



## Domestic Market News

- **KSA's** labour market is experiencing growth across all professions. The unemployment rate among Saudis reached its lowest levels since 1999. (Source: Argaam)
- POS transactions in **KSA** reached SAR 13.7bn in the week ended October 05. The number of POS transactions reached 218.5mn. (Source: Argaam)
- **MIS** was awarded a SAR 58.6mn project from Saudi Authority for enhancing and strengthening the AI network. (Source: Tadawul)
- **AWPT** signed SAR 49.5mn contract from Saudi Water Authority, for operation and maintenance of Humaimah Water Plant in Hail Province for 36-months. The financial impact is expected to be reflected in Q1-25. (Source: Tadawul)
- **SARCO** obtained license from the Ministry of Commerce to cancel the commercial registration of its subsidiary Al-Sadu. (Source: Tadawul)
- **Sipchem** announced 12 day scheduled periodic turnaround maintenance of International Polymers Company starting October 10. The financial impact of this turnaround will be reflected in Q4-24. (Source: Tadawul)
- **Alashghal Almoysra** renewed SAR 9.6mn credit facilities for 3 years, from Al-Riyadh Bank. This is for the purpose of financing the purchase of capital assets. (Source: Tadawul)

## Market Analysis

The **Saudi Stock Exchange** decreased 0.8% to 11,927.3. The value traded stood at SAR 7.4bn (down 10.5% over the previous day), while advance-decline ratio stood at 57/173. The parallel market index decreased 0.4% to 24,453.1 points. The value traded stood at SAR 36.5mn (down 6.0% over the previous day). Most of the sectors in the main market ended in red. REITs and Media (up 1.0% and 0.2%, respectively), while Insurance and Pharma & Bio Tech (down 1.6% and 1.5%, respectively) declined the most.

### Top Gainers

Company	Price	Change%
CENOMI RETAIL	11.62	9.8
HERFY FOODS	27.95	9.8
ALBAHA	0.39	8.3
SEDCO CAPITAL REIT	8.60	7.5
ALOMRAN	39.80	4.7

### Top Losers

Company	Price	Change%
ASLAK	28.65	-5.1
TECO	1.02	-4.7
RED SEA	61.70	-4.6
ARABIAN MILLS	62.80	-4.6
CARE	183.20	-4.5

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,927	12,052	11,913	(0.8)	(0.9)
NomuC	24,453	24,565	24,346	(0.4)	(0.3)

### TASI movement during session



### TASI Ratios

P/E* (x)	26.1
Price-to-Book (x)	2.4
Dividend Yield (%)	2.7
Return on Equity (%)	19.3

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,110	-0.4	-18.0	15.3
Materials	5,728	-0.7	-10.4	High
Capital Goods	13,011	-0.2	29.0	26.4
Commercial Service	4,742	-1.4	-15.0	36.4
Transportation	7,208	-1.1	13.5	33.5
Consumer Durables	5,115	-0.9	2.7	Neg
Consumer Services	5,023	-0.2	0.9	39.5
Media	34,624	0.2	41.0	High
Consumer Discretionary Ret	7,885	0.1	-8.5	22.4
Consumer Staples Ret	9,194	-1.4	-5.9	23
Food & Beverages	5,927	-1.2	5.3	28.6
Healthcare	12,231	-1.1	0.1	40.8
Pharma & Bio Tech	5,361	-1.5	10.1	45.7
Banks	11,436	-1.1	-6.9	12.4
Financial Services	7,889	0.1	17.1	30.9
Insurance	9,920	-1.6	15.4	23.8
Telecom	7,958	-0.8	2.4	15.5
Utilities	16,127	-1.3	62.5	33.3
REITs	3,284	1.0	-10.4	27.3
Real Estate	3,731	-0.3	22.1	45.1
Software & Services	81,623	-0.6	19.0	43.1

### Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for October (bn)
11,919	12,076	12,038	7.23

### Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	28.8	3,120.20	2,127.90
Previous week	36.7	4,201.70	2,692.00

### Top Weighted Companies

Company	Price	Change%
Saudi Aramco	26.95	-0.4
Al Rajhi	84.00	-2.0
SNB	34.95	0.1
ACWA POWER	489.40	-1.6
ALINMA	28.30	-0.9



