

Domestic Market News

- **KSA's** merchandise imports rose 13% to SAR 75.2bn and recorded a high during July. Machinery, electrical equipment was 27% of the total imports. (Source: Argaam)
- **KSA** began operations at Hawiyah Gas Storage plant, the kingdom's first project to store natural gas by injecting processed gas. The project aims to re-produce natural gas in the main gas network at 2bn standard cubic feet per day. (Source: Argaam)
- **KSA's** heavy equipment market is valued at more than USD 4bn and diesel generators market at USD 550mn. Both these markets are expected to see significant growth until 2030. (Source: Argaam)
- **King Salman Energy Park** attracted over 60 investors to date with total investments exceeding USD 3bn. The project includes Industrial Zone, Dry Port, Business District, Training Zone, and Residential/Commercial Area. (Source: Argaam)
- **HMG** signed SAR 1.3bn banking facilities agreement with Al Rajhi Bank, to finance the group's projects. (Source: Argaam)
- **CMCER** recommends a buyback of 500K shares to hold as treasury shares. It aims to allocate the shares for long-term employee incentive program. The buyback will be financed through the company's internal resources. (Source: Tadawul)
- **SFICO** announced resignation of board member Mr. Abdulrahman Saud Al-Owais. He was the independent director on the company's board.

Market Analysis

The **Saudi Stock Exchange** decreased 0.8% to 12,271.8. The value traded stood at SAR 6.2bn (down 25.1% over the previous day), while advance-decline ratio stood at 81/142. The parallel market index increased 0.3% to 25,610.7 points. The value traded stood at SAR 25.2mn (down 32.4% over the previous day). Most of the sectors in the main market ended in red. Media and Consumer Services (up 2.4% and 1.4%, respectively), while Food & Beverages and Banks (down 2.0% and 1.7%, respectively) declined the most.

Top Gainers

Company	Price	Change%
BINDAWOOD	7.94	6.0
THIMAR	51.80	5.7
AMERICANA	2.78	5.3
ALBAHA	0.20	5.3
ARAB SEA	7.70	5.2

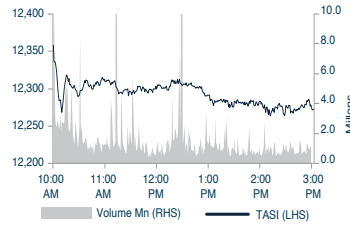
Top Losers

Company	Price	Change%
DALLAH HEALTH	160.40	-5.0
HB	65.00	-5.0
ASTRA INDUSTRIAL	168.60	-3.1
BUPA ARABIA	220.00	-3.1
RIBL	25.05	-2.9

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,272	12,358	12,263	(0.8)	2.0
NomuC	25,611	25,681	25,459	0.3	4.4

TASI movement during session



TASI Ratios

P/E* (x)	26.9
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	5,169	-1.2	-17.1	15.5
Materials	5,834	-0.3	-8.7	High
Capital Goods	13,317	-1.3	32.1	27.2
Commercial Service	5,080	-0.6	-8.9	39
Transportation	7,592	-0.3	19.5	35.3
Consumer Durables	5,437	0.1	9.2	Neg
Consumer Services	5,293	1.4	6.3	41.9
Media	34,630	2.4	41.0	High
Consumer Discretionary Ret	8,126	-1.1	-5.7	23
Consumer Staples Ret	9,719	0.7	-0.6	24.4
Food & Beverages	6,175	-2.0	9.7	30.5
Healthcare	12,923	-1.1	5.7	43
Pharma & Bio Tech	5,933	0.7	21.9	High
Banks	11,820	-1.7	-3.8	12.8
Financial Services	7,930	-0.7	17.8	31.3
Insurance	10,739	-1.7	25.0	25.8
Telecom	8,250	-0.5	6.2	16.1
Utilities	16,292	0.7	64.2	33.6
REITs	3,354	-0.5	-8.5	27.9
Real Estate	3,834	0.4	25.4	46.8
Software & Services	84,393	0.1	23.1	44.6

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for September (bn)
12,278	12,104	12,067	6.57

