



Domestic Market News

- **KSA's** inflation in 2024 rose to 1.7% Y/Y. The cost-of-living index stood at 111.3 points in 2024, according to the base year 2018. (Source: Argaam)
- **KSA's** Ministry of Commerce seeks public opinion for draft regulation of the Commercial Registration Law. The draft regulation aims to organize registration in commercial registry, facilitate practice of commercial business. (Source: Argaam)
- **KSA** is still assessing joining the BRICS bloc. However, according to minister of Economy and Planning, the Kingdom is always focusing on fostering more global dialogue. (Source: Argaam)
- **Red Sea's** subsidiary signed SAR 265.9mn contract with ALEC Saudi Arabia Engineering and Contracting, for executing MEP work at a project located in Riyadh. The revenues and profits to be realized from Q1-25. (Source: Tadawul)
- **DRC** obtained SAR 10mn worth credit facilities from Alinma Bank, for financing projects and letters of guarantees. (Source: Tadawul)
- **Jouf Cement** signed SAR 38mn contract with Mohammed Shahi Al-Ruwaili Contracting for selling all types of cement and clinker for the purpose of export to Syria. The financial impact to be reflected from Q1-25 to Q1-26. (Source: Tadawul)
- **Amana Insurance** renewed its qualification for health insurance at the Insurance Authority, for one calendar year. (Source: Tadawul)

Market Analysis

The **Saudi Stock Exchange** increased 0.4% to 12,379.5 points. The value traded stood at SAR 6.4bn (up 18.5% over the previous day), while advance-decline ratio stood at 116/117. The parallel market index decreased 0.9% to 31,318.2 points. The value traded stood at SAR 52.8mn (down 0.2% over the previous day). Most of the sectors in the main market ended in green. Utilities and Insurance (up 3.5% and 1.3%, respectively), increased the most. While Consumer Durables and Food & Beverages (down 0.8% and 0.7%, respectively) decreased the most.

Top Gainers

Company	Price	Change%
THIMAR	51.70	10.0
APC	13.36	6.4
MESC	47.75	5.0
SAUDI RE	58.70	4.8
ACWA POWER	435.20	4.4

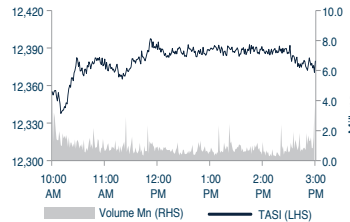
Top Losers

Company	Price	Change%
ALAMAR	78.50	-3.3
NICE ONE	56.80	-2.9
NASEEJ	97.30	-2.6
SIIG	17.90	-2.4
RIYADH CABLES	141.80	-2.3

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,380	12,399	12,335	0.4	2.5
NomuC	31,318	31,624	31,243	(0.9)	1.0

TASI movement during session



TASI Ratios

P/E* (x)	24.7
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	5,327	0.0	0.5	16.7
Materials	5,596	0.0	0.4	49.2
Capital Goods	15,848	-0.3	4.2	25.7
Commercial Service	5,287	0.2	6.7	39.3
Transportation	7,404	-0.2	4.7	33.3
Consumer Durables	5,569	-0.8	1.6	Neg
Consumer Services	4,928	0.2	1.7	41.9
Media	31,890	0.7	-0.3	High
Consumer Discretionary Ret	7,874	0.2	4.5	25.9
Consumer Staples Ret	8,445	0.0	0.7	21.4
Food & Beverages	6,018	-0.7	0.9	23.1
Healthcare	12,243	-0.4	3.2	41.2
Pharma & Bio Tech	5,258	0.3	5.7	39.5
Banks	12,585	0.0	2.1	13.2
Financial Services	7,779	0.2	0.5	28.1
Insurance	10,954	1.3	2.8	25.5
Telecom	8,334	0.6	4.7	16
Utilities	14,690	3.5	6.0	28.6
REITs	3,163	0.0	-0.1	26.3
Real Estate	3,884	0.9	5.2	High
Software & Services	90,169	1.2	10.1	43.5

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for January (bn)
12,270	12,189	12,092	5.93

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	11.8	649.30	893.30
Previous week	29.5	1,494.50	2,322.40

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	28.15	0.0
Al Rajhi	95.90	-0.1
ACWA POWER	435.20	4.4
SNB	35.40	0.1
STC	42.50	0.1





