



## Major Economic News

- **KSA's** non-oil exports rose 12% Y/Y to SAR 22.4bn in April, while on Q/Q basis, they decreased by 6%. Non-oil exports accounted for about 22% of the Kingdom's total exports in April, amounting to SAR 101.7bn. Plastic and rubber exports made up 26% of total non-oil exports, increasing rising 20% Y/Y to SAR 5.9bn. Meanwhile, products of chemical or allied industries accounted for 26% and fell 14% Y/Y. (Source: Argaam)
- **KSA** has made huge strides in the R&D of electronic chips and semiconductor, with its semiconductor labs having an area of 1,600 sqmt. KSA's National Semiconductor Hub aims to transfer, localize and establish around 50 semiconductor companies in KSA by 2030, and also provide training and employing 5,000 engineers to boost industry-specific calibers. The Kingdom aims to attract 25 international industry experts and to support the sector's startups to become global players. (Source: Argaam)

## Major Corporate News

- **Chemanol** signed a twenty-year contract with SATORP for supplying methanol to its Amiral project. The commercial operation and supply is planned to commence by the end of FY27. (Source: Tadawul)
- **MIS** announced the awarded project to Saudi Data and Artificial Intelligence Authority for implementing local and national integration platform. The contract value is SAR 38.7mn. (Source: Tadawul)

## Market Analysis

The **Saudi Stock Exchange** decreased by 0.3% to 11,697.0. The value traded stood at SAR 8.7bn (up 67.9% over the previous day), while the advance-decline ratio stood at 115/109. The parallel market index decreased 0.2% to 26,777.9 points. The value traded stood at SAR 30.9mn (up 34.5% over the previous day). Most of the sectors in the main market ended in red. Capital Goods and Commercial Service (up 1.6% and 1.0%, respectively) advanced the most, while Utilities and Healthcare (down 2.7% and 2.6%, respectively) led the laggards.

## Top Gainers

Company	Price	Change%
MIAHONA	23.46	9.9
ATHEEB TELECOM	91.70	7.9
JAZADCO	15.46	6.9
SALAMA	27.80	5.3
EIC	6.06	4.8

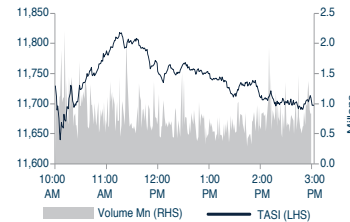
## Top Losers

Company	Price	Change%
CENOMI RETAIL	8.32	-6.0
MOUWASAT	120.20	-3.7
ACWA POWER	351.80	-3.6
THEEB	65.60	-3.2
SULAIMAN ALHABIB	290.80	-3.1

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,697	11,821	11,639	(0.3)	(2.8)
NomuC	26,778	26,958	26,599	(0.2)	9.2

## TASI movement during session



## TASI Ratios

P/E* (x)	26.2
Price-to-Book (x)	2.3
Dividend Yield (%)	2.8
Return on Equity (%)	19.1

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,297	-0.3	-15.0	15.7
Materials	5,767	-0.3	-9.8	High
Capital Goods	12,223	1.6	21.2	27.9
Commercial Service	4,973	1.0	-10.9	High
Transportation	7,550	0.9	18.9	36.6
Consumer Durables	5,226	0.1	4.9	Neg
Consumer Services	5,015	-0.6	0.7	37.7
Media	27,609	0.7	12.4	46.8
Consumer Discretionary Ret	7,401	-1.1	-14.1	22
Consumer Staples Ret	9,130	-1.2	-6.6	21.9
Food & Beverages	5,896	-0.2	4.8	29.3
Healthcare	12,958	-2.6	6.0	48.3
Pharma & Bio Tech	4,559	0.7	-6.3	43.2
Banks	11,688	0.4	-4.9	13.2
Financial Services	7,682	0.1	14.1	32.6
Insurance	10,526	0.5	22.5	25.6
Telecom	7,461	0.0	-4.0	14.5
Utilities	12,446	-2.7	25.4	27
REITs	3,273	-1.0	-10.7	25.5
Real Estate	3,349	-0.4	9.6	39.4
Software & Services	68,096	-0.8	-0.7	39.5

## Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for June (bn)
11,671	11,679	11,752	12.15

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	13.9	498.20	1,032.70
Previous week	96.9	3,760.60	3,210.50

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	81.30	0.4
Saudi Aramco	28.00	-0.4
SNB	36.40	0.0
ACWA POWER	351.80	-3.6
ALINMA	32.05	0.0





