



## Domestic Market News

- SAMA** slashed its reverse repo rate by 25bps to 475bps from 500bps. While it also cut its repo rate by 25bps to 525 bps to 550 bps. (Source: Argaam)
- Marafiq** announced its acquisition of Veolia Middle East's 51% shares in Jeddah Althaniya Operation and Maintenance Company. This acquisition aims to enhance the company's ability to improve its services and maintain operational excellence. (Source: Tadawul)
- AlArabia's** contract with Jeddah municipality for installing 40 digital screens has been abandoned. This will drive reduction of lease liabilities by SAR 620.8mn, monthly reduction of ROU depreciation by SAR 6.9mn, monthly reduction of finance cost by SAR 2.5mn and reduction of ROU by SAR 598.9mn. (Source: Tadawul)
- Jarir** completed the sale of residential building in Medina for SAR 1.65mn. This will lead to recognition of capital gains of SAR 0.3mn in Q4-24. (Source: Tadawul)
- Chubb** received renewal confirmation of insurance contract from SIPCHEM, which will have positive financial impact over FY24-25. (Source: Tadawul)

## Earnings update (Net Profit) (SAR mn)

Company	Q3-24	Q3-23	Y/Y %	Q2-24	Q/Q %
2P	36.9	34.6	6.63	58.8	-37.14
CENOMI RETAIL*	19.3	-202.9	NM	84.1	-77.05
JOUF CEMENT	10.0	29.9	-66.41	8.13	23.53
MAHARAH	24.4	20.4	19.46	51.1	-52.32
DALLAH	126.2	98.9	27.59	111.84	12.79
SMASCO	29.0	44.2	-34.39	35.8	-18.99
ALARABIA	44.3	62.9	-29.59	47.3	-6.36
AL-JOUF AGRI	18.6	20.7	-9.99	15.57	19.79
CENOMI CENTER	328.1	293.6	11.75	353.8	-7.26
SUMOU	29.8	28.6	3.99	34.4	-13.40
TAIBA	59.3	53.9	9.96	87.5	-32.27
SHL	5.1	4.8	7.19	6.0	-15.36
AWPT	40.2	42.0	-4.35	76.9	-47.73
NORTHERN CEM	18.2	23.3	-22.24	11.8	54.21

Source: Tadawul, Aljazira Capital Research. NM means Not Meaningful

## Market Analysis

The **Saudi Stock Exchange** increased 0.3% to 12,130.8 points. The value traded stood at SAR 7.5bn (down 0.6% over the previous day), while advance-decline ratio stood at 113/111. The parallel market index increased 1.4% to 29,269.0 points. The value traded stood at SAR 119.1mn (up 11.6% over the previous day). Most of the sectors in the main market ended in green. Energy and Commercial Service (up 1.6% and 1.5%, respectively), increased the most, while Utilities and Capita Goods (down 2.6% and 0.9%, respectively) declined the most.

## Top Gainers

Company	Price	Change%
RASAN	78.10	7.1
MIAHONA	29.25	6.8
THEEB	79.30	6.6
NASEEJ	80.10	4.3
MIS	194.40	4.3

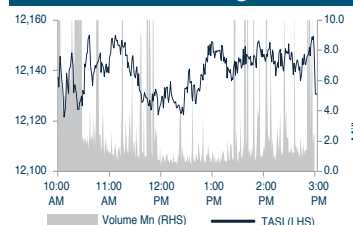
## Top Losers

Company	Price	Change%
MAADEN	53.90	-4.1
ALHOKAIR GROUP	2.74	-3.2
ACWA POWER	441.20	-3.0
SAUDI CABLE	80.30	-2.9
THIMAR	40.60	-2.9

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,131	12,159	12,116	0.3	0.8
NomuC	29,269	29,269	28,729	1.4	19.3

## TASI movement during session



## TASI Ratios

P/E* (x)	24.6
Price-to-Book (x)	2.4
Dividend Yield (%)	2.7
Return on Equity (%)	18.7

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,306	1.6	-14.9	15.9
Materials	5,854	-0.8	-8.4	High
Capital Goods	14,548	-0.9	44.3	29.7
Commercial Service	5,291	1.5	-5.2	40.6
Transportation	7,360	-0.8	15.9	34.2
Consumer Durables	5,307	0.4	6.6	Neg
Consumer Services	5,002	-0.3	0.5	38.8
Media	31,380	-0.1	27.8	47.9
Consumer Discretionary Ret	8,176	0.7	-5.1	23.2
Consumer Staples Ret	8,962	0.1	-8.3	22.3
Food & Beverages	5,876	0.2	4.4	27.8
Healthcare	12,193	-0.1	-0.2	40.7
Pharma & Bio Tech	5,253	0.2	7.9	44
Banks	11,920	1.3	-3.0	12.8
Financial Services	8,355	-0.9	24.1	32.3
Insurance	9,755	0.5	13.5	23.5
Telecom	8,090	-0.2	4.1	15.6
Utilities	14,946	-2.6	50.6	31
REITs	3,267	0.6	-10.9	27.1
Real Estate	3,727	-0.2	21.9	0
Software & Services	80,946	-0.2	18.0	42.6

## Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for November (bn)
12,065	12,055	12,008	6.24

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	31.2	4,307.00	2,310.10
Previous week	30.7	3,877.10	2,337.90

## Top Weighted Companies

Company	Price	Change%
Saudi Aramco	28.00	1.6
Al Rajhi	92.70	2.0
ACWA POWER	441.20	-2.9
SNB	32.65	0.0
STC	42.15	-0.4



## International Market News

- According to **Baker Hughes**, North America's rig count decreased 792 in the week ended November 08 from 798 earlier. The rig count stayed same at 585, while decreased to 12 in the Gulf of Mexico from 14. The rig count in Canada decreased to 207, from 213. (Source: Baker Hughes)
- The **Fed** reduced its target range by 25bps to 4.5%–4.75%, as anticipated. The decision reflects easing labor market conditions and inflation's gradual progress toward the 2% target. However, the economic outlook remains uncertain, with the Committee closely monitoring risks to both sides of its dual mandate. (Source: Reuters)
- US** wholesale inventories fell by 0.2% in September after rising by 0.2% in August and was marginally ahead of the expectations of a 0.1% fall. The modest decrease came as durable goods fell by 0.5%, offsetting a 0.3% increase by non-durable goods. (Source: CNBC)
- US** labor productivity shot up 2.2% in Q3, after surging by 2.1% in Q2. The sharp increase in labor productivity, came as output soared by 3.5% compared to 1.2% rise in hours worked. (Source: RTT News)
- Bank of England** decided to lower the rate by 25bps to 4.75%. The central bank reduced its benchmark rate for the second time this year citing continued progress in disinflation but suggested that further easing is set to be gradual. (Source: RTT News)
- Oil prices** fell 2.3% on Friday as investors grew less fearful of prolonged supply disruptions from the hurricane in the Gulf of Mexico.
- Gold prices** fell 0.9% on Friday on continued post-election fallout, and higher interest rate expectations.

## Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	105.00	0.5	1.0	3.6
Euro	1.07	-0.8	-1.5	-2.9
Japanese Yen	152.64	-0.2	0.4	8.2
Sterling Pound	1.29	-0.5	0.2	1.5
Chinese Yuan	7.20	0.7	1.1	1.1
Indian Rupee	84.37	-0.0	0.3	1.4
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	-0.0	-0.0	-0.0
Kuwaiti Dinar	0.31	-0.1	0.0	-0.2
Omani Rial	0.39	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	-0.0	0.0
Egyptian Pound	49.28	-0.0	0.7	59.4

## Corporate Calendar

Date	Company	Event
10-Nov	SAL	Eligibility of Cash Dividend
11-Nov	TCC	Eligibility of Cash Dividend
11-Nov	ALDAWAA	Eligibility of Cash Dividend
11-Nov	ALKHABEER REIT	Eligibility of Cash Dividend
13-Nov	TAMKEEN	Surplus Refund Date
14-Nov	ARAMCO	Eligibility of Cash Dividend

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

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,640	-0.1	1.1	14.3	8.6
Abu Dhabi (ADX)	9,449	-0.2	1.3	-1.3	17.1
Kuwait (KSE)	7,703	-0.2	0.4	3.0	22.6
Qatar (QE)	10,569	0.0	0.4	-2.4	11.5
Oman (MSM)	4,706	-0.2	-0.9	4.2	12.6
Bahrain (BSE)	2,031	0.5	0.6	3.0	8.0
Egypt (EGX30)	31,267	0.7	2.0	25.6	8.0

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	43,989	0.6	5.3	16.7	23.9
Nasdaq	21,117	0.1	6.2	25.5	34.5
S&P 500	5,996	0.4	5.1	25.7	26.4
FTSE 100	8,072	-0.8	-0.5	4.4	15.0
Germany DAX 30	19,215	-0.8	0.7	14.7	16.0
France CAC 40	7,339	-1.2	-0.2	-2.7	14.8
Japan Nikkei 225	39,500	0.3	1.1	18.0	23.1
Brazil IBOVESPA	127,830	-1.4	-1.5	-4.7	9.9
Hong Kong Hang Seng	20,728	-1.1	2.0	21.6	11.2
South Korea KOSPI	2,561	-0.1	0.2	-3.5	13.2
China Shanghai Composite	3,452	-0.5	5.3	16.0	16.3
Australia ASX 200	8,295	0.8	1.7	9.3	20.9
India Sensex	79,486	-0.1	0.1	10.0	23.8
MSCI EM	1,136	-0.4	1.4	10.9	15.7
MSCI World	3,791	0.1	4.0	19.6	22.7