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	6.2	503.60	471.90
Previous week	27.4	1,524.80	2,088.40

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.25	-1.3
Al Rajhi	88.10	-1.7
SNB	35.00	-1.8
ACWA POWER	490.00	1.0
ALINMA	28.95	-0.9



International Market News

- US** consumer sentiment index for September was upwardly revised to 70.1 from 69.0. Economists had expected a more modest upward revision to 69.3. Sentiment appears to be building some momentum as consumers' expectations for the economy brighten. (Source: Reuters)
- US** initial jobless claims slipped to 218,000, marking a decrease of 4,000 from the previous week's levels. The dip surprised economists, who had expected jobless claims to rise to 225,000. With this unexpected decrease the jobless claims fell to their lowest levels since May. (Source: RTT News)
- France** CPI rose in September to 1.2%, slower than the 1.8% rise in August. The CPI eased to its lowest levels in more than three years amid fall in energy prices. The energy prices fell 3.3%, versus a 0.4% rise in August. (Source: Reuters)
- China's** manufacturing sector fell into the contraction zone in September, with manufacturing PMI 49.3. Incoming new orders for manufactured goods declined at fastest pace since September 2022 due to weaker demand, increased competition and subdued market conditions. (Source: CNBC)
- Japan's** retail sales was up 0.8% M/M in August to the tune of Yen 13.8tn. On a yearly basis, retail sales advanced 2.8%, thereby beating the forecasts for 2.6%. (Source: RTT News)
- Japan's** industrial production dropped 3.3% in August, following a 3.1% rise in July. Shipments were down 4.0% while inventories eased 0.6%. According to the industry experts the industrial production continues to fluctuate indecisively. (Source: CNBC)

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	100.38	0.0	-1.3	-0.9
Euro	1.12	0.0	1.0	1.1
Japanese Yen	142.21	0.0	-2.7	0.8
Sterling Pound	1.34	0.0	1.9	5.1
Chinese Yuan	6.98	0.0	-1.5	-2.0
Indian Rupee	83.70	0.0	-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	0.38	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	0.0	-0.0
Egyptian Pound	48.36	0.0	-0.5	56.5

Corporate Calendar

Date	Company	Event
30-Sep	SVCP	EGM
30-Sep	ALJOUF	Eligibility of Cash Dividend
30-Sep	SASCO	Cash Dividend Distribution
30-Sep	ATHEEB TELECOM	Cash Dividend Distribution
30-Sep	SGS	Cash Dividend Distribution
30-Sep	SUMOU	Cash Dividend Distribution

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,521	0.0	4.5	11.4	8.7
Abu Dhabi (ADX)	9,469	0.0	2.0	-1.1	17.2
Kuwait (KSE)	7,741	-0.6	-1.0	3.5	22.7
Qatar (QE)	10,585	0.0	3.7	-2.3	11.7
Oman (MSM)	4,735	0.7	-0.2	4.9	12.2
Bahrain (BSE)	2,014	-0.0	2.9	2.1	7.9
Egypt (EGX30)	31,459	0.6	2.2	26.4	8.2

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	42,313	0.0	1.8	12.3	22.9
Nasdaq	20,009	0.0	2.2	18.9	34.1
S&P 500	5,738	0.0	1.6	20.3	26.2
FTSE 100	8,321	0.0	-0.7	7.6	14.7
Germany DAX 30	19,474	0.0	3.0	16.2	16.2
France CAC 40	7,792	0.0	2.1	3.3	14.4
Japan Nikkei 225	39,830	0.0	3.1	19.0	23.9
Brazil IBOVESPA	132,730	0.0	-2.4	-1.1	10.0
Hong Kong Hang Seng	20,632	0.0	14.7	21.0	11.0
South Korea KOSPI	2,650	0.0	-0.9	-0.2	13.7
China Shanghai Composite	3,088	0.0	8.6	3.8	14.9
Australia ASX 200	8,212	0.0	1.5	8.2	21.1
India Sensex	85,572	0.0	3.9	18.5	26.0
MSCI EM	1,175	0.0	6.8	14.7	16.3
MSCI World	3,727	0.0	1.8	17.6	23.2