## International Market News

- The **order book balance** for the **UK manufacturers** improved to -18% in June, from -33% in May and was materially ahead of the consensus estimate of -25%. The UK manufacturers reported a notable improvement in total orders despite a significant decline in the export order volumes. The export order book balance hit -18%, which was the weakest since February 2021. Meanwhile the expectations for selling price inflation also picked up, with prices forecast to rise at an above-average pace over the coming quarter. (Source: RTT News)
- E-commerce sales declined in China** for the first time during the 618 festival that ended last week, thereby reflecting the pressures building up on retailers who are already locked in a grueling price war. Sales growth during such big shopping festivals has been stunted in China, as retailers are providing year-round discounts since the pandemic to woo the consumers, thereby helping stunt sales growth during big shopping festivals. (Source: Reuters)
- Japan's B2B service inflation** rose 2.5% Y/Y in May, indicating passing of higher labor costs due to steady wage increases. (Source: Reuters)
- Oil prices** gained 1.5% due to prospect of strong summer, driving demand and tensions in the Middle East and drone attacks on Russian refineries led to supply concerns.
- Gold prices** gained 0.6% primarily due to weaker US Dollar and also on being watchful of upcoming US inflation and Personal Consumption Price Index data.

## Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	105.47	-0.3	0.8	4.1
Euro	1.07	0.4	-1.1	-2.8
Japanese Yen	159.62	-0.1	1.5	13.2
Sterling Pound	1.27	0.3	-0.4	-0.4
Chinese Yuan	7.28	-0.1	0.3	2.2
Indian Rupee	83.47	-0.1	0.0	0.3
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	-0.2
Omani Rial	0.38	0.0	-0.0	0.0
Bahraini Dinar	0.38	0.0	-0.0	-0.0
Egyptian Pound	48.31	1.3	2.2	56.3

## Corporate Calendar

Date	Company	Event
25-Jun	VIEW	Eligibility for Cash Dividend
25-Jun	VIEW	EGM
25-Jun	SURE	Eligibility for Cash Dividend
25-Jun	SURE	EGM
26-Jun	ALASEEL	EGM
26-Jun	RETAL	EGM

EGM: Extra Ordinary Meeting\*

OGM: Ordinary General Meeting\*

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,000	-0.3	0.6	-1.5	7.9
Abu Dhabi (ADX)	9,022	0.1	1.8	-5.8	18.1
Kuwait (KSE)	7,620	-0.1	-0.8	1.9	21.4
Qatar (QE)	9,772	0.6	4.9	-9.8	11.0
Oman (MSM)	4,622	-0.8	-4.6	2.4	12.3
Bahrain (BSE)	2,038	-0.1	-0.1	3.4	8.6
Egypt (EGX30)	26,902	-0.6	-0.1	8.1	7.8

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	39,411	0.7	1.9	4.6	22.6
Nasdaq	19,475	-1.1	5.1	15.7	34.3
S&P 500	5,448	-0.3	3.2	14.2	25.5
FTSE 100	8,282	0.5	0.1	7.1	14.8
Germany DAX 30	18,326	0.9	-0.9	9.4	16.2
France CAC 40	7,707	1.0	-3.6	2.2	13.4
Japan Nikkei 225	38,805	0.5	0.8	16.0	27.0
Russia MOEX	3,123	0.0	-2.9	0.8	4.5
Hong Kong Hang Seng	18,028	-0.0	-0.3	5.8	10.1
South Korea KOSPI	2,765	-0.7	4.9	4.1	16.3
China Shanghai Composite	2,963	-1.2	-4.0	-0.4	13.9
Australia ASX 200	7,734	-0.8	0.4	1.9	19.5
India Sensex	77,341	0.2	4.6	7.1	24.1
MSCI EM	1,084	-0.2	3.4	5.9	15.7
MSCI World	3,509	0.0	1.9	10.7	22.0

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	87.16	-0.6	3.3	8.4
Brent Crude (\$/bbl)	86.01	0.9	5.4	11.6
Texas crude (\$/bbl)	81.63	1.1	6.0	13.9
Natural Gas (\$/mmbtu)	2.81	3.9	8.7	6.0
Gold (\$/oz)	2,334.65	0.5	0.3	13.2
Silver (\$/oz)	29.58	0.1	-2.7	24.3
Steel (\$/ton)	717.00	-0.6	-5.8	-36.8
Iron Ore (CNY/MT)	822.50	-2.5	-7.0	-21.1
Wheat (\$/bu)	571.00	-0.8	-18.4	-13.0
Corn (\$/bu)	451.75	-0.3	-3.3	-10.3
Sugar (\$/lb)	19.72	2.9	7.8	-3.9
SMP* (EUR/MT)	2,499.00	-0.1	2.8	-3.0

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.80	-10.6	-7.5	-11.6
KSA (SAIBOR 3M)	6.23	-3.6	0.1	0.2
KSA (SAIBOR 6M)	6.00	-1.5	-11.3	-7.7
KSA (SAIBOR 12M)	5.88	-0.7	-0.6	-11.7
USA (SOFR 3M)	5.34	-0.4	-0.2	0.9
UAE (EIBOR 3M)	5.16	-12.6	-15.8	-16.3