## International Market News

- According to **EIA**, oil inventories in the US increased 5.8mn barrels (prior: up 3.9mn) to 422.7mn in the week ended October 04. Gasoline inventories decreased 6.3mn barrels (prior: up 1.1mn) to 214.9mn, while distillate inventories declined 3.1mn barrels (prior: down 1.3mn) to 118.5mn. (Source: EIA, Econoday)
- A substantial majority of **Fed** policymakers supported a September rate cut, assessing balanced risks to employment and inflation. They also noted a shift towards a neutral policy stance, contingent on expected economic data. (Source: Reuters)
- Germany's** exports grew 1.3% in August after July's 1.7 percent rise. This was 2nd consecutive rise, even as it was forecasted to decline by 1.0%. Meanwhile, imports declined 3.4%, reversing an increase of 5.3% in July. Imports dropped for the first time in three months. As a result, the trade surplus rose to EUR 22.5bn from EUR 16.9bn in July. (Source: CNBC)
- The value of overall bank lending in **Japan** was up 2.7% in September and was shy of expectations for an increase of 2.9%. The lending from foreign banks surged 24.8%. (Source: RTT News)
- Japan's** producer prices remained unchanged for the month of September versus expectations for a decline of 0.3% following the 0.2% drop in August. The export prices fell 0.4% M/M, while the import prices slumped 1.3% M/M. (Source: Reuters)
- Oil prices** fell 0.9% due to larger than expected jump in the US crude supplies offsetting the ongoing supply disruption concerns stemming from the ongoing conflicts in Middle East.
- Gold prices** fell 0.5% as Fed minutes revealed a substantial majority backed a 50bps cut, while some preferred 25bps cut.

## Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	102.93	0.4	2.1	1.6
Euro	1.09	-0.4	-1.8	-0.9
Japanese Yen	149.31	0.7	4.0	5.9
Sterling Pound	1.31	-0.3	-2.3	2.7
Chinese Yuan	7.09	0.3	1.2	-0.5
Indian Rupee	83.96	-0.0	0.2	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	0.5	-0.3
Omani Rial	0.38	-0.0	-0.0	-0.0
Bahraini Dinar	0.38	-0.0	0.0	0.0
Egyptian Pound	48.50	-0.1	0.4	56.9

## Corporate Calendar

Date	Company	Event
10-Oct	BAWAN	Cash Dividend Distribution
10-Oct	JAZIRA TAKAFUL	Cash Dividend Distribution
10-Oct	RETAL	Cash Dividend Distribution
13-Oct	KNOWLEDGE TOWER	EGM
15-Oct	ALJOUF	Cash Dividend Distribution
15-Oct	LUBEREF	Cash Dividend Distribution

EGM: Extra Ordinary Meeting\*

OGM: Ordinary General Meeting\*

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,422	-0.2	-1.8	8.9	8.6
Abu Dhabi (ADX)	9,283	0.3	-1.5	-3.1	16.9
Kuwait (KSE)	7,577	0.1	-1.7	1.3	22.2
Qatar (QE)	10,510	-0.0	-1.0	-3.0	11.6
Oman (MSM)	4,743	1.2	0.7	5.1	12.2
Bahrain (BSE)	2,000	0.0	-0.7	1.4	7.8
Egypt (EGX30)	31,175	1.0	-1.3	25.2	8.1

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	42,512	1.0	0.4	12.8	23.1
Nasdaq	20,269	0.8	1.0	20.5	34.5
S&P 500	5,792	0.7	0.5	21.4	26.4
FTSE 100	8,244	0.6	0.1	6.6	14.6
Germany DAX 30	19,255	1.0	-0.4	14.9	16.0
France CAC 40	7,560	0.5	-1.0	0.2	14.0
Japan Nikkei 225	39,278	0.9	3.6	17.4	23.6
Brazil IBOVESPA	129,962	-1.2	-1.4	-3.1	9.8
Hong Kong Hang Seng	20,637	-1.4	-2.3	21.1	11.0
South Korea KOSPI	2,594	0.0	0.0	-2.3	13.3
China Shanghai Composite	3,259	-6.6	-2.3	9.5	15.7
Australia ASX 200	8,187	0.1	-1.0	7.9	21.0
India Sensex	81,467	-0.2	-3.4	12.8	24.8
MSCI EM	1,148	-0.7	-1.9	12.2	16.1
MSCI World	3,716	0.6	-0.2	17.3	22.9

