



## Domestic Market News

- According to EDAC, **KSA's** flexible economic policies can address global challenges by building a diverse and stable economic base. This is amid a continued decline in inflation and rise in exports. (Source: Argaam)
- KSA's** industrial production index declined 4% Y/Y in June, impacted by decline in the mining and quarrying activity, which accounted for 61.4% of the index. (Source: Argaam)
- According to Lucid Group, **KSA's** EV market could grow at 6% Y/Y until 2030, with annual sales of 210K to 250K vehicles. This aligns with its commitment to manufacture 500K vehicles and investment of USD 50bn. (Source: Argaam)
- Al Arabia's** board recommended amending the bylaws to bring total number of directors to 7. This aims to have more diversified experience. (Source: Tadawul)
- AMAK** announced end of the acting CEO term, while appointed Eng. Geoffrey McDonald Day, as new CEO, with 35 years of work experience in mining industries. (Source: Tadawul)
- ADES** completed the signing of 6 onshore contracts awarded in Kuwait with KOC. All the contracts to commence during Q2-25 and Q3-25 and shall run for a 5-year term. (Source: Tadawul)

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

Company	Q2-24	Q2-23	Y/Y %	Q1-24	Q/Q %
SPIMACO	34.0	15.0	126.67	39.9	-14.78
MAADEN	1024.0	350.9	191.79	981.7	4.31

## Market Analysis

The **Saudi Stock Exchange** increased 0.9% to 11,771.7. The value traded stood at SAR 5.1bn (down 24.2% over the previous day), while the advance-decline ratio stood at 162/61. The parallel market index decreased 1.1% to 25,521.3 points. The value traded stood at SAR 38.3mn (up 37.5% over the previous day). Most of the sectors in the main market ended in green. Commercial Service and Consumer Durables (up 5.4% and 2.7%, respectively) while Pharma & Bio Tech and REITs (down 1.0% and 0.4%, respectively) declined the most.

## Top Gainers

Company	Price	Change%
THIMAR	40.80	10.0
ALBABTAIN	39.80	9.9
CENOMI RETAIL	8.77	9.9
MAHARAH	6.95	9.8
FITAIHI GROUP	3.87	9.3

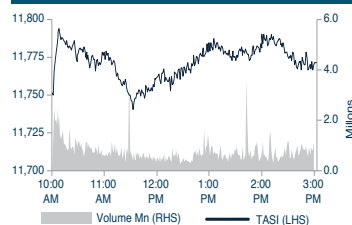
## Top Losers

Company	Price	Change%
BAAZEEM	6.53	-9.1
WAFRAH	39.90	-6.5
MIS	157.20	-4.4
EMAAR EC	7.89	-4.1
RETAL	12.58	-3.2

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,772	11,798	11,727	0.9	(2.2)
NomuC	25,521	25,764	25,421	(1.1)	4.0

## TASI movement during session



## TASI Ratios

P/E* (x)	25.2
Price-to-Book (x)	2.4
Dividend Yield (%)	2.8
Return on Equity (%)	19.3

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,290	0.7	-15.1	15.7
Materials	5,596	1.2	-12.4	High
Capital Goods	12,020	0.7	19.2	26.5
Commercial Service	5,006	5.4	-10.3	36.3
Transportation	7,291	0.3	14.8	35.4
Consumer Durables	4,913	2.7	-1.4	Neg
Consumer Services	4,883	2.3	-1.9	35.6
Media	29,136	2.0	18.7	43.4
Consumer Discretionary Ret	7,359	0.3	-14.6	21.7
Consumer Staples Ret	8,890	0.3	-9.0	21.2
Food & Beverages	5,858	0.9	4.1	29.2
Healthcare	12,318	0.9	0.8	43.5
Pharma & Bio Tech	4,723	-1.0	-3.0	45.9
Banks	11,850	1.0	-3.6	13.3
Financial Services	7,362	2.5	9.3	33.2
Insurance	10,619	2.2	23.6	25.9
Telecom	7,420	0.1	-4.5	14.6
Utilities	13,427	0.2	35.3	29.1
REITs	3,261	-0.4	-11.0	25.4
Real Estate	3,601	0.0	17.8	42.3
Software & Services	72,140	1.3	5.2	42

## Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for August (bn)
11,670	11,845	11,980	7.28

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	5.1	240.60	409.40
Previous week	39.8	1,786.50	3,250.60

## Top Weighted Companies

Company	Price	Change%
Saudi Aramco	27.95	0.7
Al Rajhi	86.00	0.2
SNB	35.50	2.3
ACWA POWER	382.00	0.0
ALINMA	31.15	1.0