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of June 24, 2024





## Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	11,697
Short-term view	Cautious
52 weeks high/low	12,883 – 10,262

## Market data

Exchange Market Cap. (SAR bn)	10,078.0
Value (SAR mn)	8,699.9
Volume (mn)	292.4
Number of Transactions	574,244
Market Breadth	115 : 109

## Key statistics

1D return %	-0.28%
MTD return %	1.68%
QTD return	-5.68%
YTD return	-2.26%
ADT vol. 3M* (mn)	330.9
ADT val. 3M (SARmn)	8,311.3

\*ADT stands for Average Daily Traded

## TASI market commentary

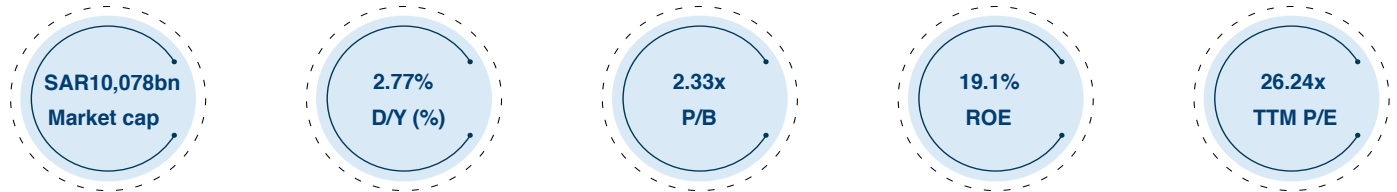
- TASI experienced a decline on Monday; primarily driven by the performance of the Energy sector (down 0.30%) and the Materials sector (down 0.30%). At close, the Saudi market ended the day with a change of -0.28% at 11,697. In terms of activity, total volumes and value traded were ~292mn and ~SAR 8.7bn, respectively. The advance-decline ratio came in at 115/109.

## Technical outlook

- TASI closed the last session near 11,697, registering a loss of 33 points. The index witnessed a coiled session that fluctuated throughout the range between the 10-day and 20-day SMAs. TASI formed a Spinning Top candlestick after testing the resistance of the 20-day SMA around 11,775, indicating a balance between the attitudes of market participants in the near term. Furthermore, the index is currently hovering within a short-term sideways movement, confined by the last bottom around 11,440 and the 200-day EMA around 11,900. A breakthrough of the 200-day EMA is necessary to signal the end of the prior correction. Additionally, the RSI indicator continues to hover below the 50 level. TASI has an immediate support level of around 11,570. If breached, the subsequent support levels would be around 11,440 – 11,365. On the other hand, an immediate resistance level is observed around 11,750. If successfully surpassed, the subsequent resistance levels to watch for would be around 11,900 – 12,000. Given TASI's ongoing fluctuations within a short-term sideways movement between 11,440 – 11,900, traders are advised to trade cautiously as long as the index maintains trading below its 200-day EMA around 11,900.

## Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,365	11,440	11,570	11,680	11,750	11,900	12,000



Source: Bloomberg, Argaam

## TASI daily chart

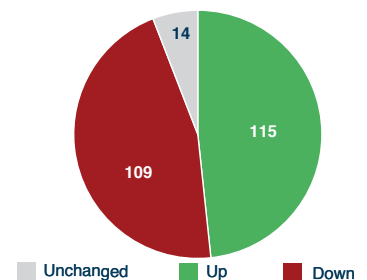


Source: Tradingview, Aljazira Capital

## Our view



## Market depth



## SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	*Close	Buy range	Sell range	Stop loss
8060	Walaa	27.30	27.25 – 27.30	27.55 – 28.60	26.95
4263	SAL	300.60	299.80 – 300.60	303.40 – 306.60	297.00
2320	Al-Babtain	39.00	38.90 – 39.00	39.35 – 39.80	38.55
1212	Astra Industrial	154.00	153.60 – 154.00	155.40 – 157.00	152.20
2200	Arabian Pipes Company	176.00	175.60 – 176.00	177.60 – 179.60	173.80
7040	Atheeb Telecom	91.70	91.50 – 91.70	92.50 – 93.60	90.60

\*As of 24<sup>th</sup> June 2024

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

## CHARTS OF THE DAY

## Technical observations

**Walaa** penetrated the level of the previous peaks after bouncing off its 10-day and 20-day SMAs. Moreover, all the technical indicators show bullish structure.

## Walaa Cooperative Insurance Co. (Walaa)



Source: Tradingview, Aljazira Capital

## Technical observations

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

## SAL Saudi Logistics Services Co. (SAL)



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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