



Domestic Market News

- **Riyadh Municipality** signed 5 contracts worth SAR 6bn aiming at improving road quality with the scope of covering an area of 83mn sqmt for a period of 5 years. (Source: Argaam)
- **Oasis** signed SAR 60mn financing and banking services agreement with Qatar National Bank, for purchasing raw materials. (Source: Tadawul)
- **Lime Industries'** subsidiary submitted a request to join Industrial Competitiveness Program by signing framework agreement. As a result, financial impact of increase in production costs has decreased from 6% to 2%. (Source: Tadawul)
- **Al Naqool** sold 50% of Deer Villa project to its subsidiary. The project is 90% complete with no further increase in project cost. The company expects a positive impact on its FY24 financials. (Source: Tadawul)
- **Lana** obtains credit facilities worth SAR 5mn from Saudi French Bank, to finance the company's projects. (Source: Tadawul)
- **Leejam Sports** opened new center for ladies in Al-Jawf province. The financial impact of this center will be reflected in Q3-24. (Source: Tadawul)
- **Saudi Electricity** announced resignation of Eng. Khalid bin Hamad Al-Gnoon, as the CEO. The company has appointed Eng. Khalid bin Salim Al-Ghamdi as an acting CEO, who currently holds the position of EVP of Technical Services & acting VP of Risk management and Compliance. (Source: Tadawul)

Market Analysis

The **Saudi Stock Exchange** increased 1.1% to 12,268.4. The value traded stood at SAR 7.5bn (up 63.5% over the previous day), while advance-decline ratio stood at 117/100. The parallel market index decreased 0.2% to 25,684.4 points. The value traded stood at SAR 66.3mn (up 30.4% over the previous day). Most of the sectors in the main market ended in green. Utilities and Materials (up 5.5% and 2.6%, respectively), while Commercial Service and Consumer Durables (down 1.7% and 1.0%, respectively) declined the most.

Top Gainers

Company	Price	Change%
RED SEA	68.50	10.0
SFICO	25.75	9.9
ACWA POWER	448.00	6.6
SAUDI KAYAN	8.23	5.2
MAADEN	43.95	4.4

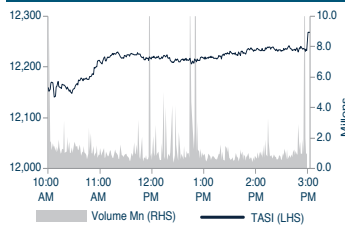
Top Losers

Company	Price	Change%
MAHARAH	7.22	-5.4
RETAL	14.52	-2.8
DAR ALARKAN	14.74	-2.6
EXTRA	95.20	-2.3
ALMUNAJEM	120.60	-2.1

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,268	12,268	12,135	1.1	1.9
NomuC	25,684	25,782	25,479	(0.2)	4.7

TASI movement during session



TASI Ratios

P/E* (x)	26.7
Price-to-Book (x)	2.5
Dividend Yield (%)	2.6
Return on Equity (%)	19.3

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,220	0.4	-16.2	15.6
Materials	5,799	2.6	-9.3	High
Capital Goods	13,300	-0.8	31.9	27.2
Commercial Service	5,054	-1.7	-9.4	38.9
Transportation	7,605	-0.3	19.7	35.5
Consumer Durables	5,334	-1.0	7.1	Neg
Consumer Services	5,218	0.0	4.8	41
Media	32,912	0.8	34.0	49.9
Consumer Discretionary Ret	8,135	-0.1	-5.6	23
Consumer Staples Ret	9,556	0.1	-2.2	23.9
Food & Beverages	6,269	1.1	11.4	30.9
Healthcare	13,116	0.3	7.3	43.6
Pharma & Bio Tech	5,691	-0.4	16.9	48.8
Banks	12,054	0.9	-1.9	13.1
Financial Services	7,871	1.9	16.9	30.8
Insurance	10,800	-0.3	25.7	26
Telecom	8,266	0.0	6.4	16
Utilities	15,178	5.5	52.9	31.4
REITs	3,364	0.5	-8.2	27.9
Real Estate	3,785	-0.2	23.8	46
Software & Services	82,907	0.8	20.9	43.7

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for September (bn)
12,057	11,965	12,040	6.46

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	12	651.20	966.00
Previous week	30.4	1,955.80	2,406.60

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.55	0.4
Al Rajhi	89.90	0.6
SNB	36.00	2.3
ACWA POWER	448.00	6.6
ALINMA	29.45	0.3





