



Domestic Market News

- **PIF** set capital expenditure requirements of USD 19.4bn for its eligible green projects (or nearly SAR 73.0bn), with USD 5.2bn already allocated as of June 2024. (Source: Argaam)
- **National Housing Company** has announced the launch of 1,600 new residential units in two new projects, Al Thuraya and Al-Sadan in Jeddah. Located in Sadaim, north of Obhur, Al Thuraya offers more than 700 residential units and includes commercial facilities, gardens, and public amenities. It spans an area of over 61,000 sq.m. (Source: Argaam)
- Saudi Arabia will start construction of the **Landbridge project** that costs USD 7.0bn (SAR 26.3bn) in early FY25, as per MEED report. The final arrangements are being sorted out. (Source: Argaam)
- **The Saudi Central Bank** licensed BOUABA TSHIL Co. to provide consumer microfinance solutions through financial technology (FinTech). With BOUABA TSHIL, there are now six licensed companies offering consumer microfinance solutions, with the number of licensed financing companies in Saudi Arabia reaching 61. (Source: Argaam)
- **PIF** has clarified that it is not currently engaged in any talks with the company and has no plans to invest in DAZN at this time. (Source: Argaam)
- **Perfect Presentation for Commercial Services Co. (2P)** was awarded a contract Saudi Central Bank's partners care center, valued at SAR 75.8mn. 2P expects the related financial impact to be positive from FY24-27. (Source: Tadawul)

Earnings update (Net Profit) (SAR mn)

Company	Q3-24	Q3-23	Y/Y %	Q2-24	Q/Q %
SAIC	68.3	38.9	75.4	108.5	-37.1

Market Analysis

The **Saudi Stock Exchange** increased 0.6% to 11,994.2. The value traded stood at SAR 5.9bn (down 20.5% over the previous day), while advance-decline ratio stood at 185/39. The parallel market index increased 0.3% to 24,523.0points. The value traded stood at SAR 45.2mn (up 23.9% over the previous day). Most of the sectors in the main market ended in green. Consumer Durables and Diversified Financials (up 4.8% and 3.3%, respectively), while Utilities and REITs (down 1.5% and 0.6%, respectively) declined the most.

Top Gainers

Company	Price	Change%
ARAB SEA	7.44	9.9
ALASEEL	4.80	9.1
ALBAHA	0.42	7.7
ALETIHAD	21.24	6.5
ALHOKAIR GROUP	2.91	6.2

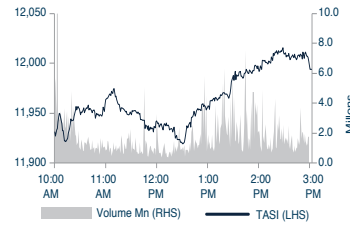
Top Losers

Company	Price	Change%
HERFY FOODS	26.80	-4.1
SEDCO CAPITAL REIT	8.29	-3.6
YC	29.15	-2.2
ARABIAN MILLS	61.50	-2.1
ACWA POWER	480.00	-1.9

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,994	12,018	11,912	0.6	(0.4)
NomuC	24,523	24,703	24,457	0.3	(0.0)

TASI movement during session



TASI Ratios

P/E* (x)	26.2
Price-to-Book (x)	2.5
Dividend Yield (%)	2.7
Return on Equity (%)	19.3

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,132	0.4	-17.6	15.3
Materials	5,775	0.8	-9.6	High
Capital Goods	13,241	1.8	31.3	26.8
Commercial Service	4,806	1.4	-13.9	36.8
Transportation	7,263	0.8	14.3	33.7
Consumer Durables	5,359	4.8	7.6	Neg
Consumer Services	5,073	1.0	1.9	39.8
Media	34,837	0.6	41.9	High
Consumer Discretionary Ret	7,944	0.7	-7.8	22.6
Consumer Staples Ret	9,236	0.4	-5.5	23.1
Food & Beverages	5,971	0.7	6.1	28.7
Healthcare	12,343	0.9	1.0	41.1
Pharma & Bio Tech	5,382	0.4	10.6	45.7
Banks	11,533	0.8	-6.1	12.5
Financial Services	8,150	3.3	21.0	31.9
Insurance	10,006	0.9	16.4	24
Telecom	7,981	0.3	2.7	15.5
Utilities	15,885	-1.5	60.1	32.8
REITs	3,264	-0.6	-11.0	27.1
Real Estate	3,754	0.6	22.8	45.5
Software & Services	81,901	0.3	19.4	43.1

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for October (bn)
11,926	12,038	12,050	7.05

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	34.7	3,667.20	2,609.60
Previous week	36.7	4,201.70	2,692.00

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.05	0.4
Al Rajhi	85.40	1.7
SNB	34.95	0.0
ACWA POWER	480.00	-1.9
ALINMA	28.65	1.2