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	78.98	-1.6	5.8	-1.8
Brent Crude (\$/bbl)	76.58	-0.8	6.7	-0.6
Texas crude (\$/bbl)	73.24	-0.4	7.4	2.2
Natural Gas (\$/mmbtu)	2.66	-2.7	-9.0	-13.9
Gold (\$/oz)	2,607.77	-0.5	-1.0	26.4
Silver (\$/oz)	30.50	-0.5	-2.1	28.2
Steel (\$/ton)	700.00	-1.5	-4.8	-38.3
Iron Ore (CNY/MT)	781.50	-3.2	-1.3	-25.1
Wheat (\$/bu)	599.00	0.7	2.6	-10.5
Corn (\$/bu)	421.00	0.1	-0.9	-16.4
Sugar (\$/lb)	22.04	-2.0	-1.9	6.4
SMP* (EUR/MT)	2,565.00	-0.5	-2.3	-0.5

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.54	2.5	3.9	-37.0
KSA (SAIBOR 3M)	5.58	1.8	0.7	-65.3
KSA (SAIBOR 6M)	5.40	-3.5	-8.6	-67.5
KSA (SAIBOR 12M)	5.20	-0.1	-6.4	-79.5
USA (SOFR 3M)	4.66	-1.8	6.6	-67.3
UAE (EIBOR 3M)	4.42	-12.9	-23.1	-90.4

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of Oct 9, 2024



Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	11,927
<b>Short-term view</b>	Cautious
52 weeks high/low	12,883 – 10,262

Market data	
Exchange Market Cap. (SAR bn)	9,973.1
Value (SAR mn)	7,358.6
Volume (mn)	628.2
Number of Transactions	547,744
Market Breadth	57 : 173

Key statistics	
1D return %	-0.83%
MTD return %	-2.44%
QTD return	-2.44%
YTD return	-0.33%
ADT vol. 3M* (mn)	424.5
ADT val. 3M (SARmn)	7,075.2

\*ADT stands for Average Daily Traded

### TASI market commentary

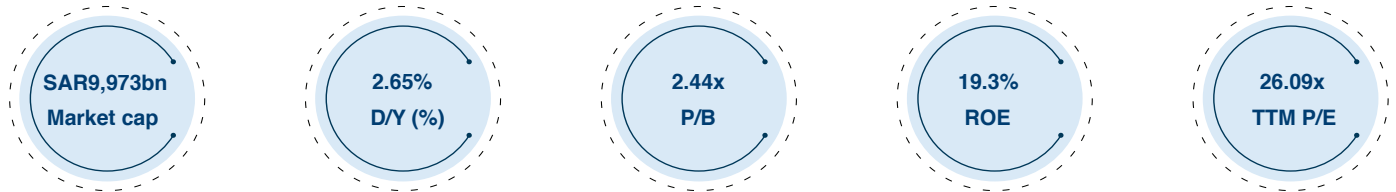
TASI experienced a decline on Wednesday; primarily driven by the performance of the Banks sector (down 1.06%) and the Telecommunication services sector (down 0.82%). At close, the Saudi market ended the day with a change of -0.83% at 11,927. In terms of activity, total volumes and value traded were ~628mn and ~SAR 7.4bn, respectively. The advance-decline ratio came in at 57/173.

### Technical outlook

TASI closed the last session near 11,927, registering a loss of 100 points. As expected, profit-taking attitudes reemerged following the test of the lower boundary of the Rising Wedge pattern, pushing the index downward below both the 10-day and 20-day SMAs. TASI formed a Dark Cloud Cover candlestick's pattern, suggesting a potential further profit booking sentiment. Additionally, the MACD indicator continued its downside path, indicating negative momentum. TASI has an immediate support level of around 11,920. If breached, the subsequent support levels would be around 11,835 – 11,765. On the other hand, an immediate resistance level is observed around 12,040. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,080 – 12,150. Traders are advised to exercise caution and closely monitor the crucial support level of the previous trough around 11,765, as breaching this level could trigger potential further selling pressure.

### Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,665	11,765	11,835	11,920	12,040	12,080	12,150



Source: Bloomberg, Argaam

### TASI daily chart

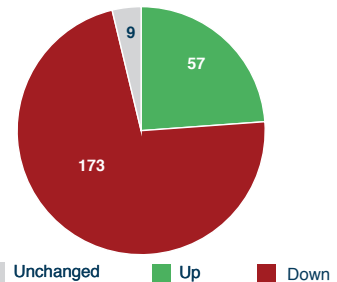


Source: Tradingview, Aljazira Capital

### Our view



### Market depth



### SAUDI MARKET - TOP PICKS FOR THE WEEK

Code	Company	Close*	Buy range	Sell range	Reward %	Stop loss
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No stocks recommendations due to market volatility

\*As of 09<sup>th</sup> October 2024



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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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