## International Market News

- **US** wholesale inventories rose by 0.2% in June, after climbing by 0.5% in May. The reading matched the consensus expectations. The increase was due to an increase in non-durable inventories which grew 0.7%, however was offset by 0.1% dip in durable inventories. (Source: RTT News)
- **Federal Reserve's** governor softened her hawkish tone slightly and admitted some progress on the inflation over the last few months. However, according to the Fed officials, the inflation still remains uncomfortably above the target range of 2%. The governor's remarks did not foreclose a rate cut next month. (Source: CNBC)
- **Germany's** CPI posted an annual increase of 2.3% in July, compared to 2.2% increase in June. The CPI reading matched the consensus estimate. The increase in CPI was led by higher food and services cost, whilst the decrease in energy prices is the key reason for dampening the inflation in Germany. Thus, the core inflation remained unchanged M/M at 2.9% in July. (Source: Reuters)
- **Japan's** economy watcher index measuring the present situation of economy, increased to 47.5 in July, from 47.0 in June. Corporate activities contributed the most to the increase, while house activities showed a slight increase. (Source: Reuters)

## Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	103.14	0.0	-0.9	1.8
Euro	1.09	0.0	0.8	-1.1
Japanese Yen	146.61	0.0	-2.2	3.9
Sterling Pound	1.28	0.0	-0.7	0.2
Chinese Yuan	7.17	0.0	-0.7	0.7
Indian Rupee	83.96	0.0	0.3	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	0.2	-0.4
Omani Rial	0.39	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	-0.0	-0.0
Egyptian Pound	49.25	0.0	1.4	59.3

## Corporate Calendar

Date	Company	Event
12-Aug	JARIR	Eligibility of Cash Dividend
12-Aug	THEEB	Eligibility of Cash Dividend
12-Aug	ALRAJHI	Eligibility of Cash Dividend
12-Aug	SEICO	EGM
13-Aug	CITY CEMENT	Eligibility of Cash Dividend
13-Aug	AL MAATHER REIT	Eligibility of Cash Dividend

EGM: Extra Ordinary Meeting\*

OGM: Ordinary General Meeting\*

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,195	0.0	-1.7	3.3	7.3
Abu Dhabi (ADX)	9,306	0.0	-0.4	-2.8	16.8
Kuwait (KSE)	7,748	0.7	-1.9	3.6	21.7
Qatar (QE)	10,077	0.2	-0.8	-7.0	11.0
Oman (MSM)	4,659	0.3	-0.0	3.2	11.9
Bahrain (BSE)	1,932	1.1	-1.9	-2.0	7.5
Egypt (EGX30)	29,533	2.7	0.5	18.6	8.3

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	39,498	0.0	-3.3	4.8	22.0
Nasdaq	18,513	0.0	-4.4	10.0	32.6
S&P 500	5,344	0.0	-3.2	12.0	25.0
FTSE 100	8,168	0.0	-2.4	5.6	14.1
Germany DAX 30	17,723	0.0	-4.2	5.8	14.6
France CAC 40	7,270	0.0	-3.5	-3.6	13.7
Japan Nikkei 225	35,025	0.0	-10.4	4.7	21.4
Brazil IBOVESPA	130,615	0.0	2.3	-2.7	9.7
Hong Kong Hang Seng	17,090	0.0	-1.5	0.3	9.6
South Korea KOSPI	2,588	0.0	-6.6	-2.5	13.5
China Shanghai Composite	2,862	0.0	-2.6	-3.8	13.5
Australia ASX 200	7,778	0.0	-3.9	2.5	19.2
India Sensex	79,706	0.0	-2.5	10.3	24.2
MSCI EM	1,063	0.0	-2.0	3.9	15.4
MSCI World	3,448	0.0	-3.5	8.8	21.6

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	79.97	0.0	-2.6	-0.6
Brent Crude (\$/bbl)	79.66	0.0	-1.3	3.4
Texas crude (\$/bbl)	76.84	0.0	-1.4	7.2
Natural Gas (\$/mmbtu)	2.14	0.0	5.3	-19.8
Gold (\$/oz)	2,431.32	0.0	-0.7	17.9
Silver (\$/oz)	27.46	0.0	-5.3	15.4
Steel (\$/ton)	680.00	0.0	-3.4	-40.1
Iron Ore (CNY/MT)	788.50	0.0	3.2	-24.4
Wheat (\$/bu)	542.50	0.0	2.9	-17.3
Corn (\$/bu)	395.00	0.0	-1.2	-21.5
Sugar (\$/lb)	18.48	0.0	-2.4	-10.0
SMP* (EUR/MT)	2,413.00	0.0	2.2	-6.4

