



## Domestic Market News

- **SDAIA** is committed to raising awareness about AI enabling Saudi workforce. The framework set will help entities identify jobs and related tasks which can be regulated by AI. (Source: Argaam)
- **Hyatt Global Group** announced expanding its capacity from 1,700 rooms to 5,000 rooms in KSA in the coming years, by building new hotels. (Source: Argaam)
- Value of investments by **non-Saudis** exceeds SAR 400bn, due to the significant developments in the financial markets and the economy. (Source: Argaam)
- **ANB** completed purchasing of 5mn shares to allocate shares for Employee Shares Program. Value of the shares purchased is SAR 98.3mn. (Source: Tadawul)
- **Alqeman** signed SAR 9.9mn contract with Asir Municipality to carry out the work of updating the base map and databases and the work on operating of spatial information systems. (Source: Tadawul)
- **Fakeeh Care** announced Dr Fatih Mehmet Gul's departure from his position as CEO. They have commenced the process of selecting the successor and have appointed Dr Mazen Fakeeh to oversee in the interim period. (Source: Tadawul)
- **SIDC** intends to issue Murabaha Sukuk with SAR 10mn, for financing the company's working capital. (Source: Tadawul)
- **Aramco** announced agreements with Chinese partners Rongsheng and Hengli, to reinforce Aramco's ongoing contribution to China's long-term energy security and development. (Source: Argaam)

## Market Analysis

The **Saudi Stock Exchange** decreased 1.8% to 11,766.4. The value traded stood at SAR 6.2bn (down 14.4% over the previous day), while advance-decline ratio stood at 18/212. The parallel market index increased 0.6% to 25,764.1 points. The value traded stood at SAR 40.9mn (down 14.3% over the previous day). All of the sectors in the main market ended in red. Utilities and Insurance (down 4.3% and 3.1%, respectively) declined the most.

## Top Gainers

Company	Price	Change%
ALBAHA	0.19	5.6
MESC	40.20	5.2
ALISTITHMAR REIT	9.45	5.1
AMLAK	12.68	3.4
ASTRA INDUSTRIAL	164.40	3.3

## Top Losers

Company	Price	Change%
SFICO	23.94	-10.0
ARTEX	16.66	-5.1
RED SEA	48.20	-5.1
ACWA POWER	385.40	-5.1
BUPA ARABIA	215.00	-4.4

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,766	11,957	11,766	(1.8)	(2.2)
NomuC	25,764	25,844	25,528	0.6	5.0

## TASI movement during session



## TASI Ratios

P/E* (x)	25.4
Price-to-Book (x)	2.4
Dividend Yield (%)	2.8
Return on Equity (%)	19.4

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,116	-0.8	-17.9	15.3
Materials	5,498	-2.1	-14.0	High
Capital Goods	13,141	-1.6	30.3	26.8
Commercial Service	4,993	-2.0	-10.5	38.5
Transportation	7,402	-2.1	16.5	34.5
Consumer Durables	5,229	-2.1	5.0	Neg
Consumer Services	5,098	-1.2	2.4	40.4
Media	31,324	-2.0	27.6	47.8
Consumer Discretionary Ret	7,862	-1.8	-8.7	22.3
Consumer Staples Ret	9,368	-0.8	-4.2	23.4
Food & Beverages	6,038	-1.4	7.3	29.7
Healthcare	12,590	-2.4	3.0	41.9
Pharma & Bio Tech	5,705	-0.8	17.2	48.6
Banks	11,611	-1.7	-5.5	12.6
Financial Services	7,711	-1.3	14.5	29.9
Insurance	10,758	-3.1	25.2	25.7
Telecom	7,900	-1.3	1.7	15.5
Utilities	13,436	-4.3	35.4	28
REITs	3,273	-0.4	-10.7	27.2
Real Estate	3,667	-1.4	20.0	44.7
Software & Services	77,618	-2.3	13.2	41

## Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for September (bn)
11,960	12,061	12,092	6.76

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	24.1	1,699.50	1,976.90
Previous week	36.8	2,054.70	2,791.40

## Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.00	-0.7
Al Rajhi	87.00	-1.4
SNB	34.15	-1.4
ACWA POWER	385.40	-5.1
ALINMA	29.30	-2.3





