



Major Domestic News

- **KSA** achieved the fastest economic growth rate of 8.7% in 2022, with non-oil activity growing 5.6%. According to the Minister of Economy and Planning, KSA's non-oil economy is larger than its oil economy and it is halfway through its journey towards Vision 2030. (Source: Argaam)
- **Saudi Global Ports** signed an agreement with China's SANY to supply King Abdulaziz Port in Dammam with 80 electric trucks, at an investment value of SAR 7bn. (Source: Argaam)
- **Canadian Medical Center** signed a contract with Johns Hopkins Aramco Healthcare, to operate 9 healthcare clinics. Contract duration is 24 months, with a total contract value of SAR 16.5mn. It aligns with the company's growth and expansion plans. The company expects positive financial performance starting from 2HFY24. (Source: Tadawul)
- **Academy of Learning** changed its fiscal year to end of June instead of end of December. Implementation of this will not have any negative effects on the company's financial and operational performance. (Source: Tadawul)
- **Buruj** obtained final approval from Insurance Authority to market and sell its insurance product "Buruj Premium Motor Insurance Policy" to individual and group customers in KSA. (Source: Tadawul)
- **GI** announces 30th June, 2024 as the date for distribution of profits as dividends for FY23. It shall distribute cash dividends worth SAR 78.7mn. (Source: Tadawul)

Market Analysis

The **Saudi Stock Exchange** increased by 0.3% to 11,730.8. The value traded stood at SAR 7.1bn (down 18.5% over the previous day), while the advance-decline ratio stood at 169/54. The parallel market index decreased 1.3% to 26,423.1 points. The value traded stood at SAR 84.1mn (up 172.6% over the previous day). Most of the sectors in the main market ended in green. Insurance and Software & Services (up 5.0% and 2.8%, respectively) advanced the most, while Energy and Banks (down 1.2% and 0.4%, respectively) led the laggards.

Top Gainers

Company	Price	Change%
ALRAJHI TAKAFUL	180.00	9.0
BUPA ARABIA	254.80	7.0
SISCO HOLDING	37.50	5.5
ALAMAR	79.00	5.3
CHEMANOL	15.00	5.2

Top Losers

Company	Price	Change%
ADES	21.30	-2.8
MIAHONA	22.86	-2.6
QACCO	57.00	-2.4
SAB	38.10	-2.3
ANB	20.08	-2.1

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,731	11,750	11,660	0.3	(2.5)
NomuC	26,423	26,812	26,300	(1.3)	7.7

TASI movement during session



TASI Ratios

P/E* (x)	26.4
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	5,235	-1.2	-16.0	15.6
Materials	5,755	-0.2	-10.0	High
Capital Goods	12,446	1.8	23.4	28.4
Commercial Service	5,021	1.0	-10.0	High
Transportation	7,690	1.9	21.1	36.9
Consumer Durables	5,277	1.0	5.9	Neg
Consumer Services	5,131	2.3	3.1	38.5
Media	28,141	1.9	14.6	47.4
Consumer Discretionary Ret	7,468	0.9	-13.3	22.2
Consumer Staples Ret	9,164	0.4	-6.2	22
Food & Beverages	6,055	2.7	7.6	30
Healthcare	13,143	1.4	7.5	49
Pharma & Bio Tech	4,689	2.8	-3.7	44.4
Banks	11,635	-0.4	-5.3	13.1
Financial Services	7,807	1.6	15.9	33.1
Insurance	11,052	5.0	28.6	26.9
Telecom	7,538	1.0	-3.0	14.6
Utilities	12,572	1.0	26.7	27.3
REITs	3,283	0.3	-10.5	25.6
Real Estate	3,357	0.2	9.8	39.6
Software & Services	69,976	2.8	2.0	40.6

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for June (bn)
11,662	11,691	11,732	11.77

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	21	759.30	1,564.40
Previous week	96.9	3,760.60	3,210.50

Top Weighted Companies

Company	Price	Change%
Al Rajhi	82.00	0.9
Saudi Aramco	27.65	-1.3
SNB	35.85	-1.5
ACWA POWER	355.80	1.1
ALINMA	31.90	-0.5