International Market News

- US** consumer confidence index tumbled to 98.7 in September from 105.6, materially below the consensus estimate of 103.0. With this the index dropped to near bottom of the narrow range that has prevailed over the past 2 years. Consumers turned negative of the current business conditions. (Source: Reuters)
- Eurozone** composite output index dropped to 48.9 in September from 51.0 and was the lowest in eight months. This fall was driven by deep downturn in manufacturing activity. Although services business activity continued to grow, the pace of growth was the weakest since February. (Source: Reuters)
- UK** private sector activity logged a further sustained growth in September despite easing since August. This was the eleventh successive monthly expansion in the British private sector. However, output growth slowdown in both manufacturing and services indicated moderation in the overall speed of recovery for first time since June. (Source: RTT News)
- Germany** business confidence index fell more-than-expected to 85.4 in September from 86.6. The sentiment continued to weaken and hit its lowest in eight months thus suggesting the economy slipping into recession. (Source: CNBC)
- Japan** producer prices were up 2.7% in August and remained unchanged from the July reading. Excluding international transportation, producer prices were up 0.1% M/M and 2.7% Y/Y. (Source: Reuters)
- Oil prices** gained 1.2% on news of monetary stimulus from China amid concerns of growing conflict in the Middle East, which could hit the regional supply.
- Gold prices** gained 1.1% amid declining US consumer confidence and weakening US Dollar. Geopolitical tensions in the Middle East also fuelled in the growth of gold.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	100.47	-0.4	-1.2	-0.9
Euro	1.12	0.6	1.2	1.3
Japanese Yen	143.23	-0.3	-2.0	1.6
Sterling Pound	1.34	0.5	2.2	5.4
Chinese Yuan	7.01	-0.7	-1.1	-1.6
Indian Rupee	83.67	0.1	-0.2	0.6
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	48.68	0.1	0.1	57.5

Corporate Calendar

Date	Company	Event
25-Sep	DERAYAH REIT	Eligibility of Cash Dividend
25-Sep	ALMUJTAMA MEDICAL	EGM
25-Sep	SPM	Cash Dividend Distribution
26-Sep	BAWAN	Eligibility of Cash Dividend
26-Sep	FIRST AVENUE	Surplus Refund Date
26-Sep	ARABIAN MILLS	Final Allocation Date

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,461	0.6	3.1	9.9	8.6
Abu Dhabi (ADX)	9,461	0.1	1.9	-1.2	17.2
Kuwait (KSE)	7,750	0.2	-0.9	3.6	22.7
Qatar (QE)	10,491	0.5	2.8	-3.1	11.6
Oman (MSM)	4,716	0.1	-0.6	4.5	12.2
Bahrain (BSE)	2,025	-0.2	3.5	2.7	7.9
Egypt (EGX30)	30,871	-0.5	0.3	24.0	8.0

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	42,208	0.2	1.6	12.0	22.9
Nasdaq	19,945	0.5	1.9	18.5	34.0
S&P 500	5,733	0.3	1.5	20.2	26.1
FTSE 100	8,283	0.3	-1.1	7.1	14.6
Germany DAX 30	18,997	0.8	0.5	13.4	15.8
France CAC 40	7,604	1.3	-0.4	0.8	14.1
Japan Nikkei 225	37,941	0.6	-1.8	13.4	22.8
Brazil IBOVESPA	132,156	1.2	-2.8	-1.5	10.0
Hong Kong Hang Seng	19,001	4.1	5.6	11.5	10.1
South Korea KOSPI	2,632	1.1	-1.6	-0.9	13.6
China Shanghai Composite	2,863	4.2	0.7	-3.8	13.8
Australia ASX 200	8,142	-0.1	0.6	7.3	20.8
India Sensex	84,914	-0.0	3.1	17.5	25.8
MSCI EM	1,132	1.9	2.9	10.6	15.4
MSCI World	3,702	0.4	1.1	16.8	22.9

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	77.52	1.6	-2.4	-3.6
Brent Crude (\$/bbl)	75.17	1.7	-4.6	-2.4
Texas crude (\$/bbl)	71.56	1.7	-2.7	-0.1
Natural Gas (\$/mmbtu)	2.55	-2.4	19.9	-7.0
Gold (\$/oz)	2,657.10	1.1	6.1	28.8
Silver (\$/oz)	32.10	4.6	11.2	34.9
Steel (\$/ton)	704.00	0.0	-1.4	-38.0
Iron Ore (CNY/MT)	685.00	1.0	-11.7	-34.3
Wheat (\$/bu)	578.00	-0.8	4.8	-13.6
Corn (\$/bu)	411.75	-0.4	2.7	-18.2
Sugar (\$/lb)	23.12	2.3	17.6	11.6
SMP* (EUR/MT)	2,590.00	0.0	4.9	0.5