## International Market News

- According to **EIA**, oil inventories in the US increased 0.8mn barrels (prior: down 6.9mn) to 419.1mn in the week ended September 06. Gasoline inventories increased 2.3mn barrels (prior: up 0.8mn) to 221.6mn, distillate inventories increased 2.3mn barrels (prior: down 0.4mn) to 125.0mn. (Source: EIA, Econoday)
- US CPI** rose by 0.2% in August, matching the uptick seen in July as well as the consensus estimates. The growth was due to growth in shelter costs, which rose 0.5%, while a 0.8% decrease in energy prices, helped limit the upside. (Source: Reuters)
- UK GDP** unexpectedly stagnated for second straight month, due to fall in production and construction which was offset by an increase in services output. Despite the economy stagnating in July, the UK is not at the cusp of recession. (Source: RTT News)
- Britain's** shift towards services dominated economy is accelerating, thereby pushing manufacturing's share of economic output to a historic low of 9.2% in Q2. It exports more services, than goods. The services sector now accounts for 81.2% of Britain's economic output, up from 80% before the pandemic. (Source: CNBC)
- Japan's** Corporate Goods Price Index rose 2.5% in August, slowing from 3.0% in July and falling short of the market forecasts of 2.8% rise. The annual wholesale inflation slowed as the yen's rebound weighed on import costs, thereby taking some pressure off the central bank to address the upward price-risks with near-term interest rate hikes. (Source: Reuters)
- Oil prices** gained 2.1% driven by fears of lengthy production shutdowns in the US due to Hurricane Francine.
- Gold prices** fell 0.2% following the release of US CPI data.

## Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	101.68	0.1	-0.0	0.3
Euro	1.10	-0.1	-0.3	-0.2
Japanese Yen	142.36	-0.1	-2.6	0.9
Sterling Pound	1.30	-0.3	-0.6	2.5
Chinese Yuan	7.13	-0.1	0.6	0.0
Indian Rupee	83.98	0.0	0.1	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	-0.0	-0.6
Omani Rial	0.38	-0.0	-0.0	-0.0
Bahraini Dinar	0.38	0.0	-0.0	-0.0
Egyptian Pound	48.38	0.0	-0.5	56.5

## Corporate Calendar

Date	Company	Event
12-Sep	ENWA ALRAWABI	Cash Dividend Distribution
12-Sep	ALBILAD	Eligibility of Cash Dividend
12-Sep	SGS	Eligibility of Cash Dividend
15-Sep	CATRION	Cash Dividend Distribution
15-Sep	EPCCO	Eligibility of Cash Dividend
15-Sep	QACCO	Cash Dividend Distribution

EGM: Extra Ordinary Meeting\*

OGM: Ordinary General Meeting\*

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,346	-0.9	0.5	7.1	8.4
Abu Dhabi (ADX)	9,323	-0.8	0.4	-2.7	17.0
Kuwait (KSE)	7,740	-0.9	-1.0	3.5	22.7
Qatar (QE)	10,248	-0.2	0.4	-5.4	11.4
Oman (MSM)	4,725	-0.5	-0.5	4.7	12.2
Bahrain (BSE)	1,954	0.3	-0.2	-0.9	7.7
Egypt (EGX30)	30,486	1.3	-0.9	22.5	7.6

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	40,862	0.3	-1.7	8.4	22.2
Nasdaq	19,237	2.2	-1.7	14.3	32.8
S&P 500	5,554	1.1	-1.7	16.4	25.3
FTSE 100	8,194	-0.1	-2.2	6.0	14.5
Germany DAX 30	18,330	0.4	-3.0	9.4	15.1
France CAC 40	7,397	-0.1	-3.1	-1.9	13.7
Japan Nikkei 225	35,620	-1.5	-7.8	6.4	21.4
Brazil IBOVESPA	134,677	0.3	-1.0	0.4	10.2
Hong Kong Hang Seng	17,109	-0.7	-4.9	0.4	9.1
South Korea KOSPI	2,513	-0.4	-6.0	-5.3	12.9
China Shanghai Composite	2,722	-0.8	-4.2	-8.5	13.2
Australia ASX 200	7,988	-0.3	-1.3	5.2	20.4
India Sensex	81,523	-0.5	-1.0	12.9	24.8
MSCI EM	1,059	-0.4	-3.7	3.4	14.7
MSCI World	3,579	0.7	-2.3	12.9	22.1

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	73.16	-0.1	-7.8	-9.0
Brent Crude (\$/bbl)	70.61	2.1	-10.4	-8.3
Texas crude (\$/bbl)	67.31	2.4	-8.5	-6.1
Natural Gas (\$/mmbtu)	2.27	1.7	6.7	-17.2
Gold (\$/oz)	2,511.76	-0.2	0.3	21.8
Silver (\$/oz)	28.68	1.0	-0.7	20.5
Steel (\$/ton)	700.00	0.0	-2.0	-38.3
Iron Ore (CNY/MT)	708.50	-0.2	-8.7	-32.1
Wheat (\$/bu)	579.25	0.9	5.0	-13.4
Corn (\$/bu)	404.75	0.1	0.9	-19.6
Sugar (\$/lb)	19.07	1.5	-3.0	-7.9
SMP* (EUR/MT)	2,560.00	1.4	3.6	-0.7