International Market News

- The **US Consumer Confidence** index fell to 100.4 in June, from 101.3 in May, whereas the consensus estimate was at 100. However, the Expectations Index, which mirrors consumers' short-term outlook for income, business, and labor market conditions, slid to 73.0. The reading below 80 signals a recession ahead, for five consecutive months. (Source: RTT News)
- US companies** signed up for new loans, leases and lines of credit worth USD 10.2bn in May, down 7% M/M, likely indicating that businesses are holding off on acquiring equipments until the interest rates are lowered. (Source: Investing.com)
- The **house price index** of Federal Housing Financing Agency increased 0.2% M/M in April. House prices rose 6.3% Y/Y in April, which was more than double the 3.1% gain registered in the same month last year. (Source: Reuters)
- Bank of Japan** is indicating that its quantitative tightening plan in July could be bigger than what markets fathom and may even be accompanied by an interest rate hike. Although the central bank kept the interest rates steady around zero, the members debated the need for a timely hike. (Source: Reuters)
- Oil prices** fell 1.1% due to weaker US consumer confidence data worried about the economic outlook and fuel demand.
- Gold prices** fell 0.6% due to recovering US Dollar and rising US treasury yields.

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	105.61	0.1	0.9	4.2
Euro	1.07	-0.2	-1.2	-2.9
Japanese Yen	159.70	0.1	1.5	13.2
Sterling Pound	1.27	0.0	-0.4	-0.4
Chinese Yuan	7.29	0.1	0.4	2.3
Indian Rupee	83.43	-0.0	-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	0.39	0.0	-0.0	0.0
Bahraini Dinar	0.38	0.0	-0.0	-0.0
Egyptian Pound	48.38	0.2	2.4	56.5

Corporate Calendar

Date	Company	Event
26-Jun	TCC	EGM
26-Jun	ALSAGR INSURANCE	EGM
26-Jun	ALBABTAIN	Cash Dividend Distribution
26-Jun	YAQEN	Listing Date
26-Jun	SAUDI CEMENT	Cash Dividend Distribution
26-Jun	TCC	Eligibility for Cash Dividend

EGM: Extra Ordinary Meeting*

OGM: Ordinary General Meeting*

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	3,999	-0.0	0.5	-1.5	7.9
Abu Dhabi (ADX)	9,002	-0.2	1.6	-6.0	18.1
Kuwait (KSE)	7,598	-0.3	-1.1	1.6	21.3
Qatar (QE)	9,827	0.6	5.5	-9.3	11.1
Oman (MSM)	4,598	-0.5	-5.1	1.9	12.3
Bahrain (BSE)	2,036	-0.1	-0.2	3.3	8.6
Egypt (EGX30)	27,264	1.3	1.3	9.5	7.9

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	39,112	-0.8	1.1	3.8	22.4
Nasdaq	19,701	1.2	6.3	17.1	34.7
S&P 500	5,469	0.4	3.6	14.7	25.6
FTSE 100	8,248	-0.4	-0.3	6.7	14.7
Germany DAX 30	18,178	-0.8	-1.7	8.5	16.0
France CAC 40	7,662	-0.6	-4.1	1.6	13.3
Japan Nikkei 225	39,173	0.9	1.8	17.1	27.3
Russia MOEX	3,123	0.0	-2.9	0.8	4.5
Hong Kong Hang Seng	18,073	0.3	-0.0	6.0	10.1
South Korea KOSPI	2,774	0.3	5.2	4.5	16.4
China Shanghai Composite	2,950	-0.4	-4.4	-0.8	13.9
Australia ASX 200	7,839	1.4	1.8	3.3	19.7
India Sensex	78,054	0.9	5.5	8.0	24.3
MSCI EM	1,085	0.1	3.5	6.0	15.6
MSCI World	3,521	0.3	2.2	11.1	22.0

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	87.46	0.3	3.7	8.8
Brent Crude (\$/bbl)	85.01	-1.2	4.2	10.3
Texas crude (\$/bbl)	80.83	-1.0	5.0	12.8
Natural Gas (\$/mmbtu)	2.76	-2.0	6.5	3.9
Gold (\$/oz)	2,319.62	-0.6	-0.3	12.4
Silver (\$/oz)	28.91	-2.3	-4.9	21.5
Steel (\$/ton)	717.00	0.0	-5.8	-36.8
Iron Ore (CNY/MT)	824.50	0.2	-6.7	-20.9
Wheat (\$/bu)	560.50	-1.8	-19.9	-14.6
Corn (\$/bu)	443.00	-1.9	-5.1	-12.0
Sugar (\$/lb)	19.49	-1.2	6.6	-5.1
SMP* (EUR/MT)	2,488.00	-0.4	2.3	-3.5