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	75.89	-0.4	4.0	-5.6
Brent Crude (\$/bbl)	73.87	-2.3	1.0	-4.1
Texas crude (\$/bbl)	70.38	-2.7	1.6	-1.8
Natural Gas (\$/mmbtu)	2.67	-0.9	-1.4	-24.6
Gold (\$/oz)	2,684.77	-0.8	-2.2	30.1
Silver (\$/oz)	31.31	-2.3	-4.2	31.6
Steel (\$/ton)	707.00	0.0	-1.1	-37.7
Iron Ore (CNY/MT)	788.50	0.0	1.9	-24.4
Wheat (\$/bu)	572.50	0.2	0.4	-14.4
Corn (\$/bu)	431.00	0.8	4.9	-14.4
Sugar (\$/lb)	21.82	-1.7	-4.0	5.4
SMP* (EUR/MT)	2,582.00	-0.5	1.3	0.2

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.56	7.0	11.5	-35.3
KSA (SAIBOR 3M)	5.49	-6.7	-9.6	-74.1
KSA (SAIBOR 6M)	5.54	1.9	7.3	-53.8
KSA (SAIBOR 12M)	5.19	0.8	1.6	-80.5
USA (SOFR 3M)	4.52	-0.5	-4.3	-81.5
UAE (EIBOR 3M)	4.58	-0.6	-6.8	-74.6

Data Sources: Tadawul, Bloomberg, Reuters  
Closes as of Nov 7, 2024

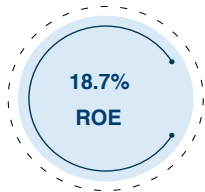
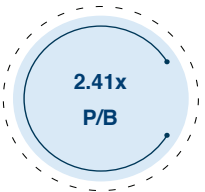
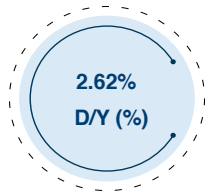


Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	12,131
<b>Short-term view</b>	Neutral
52 weeks high/low	12,883 – 10,262

Market data	
Exchange Market Cap. (SAR bn)	10,156.1
Value (SAR mn)	7,535.7
Volume (mn)	1,234.8
Number of Transactions	476,511
Market Breadth	113 : 111

Key statistics	
1D return %	0.31%
MTD return %	0.90%
QTD return	-0.78%
YTD return	1.37%
ADT vol. 3M* (mn)	601.6
ADT val. 3M (SARmn)	6,838.7

\*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 Energy sector (up 1.58%) and the Banks sector (up 1.30%). At close, the Saudi market ended the day with a change of 0.31% at 12,131. In terms of activity, total volumes and value traded were ~1,235mn and ~SAR 7.5bn, respectively. The advance-decline ratio came in at 113/111.

## Technical outlook

- TASI closed the last session near 12,131, marking a gain of 38 points. The index exhibited an opening gap at the session's onset, reflecting a near-term buying sentiment. However, it is presently challenging the significant resistance zone of 12,150 – 12,225 positioned near the upper boundary of a rising channel. TASI formed a Doji candlestick that necessitates confirmation by a subsequent bearish candlestick to indicate a possible following profit booking attitude. Meanwhile, the RSI indicator continues moving over its 50 level. TASI has an immediate resistance level of around 12,150. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,225 – 12,260. On the other hand, an immediate support level is observed around 12,055. If breached, the subsequent support levels would be around 12,000 – 11,940. Traders are advised to closely monitor the significant resistance zone near 12,150 – 12,225, where profit-booking attitudes may resurface. Alternately, surpassing this resistance zone may trigger further buying sentiment.

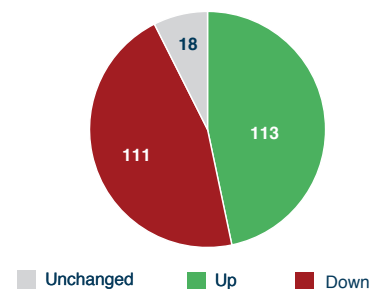
## Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,900	11,940	12,000	12,055	12,150	12,225	12,260

## Our view



## Market depth



## SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	Close*	Buy range	Sell range	Stop loss
1834	SMASCO	8.31	8.29 - 8.31	8.38 - 8.48	8.20
2084	Miahona	29.25	29.20 - 29.25	29.50 - 29.90	28.85
4142	Riyadh Cables	117.40	117.00 - 117.40	118.40 - 119.80	115.80
4210	SRMG	268.40	267.80 - 268.40	270.60 - 273.80	264.80
1120	Al Rajhi Bank	92.70	92.50 - 92.70	93.50 - 94.50	91.50
8313	Rasan	78.10	77.90 - 78.10	78.80 - 79.70	77.10
8010	Tawuniya	134.60	134.20 - 134.60	135.80 - 137.20	132.80

\*As of 07<sup>th</sup> November 2024

\* Note – Stop loss is based on an intraday basis

## CHARTS OF THE DAY

### Technical observations

**SMASCO** has just penetrated the 10-day and 20-day SMAs after bouncing off a previously penetrated declining trendline. Moreover, all the technical indicators show bullish structure.

### Saudi Manpower Solutions Co. (SMASCO)



Source: Tradingview, Aljazira Capital

### Technical observations

**MIAHONA** has just penetrated its 50-day SMA after bouncing off a previously penetrated declining trendline. Moreover, all the technical indicators show bullish structure.

### Miahona Co. (MIAHONA)



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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