International Market News

- According to Baker Hughes, North America's rig count decreased to 805 in the week ended October 11 from 808 earlier. The rig count rose to 586 in the US from 585 earlier, while remained unchanged at 16 in the Gulf of Mexico. The rig count in Canada fell to 219 from 223 earlier. (Source: Baker Hughes)
- The US consumer price index** increased a seasonally adjusted 0.2% M/M (consensus: 0.1%) and 2.4% Y/Y (consensus: 0.1%). The annual inflation rate was lower than 2.5% in August and is the lowest since February 2021. (Source: CNBC)
- The US Producer Price Index**, final demand (PPI-FD) remained unchanged M/M in September (consensus: 0.2% increase) against a rise of 0.2% in August. PPI-FD less food & energy increase 0.2% M/M in September (consensus: 0.2%) same growth as in August. (Source: Econoday)
- US initial jobless claims** increased to 258,000 (consensus: 226,000) in the week ended October 5, representing a gain of 33,000 from the previous week's revised level of 225,000. (Source: Econoday)
- The UK economy** returned to growth in August, but the pace of expansion was weaker than in H1-24. The economy grew 0.2% in August after showing nil growth in July and June. (Source: RTT News)
- China's passenger vehicle sales** increased 4.3% Y/Y in September, first growth after five months of decline due to a boost from a government subsidy as part of a broader stimulus package. (Source: Reuters)
- Oil prices** fell 0.5%, despite ongoing supply disruption concerns, as traders evaluated the impact of Hurricane Milton on US oil production and ongoing tensions in the Middle East.
- Gold prices** gained 1.0%, as strong US inflation data was offset by weaker job data.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	102.89	-0.1	2.1	1.5
Euro	1.09	0.0	-1.8	-0.9
Japanese Yen	149.13	0.4	3.8	5.7
Sterling Pound	1.31	0.1	-2.3	2.6
Chinese Yuan	7.07	-0.2	0.9	-0.8
Indian Rupee	84.07	0.1	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	0.0	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	48.57	0.0	0.5	57.2

Corporate Calendar

Date	Company	Event
13-Oct	KNOWLEDGE TOWER	EGM
15-Oct	ALJOUF	Cash Dividend Distribution
15-Oct	LUBEREF	Cash Dividend Distribution
16-Oct	MESC	EGM
16-Oct	ARABIAN DRILLING	EGM
16-Oct	QUARA	EGM

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,441	0.1	-1.4	9.4	8.6
Abu Dhabi (ADX)	9,261	0.1	-1.7	-3.3	16.8
Kuwait (KSE)	7,579	0.0	-1.7	1.4	22.2
Qatar (QE)	10,509	-0.0	-1.0	-3.0	11.6
Oman (MSM)	4,751	0.2	0.9	5.2	12.2
Bahrain (BSE)	1,999	-0.0	-0.7	1.4	7.8
Egypt (EGX30)	30,762	-1.3	-2.6	23.6	8.0

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	42,864	1.0	1.3	13.7	23.2
Nasdaq	20,272	0.1	1.1	20.5	34.5
S&P 500	5,815	0.6	0.9	21.9	26.5
FTSE 100	8,254	0.2	0.2	6.7	14.6
Germany DAX 30	19,374	0.8	0.3	15.7	16.1
France CAC 40	7,578	0.5	-0.8	0.5	14.0
Japan Nikkei 225	39,606	0.6	4.4	18.4	23.8
Brazil IBOVESPA	129,992	-0.3	-1.4	-3.1	9.8
Hong Kong Hang Seng	21,252	3.0	0.6	24.7	11.4
South Korea KOSPI	2,597	-0.1	0.1	-2.2	13.3
China Shanghai Composite	3,218	-2.5	-3.6	8.2	15.5
Australia ASX 200	8,215	-0.1	-0.7	8.2	21.1
India Sensex	81,381	-0.3	-3.5	12.7	24.7
MSCI EM	1,160	0.2	-1.0	13.3	16.1
MSCI World	3,732	0.6	0.2	17.8	23.0

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	79.73	1.5	6.8	-0.9
Brent Crude (\$/bbl)	79.04	-0.5	10.1	2.6
Texas crude (\$/bbl)	75.56	-0.4	10.8	5.5
Natural Gas (\$/mmbtu)	2.63	-1.6	-10.0	-14.8
Gold (\$/oz)	2,656.59	1.0	0.8	28.8
Silver (\$/oz)	31.54	1.2	1.2	32.5
Steel (\$/ton)	705.00	0.6	-4.1	-37.9
Iron Ore (CNY/MT)	769.00	0.0	-2.9	-26.3
Wheat (\$/bu)	599.00	-0.8	2.6	-10.5
Corn (\$/bu)	415.75	-0.7	-2.1	-17.4
Sugar (\$/lb)	22.24	0.4	-1.0	7.4
SMP* (EUR/MT)	2,555.00	-0.4	-2.7	-0.9