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.75	-4.3	-27.0	-16.1
KSA (SAIBOR 3M)	5.93	1.3	-13.2	-29.8
KSA (SAIBOR 6M)	5.67	-3.5	-16.6	-40.3
KSA (SAIBOR 12M)	5.50	-2.8	-4.8	-49.3
USA (SOFR 3M)	4.93	-1.8	-8.5	-40.0
UAE (EIBOR 3M)	4.91	-7.6	-14.0	-41.7

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of Sept 11, 2024



Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	11,766
Short-term view	Hold
52 weeks high/low	12,883 – 10,262

Market data	
Exchange Market Cap. (SAR bn)	9,887.8
Value (SAR mn)	6,153.1
Volume (mn)	311.3
Number of Transactions	539,370
Market Breadth	18 : 212

Key statistics	
1D return %	-1.84%
MTD return %	-3.12%
QTD return	0.74%
YTD return	-1.68%
ADT vol. 3M* (mn)	309.1
ADT val. 3M (SARmn)	6,891.0

\*ADT stands for Average Daily Traded

## TASI market commentary

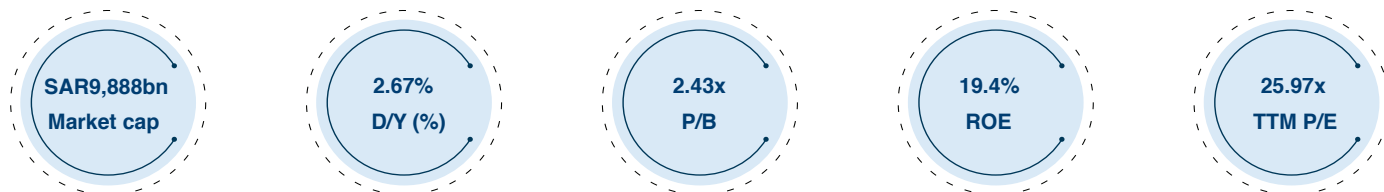
- TASI experienced a decline on Wednesday; primarily driven by the performance of the Materials sector (down 2.08%) and the Banks sector (down 1.72%). At close, the Saudi market ended the day with a change of -1.84% at 11,766. In terms of activity, total volumes and value traded were ~311mn and ~SAR 6.2bn, respectively. The advance-decline ratio came in at 18/212.

## Technical outlook

- TASI closed the last session near 11,766, marking a substantial drop of 220 points. The index experienced a sell-off leading to a close below the 50% Fibonacci levels, accompanied by lower-than-average trading activity. Presently, it is approaching the critical support level of the 61.8% Fibonacci level around 11,700. TASI formed a Bearish Marubozu candlestick, reflecting the dominating selling sentiment. Additionally, the RSI is nearing the oversold zone near the 30 level. TASI has an immediate resistance level of around 11,825. If successfully surpassed, the subsequent resistance levels to watch for would be around 11,940- 12,020. On the other hand, an immediate support level is observed around 11,700 where buying sentiment may reappear. If breached, the subsequent support levels would be around 11,500 - 11,320. TASI is currently approaching a test of the 61.8% Fibonacci level. Consequently, traders are advised to closely monitor the significant support level of around 11,700 near the 61.8% Fibonacci level; where buying attitude may revive. Furthermore, penetrating the threshold of 11,940 may indicate the end of the profit booking attitude.

## Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,320	11,500	11,700	11,825	11,940	12,020	12,090



Source: Bloomberg, Argaam

## TASI daily chart

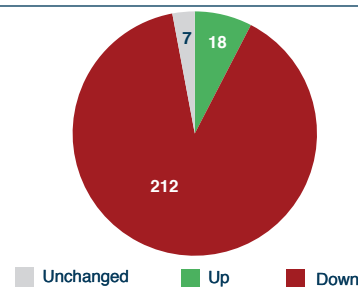


Source: Tradingview, Aljazira Capital

## Our view



## Market depth



## SAUDI MARKET - TOP PICKS FOR THE WEEK

Code	Company	Close*	Buy range	Sell range	Reward %	Stop loss
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No stocks recommendations due to market volatility

\*As of 11<sup>th</sup> September 2024

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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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