International Market News

- **China's** centra bank left its one-year loan prime rate at 3.1%. Similarly, the five-year LPR which is considered as the benchmark for mortgage rates, was held at 3.6%. This decision of the central bank matched with the consensus expectations. (Source: Reuters)
- **Japan's** core machinery orders increased 3.4% M/M, faster than the 2.1% increase in October. Moreover, this was the second consecutive increase and confounded expectations for a decline of 0.7%. Machinery orders from manufacturers increased 6.0% but slower than the 12.5% increase. While core orders from non-manufacturers gained 1.2% offsetting a decline of 1.2%. (Source: CNBC)
- **Japan's** industrial production fell a seasonally adjusted 2.2% M/M in November, reversing a 2.8% rise in October. Shipments were down 2.5%, while the inventories fell 1.0%. The inventory ratio showed a monthly increase of 3.2%. (Source: RTT News)
- **Japan's** value of core machinery orders was up 3.4% M/M in November. It exceeded the expectations for a decline of 0.7%, following the 2.1% increase in October. The total value of machinery orders received by 280 manufacturers operating in Japan decreased by 14.4% M/M. (Source: Reuters)
- **Oil prices** fell 0.8% as the US President declared a national emergency with the intent of shoring up US energy production.
- **Gold prices** gained 0.3% in anticipation of insights from the administration of US President and potential signs on future interest rates.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	109.35	0.0	0.8	0.8
Euro	1.04	1.4	0.6	0.6
Japanese Yen	155.62	-0.4	-1.0	-1.0
Sterling Pound	1.23	1.3	-1.5	-1.5
Chinese Yuan	7.26	-1.1	-1.0	-1.0
Indian Rupee	86.57	-0.1	1.1	1.1
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	0.1
Omani Rial	0.38	-0.0	-0.0	-0.0
Bahraini Dinar	0.38	0.0	-0.1	-0.1
Egyptian Pound	50.32	-0.2	-1.0	-1.0

Corporate Calendar

Date	Company	Event
22-Jan	ATAA	Cash Dividend Distribution
22-Jan	EAST PIPES	EGM
26-Jan	SFICO	EGM
26-Jan	MULKIA REIT	Eligibility of Cash Dividend
27-Jan	ALMAJED OUD	EGM
29-Jan	GASCO	Cash Dividend Distribution

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

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	5,196	-0.3	0.7	0.7	10.0
Abu Dhabi (ADX)	9,507	0.1	0.9	0.9	17.0
Kuwait (KSE)	8,054	0.6	2.7	2.7	23.4
Qatar (QE)	10,508	0.4	-0.6	-0.6	11.4
Oman (MSM)	4,617	0.0	0.9	0.9	9.1
Bahrain (BSE)	1,906	-0.1	-4.0	-4.0	15.4
Egypt (EGX30)	29,619	-0.4	-0.4	-0.4	6.1

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	43,488	0.0	2.2	2.2	23.7
Nasdaq	19,630	0.0	1.7	1.7	40.9
S&P 500	5,997	0.0	2.0	2.0	27.0
FTSE 100	8,521	0.2	4.3	4.3	14.1
Germany DAX 30	20,990	0.4	5.4	5.4	17.5
France CAC 40	7,734	0.3	4.8	4.8	14.7
Japan Nikkei 225	38,903	1.2	-2.5	-2.5	18.0
Brazil IBOVESPA	122,855	0.4	2.1	2.1	8.2
Hong Kong Hang Seng	19,926	1.7	-0.7	-0.7	9.9
South Korea KOSPI	2,520	-0.1	5.0	5.0	11.9
China Shanghai Composite	3,244	0.1	-3.2	-3.2	15.7
Australia ASX 200	8,347	0.4	2.3	2.3	21.1
India Sensex	77,073	0.6	-1.4	-1.4	22.3
MSCI EM	1,081	1.0	0.5	0.5	13.7
MSCI World	3,788	0.3	2.2	2.2	22.4

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	85.20	-0.9	10.2	10.2
Brent Crude (\$/bbl)	80.15	-0.8	7.4	7.4
Texas crude (\$/bbl)	77.88	0.0	8.6	8.6
Natural Gas (\$/mmbtu)	3.95	0.0	8.7	8.7
Gold (\$/oz)	2,708.21	0.2	3.2	3.2
Silver (\$/oz)	30.54	0.6	5.7	5.7
Steel (\$/ton)	695.00	0.0	-2.0	-2.0
Iron Ore (CNY/MT)	803.50	0.0	3.1	3.1
Wheat (\$/bu)	538.75	0.0	-2.3	-2.3
Corn (\$/bu)	484.25	0.0	5.6	5.6
Sugar (\$/lb)	18.22	0.0	-5.4	-5.4
SMP* (EUR/MT)	2,550.00	-0.1	-2.1	-2.1

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.64	9.4	1.6	1.6
KSA (SAIBOR 3M)	5.39	4.8	-15.1	-15.1
KSA (SAIBOR 6M)	5.45	-1.7	-1.2	-1.2
KSA (SAIBOR 12M)	5.22	-1.7	-2.4	-2.4
USA (SOFR 3M)	4.29	0.0	-1.5	-1.5
UAE (EIBOR 3M)	4.41	7.8	-3.5	-3.5