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	73.17	0.0	-7.8	-9.0
Brent Crude (\$/bbl)	71.98	0.0	-8.7	-6.6
Texas crude (\$/bbl)	68.18	0.0	-7.3	-4.8
Natural Gas (\$/mmbtu)	2.90	0.0	16.2	-6.1
Gold (\$/oz)	2,658.24	0.0	6.2	28.9
Silver (\$/oz)	31.57	0.0	9.4	32.7
Steel (\$/ton)	734.00	0.0	2.8	-35.3
Iron Ore (CNY/MT)	739.00	0.0	-4.8	-29.1
Wheat (\$/bu)	580.00	0.0	5.2	-13.3
Corn (\$/bu)	418.00	0.0	4.2	-17.0
Sugar (\$/lb)	22.64	0.0	15.2	9.3
SMP* (EUR/MT)	2,606.00	0.0	5.5	1.1

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.46	4.4	-56.7	-45.7
KSA (SAIBOR 3M)	5.59	-4.1	-47.9	-64.6
KSA (SAIBOR 6M)	5.51	6.8	-32.9	-56.6
KSA (SAIBOR 12M)	5.28	-2.0	-27.1	-71.6
USA (SOFR 3M)	4.59	0.0	-42.3	-73.8
UAE (EIBOR 3M)	4.53	0.0	-51.9	-79.7

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of Sept 29, 2024



Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	12,272
Short-term view	Neutral
52 weeks high/low	12,883 – 10,262

Market data	
Exchange Market Cap. (SAR bn)	10,142.6
Value (SAR mn)	6,202.9
Volume (mn)	503.6
Number of Transactions	471,855
Market Breadth	81 : 142

Key statistics	
1D return %	-0.83%
MTD return %	1.04%
QTD return	5.07%
YTD return	2.54%
ADT vol. 3M* (mn)	340.7
ADT val. 3M (SARmn)	6,962.4

*ADT stands for Average Daily Traded

TASI market commentary

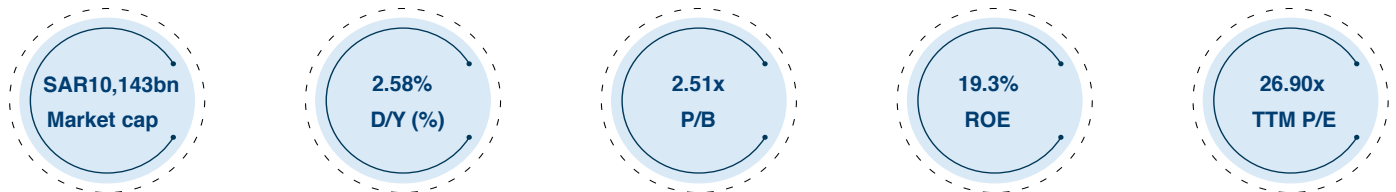
- TASI experienced a decline on Sunday; primarily driven by the performance of the Banks sector (down 1.69%) and the Energy sector (down 1.19%). At close, the Saudi market ended the day with a change of -0.83% at 12,272. In terms of activity, total volumes and value traded were ~504mn and ~SAR 6.2bn, respectively. The advance-decline ratio came in at 81/142.

Technical outlook

- TASI closed the last session near 12,272, marking a loss of 103 points. The index encountered a sentiment of profit-booking, leading to a downward movement that caused it to close below its 5-day SMA around 12,280. TASI formed a Bearish Tasuki Line candlestick, indicating a potential temporary profit booking attitude and a possible retracement towards the zone between 38.2% - 50% Fibonacci levels around 12,180 – 12,110. Additionally, the RSI started pointing downward after testing the level of its previous peaks. TASI has an immediate support level of around 12,180. If breached, the subsequent support levels would be around 12,110 – 12,065. On the other hand, an immediate resistance level is observed around 12,330. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,400– 12,485. Traders are advised to closely monitor the significant support zone of around 12,180 - 12,110, where buying attitudes may reemerge.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
12,065	12,110	12,180	12,280	12,330	12,400	12,485



