consensus). It was the lowest annual rate since March 2021. Including food and energy, headline inflation was flat M/M, while was up 2.6% Y/Y (in line with consensus). (Source: CNBC)
- US GDP** expanded 1.4% in Q1-24 compared to the previously estimated 1.3% rise. The upward revision was in line with consensus. The GDP growth in Q1-24 still reflects a notable slowdown compared to the 3.4% growth in Q4-23. The upward revision primarily reflected a downward revision to imports. (Source: Reuters)
- US initial jobless claims** decreased to 233,000 (consensus: 236,000) in the week ended June 22, representing a fall of 6,000 from the previous week's revised level of 239,000. (Source: Econoday)
- Oil prices** remained flat on Friday, as concerns over weak fuel demand in the US were offset by increased hopes of interest rate cuts by the US Federal Reserve.
- Gold prices** remained flat, as investors were cautious ahead of key US inflation data.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	105.87	-0.0	1.1	4.5
Euro	1.07	0.1	-1.2	-3.0
Japanese Yen	160.88	0.1	2.3	14.1
Sterling Pound	1.26	0.0	-0.8	-0.7
Chinese Yuan	7.30	-0.1	0.5	2.4
Indian Rupee	83.39	-0.1	-0.1	0.2
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	-0.2
Omani Rial	0.39	0.0	-0.0	0.0
Bahraini Dinar	0.38	0.0	-0.0	0.0
Egyptian Pound	48.03	0.0	1.6	55.4

Corporate Calendar

Date	Company	Event
30-Jun	CENOMI CENTERS	Eligibility for Cash Dividend
30-Jun	SPIMACO	EGM
30-Jun	CITY CEMENT	EGM
30-Jun	ZAIN KSA	Eligibility for Cash Dividend
30-Jun	ASTRA INDUSTRIAL	Cash Dividend Distribution
30-Jun	ALHAMMADI	EGM

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

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,030	0.5	1.3	-0.7	7.9
Abu Dhabi (ADX)	9,061	0.6	2.2	-5.4	18.2
Kuwait (KSE)	7,576	0.6	-1.4	1.3	21.2
Qatar (QE)	9,962	0.9	6.9	-8.0	11.2
Oman (MSM)	4,688	0.3	-3.3	3.8	12.5
Bahrain (BSE)	2,031	-0.2	-0.4	3.0	8.5
Egypt (EGX30)	27,766	1.0	3.1	11.5	7.9

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	39,119	-0.1	1.1	3.8	22.4
Nasdaq	19,683	-0.5	6.2	17.0	34.7
S&P 500	5,460	-0.4	3.5	14.5	25.6
FTSE 100	8,164	-0.2	-1.3	5.6	14.6
Germany DAX 30	18,235	0.1	-1.4	8.9	16.1
France CAC 40	7,479	-0.7	-6.4	-0.8	13.0
Japan Nikkei 225	39,583	0.6	2.8	18.3	25.4
Russia MOEX	3,123	0.0	-2.9	0.8	4.5
Hong Kong Hang Seng	17,719	0.0	-2.0	3.9	9.9
South Korea KOSPI	2,798	0.5	6.1	5.4	16.5
China Shanghai Composite	2,967	0.7	-3.9	-0.3	14.0
Australia ASX 200	7,767	0.1	0.9	2.3	19.6
India Sensex	79,033	-0.3	6.9	9.4	24.6
MSCI EM	1,086	0.4	3.6	6.1	15.6
MSCI World	3,512	-0.3	1.9	10.8	22.1

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	88.06	0.9	4.4	9.5
Brent Crude (\$/bbl)	86.41	0.0	5.9	12.2
Texas crude (\$/bbl)	81.54	-0.2	5.9	13.8
Natural Gas (\$/mmbtu)	2.60	-3.1	-2.3	-3.6
Gold (\$/oz)	2,326.75	-0.0	-0.0	12.8
Silver (\$/oz)	29.14	0.6	-4.2	22.5
Steel (\$/ton)	674.00	-0.3	-11.4	-40.6
Iron Ore (CNY/MT)	828.00	-1.1	-6.3	-20.6
Wheat (\$/bu)	573.50	-1.0	-18.0	-12.6
Corn (\$/bu)	420.75	-3.0	-9.9	-16.4
Sugar (\$/lb)	20.30	0.4	11.0	-1.1
SMP* (EUR/MT)	2,424.00	-1.3	-0.3	-5.9

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.87	4.3	-0.5	-4.6
KSA (SAIBOR 3M)	6.23	-2.1	-0.1	-0.1
KSA (SAIBOR 6M)	6.03	-0.4	-8.4	-4.8
KSA (SAIBOR 12M)	5.88	0.7	-0.6	-11.7
USA (SOFR 3M)	5.32	-0.7	-1.8	-0.7
UAE (EIBOR 3M)	5.30	24.2	-2.5	-3.0