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.86	6.7	-0.8	-5.0
KSA (SAIBOR 3M)	6.27	3.2	3.4	3.4
KSA (SAIBOR 6M)	6.00	-0.1	-11.3	-7.8
KSA (SAIBOR 12M)	5.88	-0.1	-0.7	-11.9
USA (SOFR 3M)	5.34	-0.1	-0.3	0.8
UAE (EIBOR 3M)	5.23	6.4	-9.4	-9.9

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of June 25, 2024





Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	11,731
Short-term view	Cautious
52 weeks high/low	12,883 – 10,262

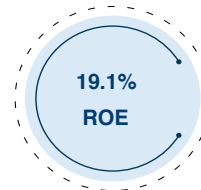
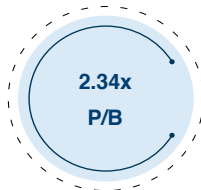
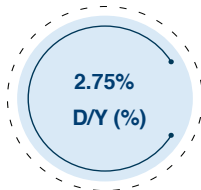
Market data

Exchange Market Cap. (SAR bn)	10,009.5
Value (SAR mn)	7,090.6
Volume (mn)	261.2
Number of Transactions	531,632
Market Breadth	169 : 54

Key statistics

1D return %	0.29%
MTD return %	1.98%
QTD return	-5.41%
YTD return	-1.98%
ADT vol. 3M* (mn)	327.7
ADT val. 3M (SARmn)	8,264.9

*ADT stands for Average Daily Traded



Source: Bloomberg, Argaam

TASI daily chart



Source: Tradingview, Aljazira Capital

TASI market commentary

- TASI experienced a rise on Tuesday; primarily driven by the performance of the Telecommunication services sector (up 1.04%) and the Utilities sector (up 1.01%). At close, the Saudi market ended the day with a change of 0.29% at 11,731. In terms of activity, total volumes and value traded were ~261mn and ~SAR 7.1bn, respectively. The advance-decline ratio came in at 169/54.

Technical outlook

- TASI closed the last session near 11,731, marking a gain of 34 points. The index continued to fluctuate between the 5-day and 20-day SMAs forming a green candlestick. Currently, TASI is testing the resistance of the 20-day SMA around 11,735, and a successful breakthrough of this level could potentially pave the way for further upward movement towards the upper boundary of the prevailing short-term sideways movement near the 200-day EMA around 11,900. Additionally, the RSI indicator is still hovering below the 50 level. TASI has an immediate resistance level of around 11,735. If successfully surpassed, the subsequent resistance levels to watch for would be around 11,800 – 11,900. On the other hand, an immediate support level is observed around 11,640. If breached, the subsequent support levels would be around 11,570 – 11,440. As TASI remains confined within the short-term sideways movement between 11,440 – 11,900, traders are advised to keep trading cautiously as long as the index maintains trading below the significant resistance of the 200-day EMA around 11,900. A breakthrough of this level could signify the end of the prior correction.

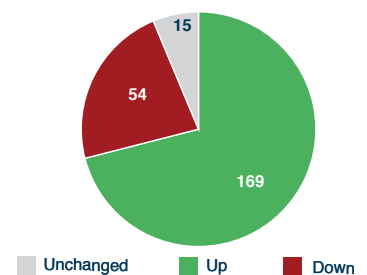
Key price levels

S3	S2	S1	Pivot	R1	R2	R3
11,440	11,570	11,640	11,735	11,800	11,900	12,000

Our view



Market depth





SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	*Close	Buy range	Sell range	Stop loss
6010	NADEC	32.75	32.65 – 32.75	33.05 – 33.40	32.35
8160	Arabia Insurance	14.74	14.70 – 14.74	14.88 – 15.30	14.56
8150	Allied Insurance	19.68	19.62 – 19.68	19.86 – 20.08	19.44
4009	Saudi German Health	86.60	86.40 – 86.60	87.40 – 88.40	85.50
2190	SISCO	37.50	37.40 – 37.50	37.85 – 38.35	37.05
2081	Alkhorayef	189.20	188.80 – 189.20	191.00 – 193.00	186.80
2381	Arabian Drilling	136.00	135.60 – 136.00	137.20 – 138.80	134.40

*As of 25th June 2024

* Note – Stop loss is based on an intraday basis

CHARTS OF THE DAY

Technical observations

NADEC penetrated the level of the previous peaks as well as its 50-day SMA. Moreover, all the technical indicators show bullish structure.

National Agricultural Development Co. (NADEC)



Source: Tradingview, Aljazira Capital

Technical observations

AICC has just penetrated the level of prior peaks as well as the 20-day SMA. Moreover, all the technical indicators show bullish structure.

Arabia Insurance Cooperative Company (AICC)



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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