Source: Bloomberg, Argam

TASI daily chart

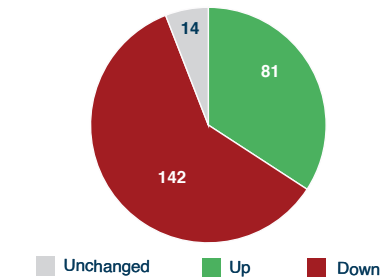


Source: Tradingview, Aljazira Capital

Our view



Market depth



SAUDI MARKET - TOP PICKS FOR THE WEEK

Code	Company	Close*	Buy range	Sell range	Reward %	Stop loss
------	---------	--------	-----------	------------	----------	-----------

No stocks recommendations due to market volatility

*As of 29th September 2024

Head of Sell-Side Research

Jassim Al-Jubran

+966 11 2256248

j.aljabran@aljaziracapital.com.sa

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.

Disclaimer

The purpose of producing this report is to present a general view on the company/economic sector/economic subject under research, and not to recommend a buy/sell/hold for any security or any other assets. Based on that, this report does not take into consideration the specific financial position of every investor and/or his/her risk appetite in relation to investing in the security or any other assets, and hence, may not be suitable for all clients depending on their financial position and their ability and willingness to undertake risks. It is advised that every potential investor seek professional advice from several sources concerning investment decision and should study the impact of such decisions on his/her financial/legal/tax position and other concerns before getting into such investments or liquidate them partially or fully. The market of stocks, bonds, macroeconomic or microeconomic variables are of a volatile nature and could witness sudden changes without any prior warning, therefore, the investor in securities or other assets might face some unexpected risks and fluctuations. All the information, views and expectations and fair values or target prices contained in this report have been compiled or arrived at by Al-Jazira Capital from sources believed to be reliable, but Al-Jazira Capital has not independently verified the contents obtained from these sources and such information may be condensed or incomplete. Accordingly, no representation or warranty, express or implied, is made as to, and no reliance should be placed on the fairness, accuracy, completeness or correctness of the information and opinions contained in this report. Al-Jazira Capital shall not be liable for any loss as that may arise from the use of this report or its contents or otherwise arising in connection therewith. The past performance of any investment is not an indicator of future performance. Any financial projections, fair value estimates or price targets and statements regarding future prospects contained in this document may not be realized. The value of the security or any other assets or the return from them might increase or decrease. Any change in currency rates may have a positive or negative impact on the value/return on the stock or securities mentioned in the report. The investor might get an amount less than the amount invested in some cases. Some stocks or securities maybe, by nature, of low volume/trades or may become like that unexpectedly in special circumstances and this might increase the risk on the investor. Some fees might be levied on some investments in securities. This report has been written by professional employees in Al-Jazira Capital, and they undertake that neither them, nor their wives or children hold positions directly in any listed shares or securities contained in this report during the time of publication of this report, however, The authors and/or their wives/children of this document may own securities in funds open to the public that invest in the securities mentioned in this document as part of a diversified portfolio over which they have no discretion. This report has been produced independently and separately by the Research Division at Al-Jazira Capital and no party (in-house or outside) who might have interest whether direct or indirect have seen the contents of this report before its publishing, except for those whom corporate positions allow them to do so, and/or third-party persons/institutions who signed a non-disclosure agreement with Al-Jazira Capital. Funds managed by Al-Jazira Capital and its subsidiaries for third parties may own the securities that are the subject of this document. Al-Jazira Capital or its subsidiaries may own securities in one or more of the aforementioned companies, and/or indirectly through funds managed by third parties. The Investment Banking division of Al-Jazira Capital maybe in the process of soliciting or executing fee earning mandates for companies that is either the subject of this document or is mentioned in this document. One or more of Al-Jazira Capital board members or executive managers could be also a board member or member of the executive management at the company or companies mentioned in this report, or their associated companies. No part of this report may be reproduced whether inside or outside the Kingdom of Saudi Arabia without the written permission of Al-Jazira Capital. Persons who receive this report should make themselves aware, of and adhere to, any such restrictions. By accepting this report, the recipient agrees to be bound by the foregoing limitations.