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.83	1.2	5.3	-8.4
KSA (SAIBOR 3M)	6.21	1.5	1.2	-2.4
KSA (SAIBOR 6M)	5.92	-4.4	-3.5	-15.4
KSA (SAIBOR 12M)	5.68	0.1	-9.3	-31.3
USA (SOFR 3M)	5.11	0.0	-12.8	-21.9
UAE (EIBOR 3M)	4.96	0.0	-26.6	-36.3

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of Aug 11, 2024



Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	11,772
<b>Short-term view</b>	Cautious Buy
52 weeks high/low	12,883 – 10,262

Market data	
Exchange Market Cap. (SAR bn)	10,088.5
Value (SAR mn)	5,098.8
Volume (mn)	240.6
Number of Transactions	409,413
Market Breadth	162 : 61

Key statistics	
1D return %	0.90%
MTD return %	-2.79%
QTD return	0.79%
YTD return	-1.64%
ADT vol. 3M* (mn)	310.1
ADT val. 3M (SARmn)	7,607.0

\*ADT stands for Average Daily Traded

## TASI market commentary

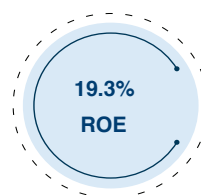
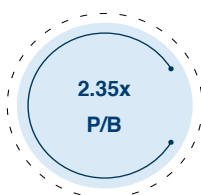
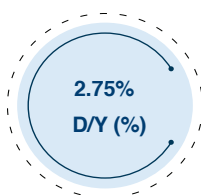
- TASI experienced a rise on Sunday; primarily driven by the performance of the Materials sector (up 1.24%) and the Banks sector (up 0.99%). At close, the Saudi market ended the day with a change of 0.90% at 11,772. In terms of activity, total volumes and value traded were ~241mn and ~SAR 5.1bn, respectively. The advance-decline ratio came in at 162/61.

## Technical outlook

- TASI closed the last session near 11,772, marking a gain of 105 points. The index experienced notable buying pressure, propelling it upwards to penetrate both the 5-day SMA and the lower boundary of a rising channel. TASI formed a green candlestick, indicating a potential further rise toward the 10-day SMA around 11,845. Additionally, the RSI indicator is currently moving upward; heading to test a declining trendline near the 50 level. TASI has an immediate resistance level of around 11,845. If successfully surpassed, the subsequent resistance levels to watch for would be around 11,950 – 12,025. On the other hand, an immediate support level is observed at around 11,670. If breached, the subsequent support levels would be around 11,600 - 11,500. TASI has just penetrated its 5-day SMA as well as the resistance of the lower boundary of a rising channel suggesting a potential further rise to test the 10-day SMA. Traders are advised to cautiously buy and closely observe the resistance level of around 11,845 as the penetration could trigger a potential further buying attitude.

## Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,500	11,600	11,670	11,750	11,845	11,950	12,025



Source: Bloomberg, Argaam

## TASI daily chart

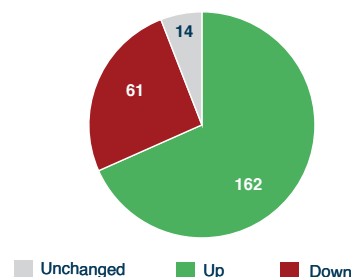


Source: Tradingview, Aljazira Capital

## Our view



## Market depth





## SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	Close*	Buy range	Sell range	Stop loss
1830	Fitness Time	206.20	205.60 – 206.20	208.00 – 210.20	203.60
4150	Arriyadh Development	24.68	24.62 – 24.68	24.90 – 25.16	24.36
2140	AYYAN	16.22	16.18 – 16.22	16.36 – 16.54	16.02
2250	Saudi Industrial Investment Group	18.42	18.38 – 18.42	18.58 – 18.80	18.18
3010	Arabian Cement	24.98	24.92 – 24.98	25.20 – 25.50	24.66
6090	JAZADCO	13.36	13.34 – 13.36	13.48 – 13.62	13.20
4162	Almunajem Foods	96.30	96.10 – 96.30	97.10 – 98.20	95.10

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

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

## CHARTS OF THE DAY

## Technical observations

**FITNESS TIME** has just penetrated its 10-day SMA and the level of the prior minor peak after bouncing of the level of the previous bottom. Moreover, all the technical indicators show bullish structure.

## Leejam Sports Co. (FITNESS TIME)



Source: Tradingview, Aljazira Capital

## Technical observations

**ARDCO** has just penetrated the level of the prior peak. Moreover, all the technical indicators show bullish structure.

## Arriyadh Development Co. (ARDCO)



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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