Data Sources: Tadawul, Bloomberg, Reuters
Closes as of Jan 20, 2025





Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	12,380
Short-term view	Cautious Buy
52 weeks high/low	12,883 – 11,318

Market data

Exchange Market Cap. (SAR bn)	10,357.9
Value (SAR mn)	6,393.3
Volume (mn)	278.8
Number of Transactions	474,575
Market Breadth	116 : 117

Key statistics

1D return %	0.39%
MTD return %	2.85%
QTD return	2.85%
YTD return	2.85%
ADT vol. 3M* (mn)	480.0
ADT val. 3M (SARmn)	5,793.4

*ADT stands for Average Daily Traded

TASI market commentary

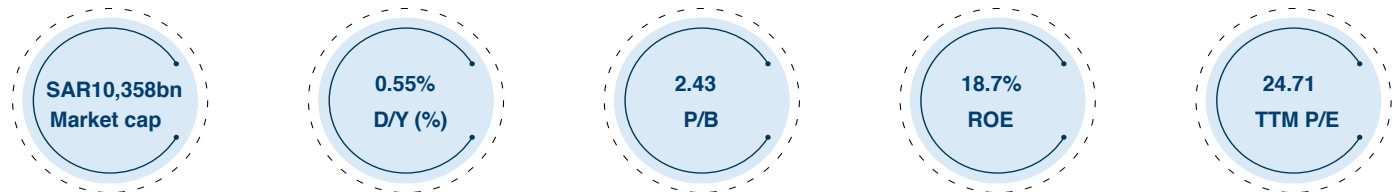
- TASI experienced a rise on Monday; primarily driven by the performance of the Utilities sector (up 3.51%) and the Telecommunication services sector (up 0.62%). At close, the Saudi market ended the day with a change of 0.39% at 12,380. In terms of activity, total volumes and value traded were ~279mn and ~SAR 6.4bn, respectively. The advance-decline ratio came in at 116/117.

Technical outlook

- TASI closed the last session near 12,380, registering an increase of 48 points. The buying sentiment continued propelling the index upwards leading it to reach the second upside target zone between the level of the previous peak and the 161.8% Fibonacci level near 12,390 – 12,455. TASI formed a green-bodied candlestick, depicting the current prevailing buying attitude. Moreover, the RSI indicator resumed its upward movement within the Overbought zone above the 70 level. TASI has an immediate resistance level of around 12,390. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,455 – 12,625. On the other hand, an immediate support level is seen around 12,270. If breached, the subsequent support levels would be around 12,220 – 12,190. Traders are advised to trade cautiously and vigilantly monitor the significant resistance zone near 12,390 – 12,450, where profit-taking attitudes may reemerge.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
12,090	12,190	12,220	12,270	12,390	12,455	12,625



Source: Bloomberg, Argaam

TASI daily chart

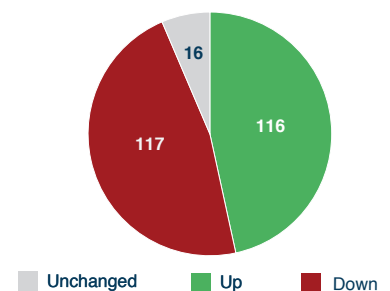


Source: Tradingview, Aljazira Capital

Our view



Market depth





SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	Close*	Buy range	Sell range	Stop loss
4291	Ncle	190.40	190.00 - 190.40	191.80 - 193.60	188.00
7200	Mis	162.40	162.00 - 162.40	163.60 - 165.00	160.20
1140	Albilad	39.75	39.65 - 39.75	40.05 - 40.30	39.25
4180	Fitaihi Group	4.55	4.54 - 4.55	4.59 - 4.61	4.49
8240	Chubb	51.10	51.00 - 51.10	51.50 - 52.00	50.40
2290	Yansab	37.90	37.80 - 37.90	38.20 - 38.50	37.40
2040	Saudi Ceramic	35.45	35.35 - 35.45	35.70 - 36.00	35.00
4322	Retal	17.00	16.96 - 17.00	17.12 - 17.26	16.78

*As of 20th Jan 2025

* Note – Stop loss is based on an intraday basis

CHARTS OF THE DAY

Technical observations

NCLE has just penetrated the upper boundary of a declining channel as well as its 10-day SMA. Moreover, all the technical indicators show bullish structure.

National Company for Learning and Education (NCLE)



Source: Tradingview, Aljazira Capital

Technical observations

MIS has just penetrated the upper boundary of a declining channel as well as its 20-day SMA. Moreover, all the technical indicators show bullish structure.

Al Moammar Information Systems Company (MIS)



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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