Data Sources: Tadawul, Bloomberg, Reuters
Closes as of June 28, 2024





Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	11,730
Short-term view	Cautious Buy
52 weeks high/low	12,883 – 10,262

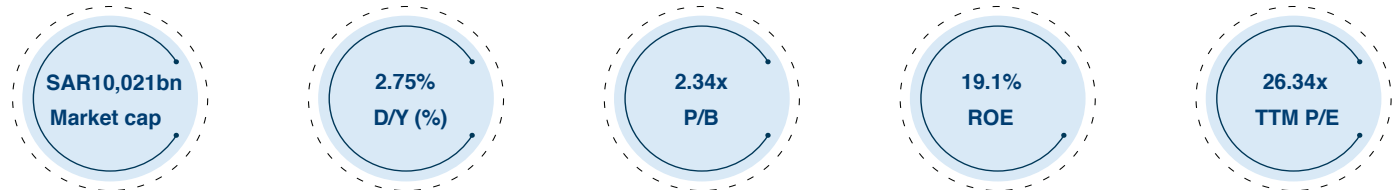
Market data

Exchange Market Cap. (SAR bn)	10,021.1
Value (SAR mn)	6,617.6
Volume (mn)	300.0
Number of Transactions	510,608
Market Breadth	116 : 108

Key statistics

1D return %	0.63%
MTD return %	1.97%
QTD return	-5.42%
YTD return	-1.99%
ADT vol. 3M* (mn)	325.4
ADT val. 3M (SARmn)	8,187.8

*ADT stands for Average Daily Traded



Source: Bloomberg, Argaam

TASI daily chart



Source: Tradingview, Aljazira Capital

TASI market commentary

- TASI experienced a rise on Thursday; primarily driven by the performance of the Telecommunication services sector (up 0.86%) and the Banks sector (up 0.85%). At close, the Saudi market ended the day with a change of 0.63% at 11,730. In terms of activity, total volumes and value traded were ~300mn and ~SAR 6.6bn, respectively. The advance-decline ratio came in at 116/108.

Technical outlook

- TASI closed the last session near 11,730, recording a gain of 73 points. The index has continued the lateral fluctuations within a narrow range for the fifth session in a row. TASI formed a green candlestick approaching to test the 20-day EMA around 11,765. A successful breakthrough of this level could pave the way for a further rise towards the 200-day EMA around 11,900. Meanwhile, the RSI indicator is still hovering laterally below the 50 level. TASI has an immediate resistance level of around 11,765. If successfully surpassed, the subsequent resistance levels to watch for would be around 11,900 – 12,000. On the other hand, an immediate support level is observed around 11,640. If breached, the subsequent support levels would be around 11,570 – 11,440. As TASI maintains its lateral movement within the prevailing short-term sideways action, bounded by the 200-day EMA around 11,900 and the previous bottom near 11,440, traders are advised to cautiously trade as long as the index continues to trade below the resistance of around 11,900. A breakthrough of this significant resistance level is still necessary to signify the end of the previous correction.

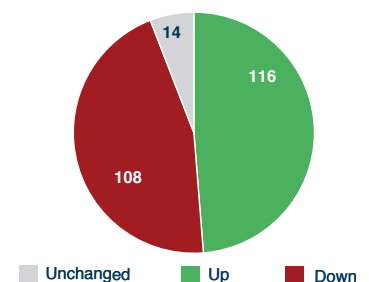
Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,440	11,570	11,640	11,710	11,765	11,900	12,000

Our view



Market depth





SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	*Close	Buy range	Sell range	Stop loss
2200	Arabian Pipes	187.60	187.20 – 187.60	189.20 – 195.60	185.20
2083	Marafiq	60.70	60.60 – 60.70	61.00 – 61.90	60.00
2001	Chemanol	15.30	15.26 – 15.30	15.44 – 15.62	15.12
2081	Alkhorayef	193.80	193.40 – 193.80	195.60 – 201.40	191.40
4300	Dar Alarkan	11.80	11.78 – 11.80	11.90 – 12.04	11.66
7203	Elm	857.20	855.00 – 857.20	864.60 – 874.40	846.40
4014	Equipment House	49.85	49.75 – 49.85	50.30 – 50.85	49.25

*As of 27th June 2024

* Note – Stop loss is based on an intraday basis

CHARTS OF THE DAY

Technical observations

APC penetrated the level of the previous peaks after bouncing off its 10-day and 20-day SMAs. Moreover, all the technical indicators show bullish structure.

Arabian Pipes Company (APC)



Source: Tradingview, Aljazira Capital

Technical observations

MARAFIQ has just penetrated a declining trendline as well as the 20-day SMA. Moreover, all the technical indicators show bullish structure.

The Power and Water Utility Company for Jubail and Yanbu (MARAFIQ)



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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