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.44	-0.6	-58.2	-47.2
KSA (SAIBOR 3M)	5.64	-1.5	-42.6	-59.3
KSA (SAIBOR 6M)	5.44	-1.3	-39.8	-63.5
KSA (SAIBOR 12M)	5.31	2.2	-23.8	-68.2
USA (SOFR 3M)	4.66	-0.9	-35.8	-67.3
UAE (EIBOR 3M)	4.75	-6.0	-30.1	-57.8

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of Sept 24, 2024





Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	12,268
Short-term view	Buy
52 weeks high/low	12,883 – 10,262

Market data

Exchange Market Cap. (SAR bn)	10,191.0
Value (SAR mn)	7,475.7
Volume (mn)	418.0
Number of Transactions	597,993
Market Breadth	117 : 100

Key statistics

1D return %	1.14%
MTD return %	1.01%
QTD return	5.04%
YTD return	2.52%
ADT vol. 3M* (mn)	327.2
ADT val. 3M (SARmn)	6,839.9

*ADT stands for Average Daily Traded

TASI market commentary

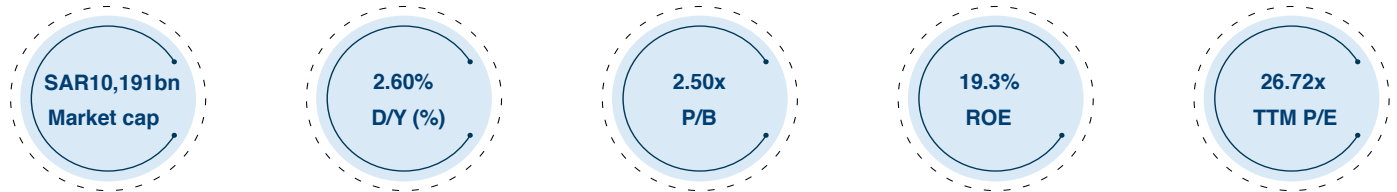
- TASI experienced a rise on Tuesday; primarily driven by the performance of the Materials sector (up 2.60%) and the Utilities sector (up 5.47%). At close, the Saudi market ended the day with a change of 1.14% at 12,268. In terms of activity, total volumes and value traded were ~418mn and ~SAR 7.5bn, respectively. The advance-decline ratio came in at 117/100.

Technical outlook

- TASI closed the last session near 12,268, registering a substantial increase of 139 points. The buying sentiment caused an opening gap at the session's outset and continued propelling the index upward. TASI resumed its upside trajectory toward the potential target of the declining channel near the prior peak around 12,330; besides, it has penetrated a declining trendline, indicating a potential further rise. TASI formed a bullish Marubozu candlestick, reflecting the dominating buying sentiment in the market. Additionally, the RSI maintained its upward momentum after surpassing the 50 level. TASI has an immediate resistance level of around 12,330. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,400–12,470. On the other hand, an immediate support level is observed around 12,235. If breached, the subsequent support levels would be around 12,135 – 12,040. Traders are advised to buy and closely monitor the resistance level of the previous peak around 12,330, as the decisive penetration could trigger further buying attitude.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,965	12,040	12,135	12,235	12,330	12,400	12,470



Source: Bloomberg, Argaam

TASI daily chart

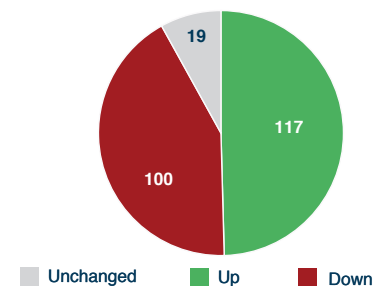


Source: Tradingview, Aljazira Capital

Our view



Market depth





SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	Close*	Buy range	Sell range	Stop loss
1321	East Pipes	152.80	152.40 – 152.80	154.20 – 155.80	150.80
1810	Seera	23.96	23.90 – 23.96	24.18 – 24.44	23.66
1211	Maaden	43.95	43.85 – 43.95	44.35 – 44.85	43.40
2180	FIPCO	50.40	50.30 – 50.40	50.80 – 51.40	49.80
4016	Avalon Pharma	136.00	135.60 – 136.00	137.20 – 138.60	134.20
2330	Advanced	39.00	38.90 – 39.00	39.35 – 39.80	38.50
2223	LUBEREF	132.40	132.00 – 132.40	133.60 – 135.00	130.80

*As of 24th September 2024

* Note – Stop loss is based on an intraday basis

CHARTS OF THE DAY

Technical observations

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

East Pipes Integrated Company for Industry (EAST PIPES)



Source: Tradingview, Aljazira Capital

Technical observations

SEERA has penetrated a declining trendline as well as the level of the prior minor peak. Moreover, all the technical indicators show bullish structure.

Seera Group Holding (SEERA)



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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