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.54	-0.3	3.6	-37.3
KSA (SAIBOR 3M)	5.63	5.3	6.0	-60.1
KSA (SAIBOR 6M)	5.39	-0.6	-9.2	-68.1
KSA (SAIBOR 12M)	5.17	-2.7	-9.2	-82.2
USA (SOFR 3M)	4.65	-0.9	5.5	-68.4
UAE (EIBOR 3M)	4.56	-7.5	-9.7	-76.9

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of Oct 11, 2024





Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	11,994
Short-term view	Cautious
52 weeks high/low	12,883 – 10,262

Market data

Exchange Market Cap. (SAR bn)	10,016.4
Value (SAR mn)	5,852.2
Volume (mn)	546.9
Number of Transactions	481,724
Market Breadth	185 : 39

Key statistics

1D return %	0.56%
MTD return %	-1.90%
QTD return	-1.90%
YTD return	0.22%
ADT vol. 3M* (mn)	428.0
ADT val. 3M (SARmn)	7,066.0

*ADT stands for Average Daily Traded

TASI market commentary

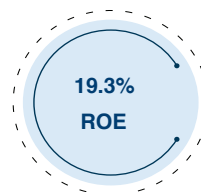
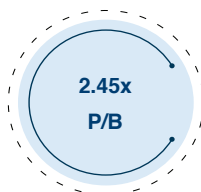
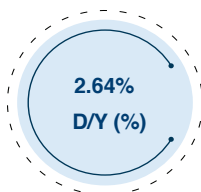
- TASI experienced a rise on Thursday; primarily driven by the performance of the Banks sector (up 0.85%) and the Materials sector (up 0.84%). At close, the Saudi market ended the day with a change of 0.56% at 11,994. In terms of activity, total volumes and value traded were ~547mn and ~SAR 5.9bn, respectively. The advance-decline ratio came in at 185/39.

Technical outlook

- TASI closed the last session near 11,994, marking a gain of 67 points. The index has exhibited a buying attitude amidst the prevailing profit-taking sentiment, in another attempt to re-test the lower boundary of the Rising Wedge pattern. TASI formed a Piercing Line candlestick's pattern accompanied by below-average trading activity over the last 20 sessions, reflecting a temporary upside rebound. Moreover, the MACD indicator is still moving downward below its mid-level, indicating weakened momentum. TASI has an immediate resistance level of around 12,040. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,080 – 12,150. On the other hand, an immediate support level is observed around 11,925. If breached, the subsequent support levels would be around 11,835 – 11,765. Traders are advised to stay cautious and closely monitor the significant resistance zone of the 50% - 61.8% Fibonacci levels near 12,080 – 12,150, where a renewed profit-taking sentiment may emerge. Otherwise, surpassing this resistance zone could maintain the sideways movement in the short term.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,665	11,765	11,835	11,925	12,040	12,080	12,150



Source: Bloomberg, Argaam

TASI daily chart

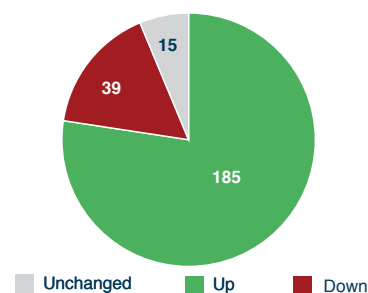


Source: Tradingview, Aljazira Capital

Our view



Market depth





SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	Close*	Buy range	Sell range	Stop loss
1303	Electrical Industries Co.	7.59	7.57 – 7.59	7.66 – 7.75	7.49
2250	Saudi Industrial Investment Group	18.34	18.30 – 18.34	18.50 – 18.70	18.10
1834	Saudi Manpower Solutions	8.21	8.19 – 8.21	8.28 – 8.37	8.10
6010	NADEC	27.45	27.35 – 27.45	27.70 – 28.00	27.10
1810	Seera	22.50	22.45 – 22.50	22.68 – 22.96	22.20
1302	Bawan	41.00	40.90 – 41.00	41.35 – 41.85	40.45
4180	Fitaihi Group	4.26	4.25 – 4.26	4.30 – 4.38	4.20

*As of 10th October 2024

* Note – Stop loss is based on an intraday basis

CHARTS OF THE DAY

Technical observations

EIC has just penetrated the level of prior peaks after bouncing off its 20-day SMA. Moreover, all the technical indicators show bullish structure.

Electrical Industries Company (EIC)



Source: Tradingview, Aljazira Capital

Technical observations

SIIG has formed a Harami candlestick's pattern around the level of the previous bottom and the lower boundary of a declining channel. Moreover, all the technical indicators show bullish structure.

Saudi Industrial Investment Group (SIIG)



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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