

Major Economic News

- The value of Saudi Arabia's real estate transactions increased 35% Y/Y to around SAR 18.98bn July/August 2023 from SAR 14.02bn reported a year earlier. (Source: Argaam)
- Saudi Arabia's Minister of Energy expressed pride with the Kingdom's significant advancements inside the G20 framework as the country's GDP ranking rose from 18 to 16. (Source: Argaam)
- Saudi Arabia's Minister of Municipal, Rural Affairs, and Housing announced several projects to be launched in the real estate sector at a value of over SAR 65bn. (Source: Argaam)
- The Cityscape Global Exhibition, in Riyadh, saw the launch of real estate projects worth around SAR 65bn on the opening day. (Source: Argaam)

Major Corporate News

- Arabian Cement Co. mentioned that the Appeal Court in Jeddah issued a final verdict against Emaar ordering the latter to provide it with 4.57mn tons of limestone for use in cement manufacturing. (Source: Argaam)
- National Gypsum Co. received a notice from the State Properties General Authority (SPGA) regarding financial compensation for its land in Jeddah. The land was expropriated under the slum project as per the decision of Deputy Governor of Makkah on February 1, 2022. (Source: Argaam)
- During the first day of the Cityscape Global exhibition, National Housing Co. announced three luxury projects in Al Forsan and Khuzam suburbs, which provide 86,000 housing units with a value over SAR 42bn. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange declined 0.5% to 11,154.1. The value traded stood at SAR 4.9bn (down 23.9% over previous day), while the advance-decline ratio stood at 113/106. The parallel market index declined 1.5% at 22,844.1 points. The value traded stood at SAR 24.9mn (up 2.7% over previous day). Most sectors in the main market ended in red. Software & Services and Utilities (down 3.9% and 2.0%, respectively) declined the most; Consumer Durables and Diversified Financials (up 1.0% and 0.6%, respectively) advanced the most.

Top Gainers

Company	Price	Change%
SSP	39.05	10.0
WAFRAH	41.85	10.0
ATHEEB TELECOM	160.80	10.0
ALSAGR INSURANCE	23.18	10.0
AMIAINTIT	52.70	9.9

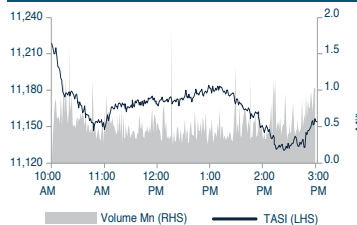
Top Losers

Company	Price	Change%
EIC	41.70	-5.8
MIS	146.20	-4.8
ELM	746.80	-4.8
ALANDALUS	23.20	-4.4
RIYADH CABLES	75.00	-4.0

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,154	11,219	11,125	-0.5	6
NomuC	22,844	23,183	22,754	-1.5	18

TASI movement during session



TASI Ratios

P/E* (x)	22.92
Price-to-Book (x)	2.21
Dividend Yield (%)	2.73
Return on Equity (%)	22.07

*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	6,362	-0.6	17.2	16.4
Materials	6,297	-0.1	0.1	39.9
Capital Goods	7,817	-1.0	49.6	22
Commercial Service	4,849	-1.1	41.1	29.6
Transportation	5,661	-0.8	24.7	High
Consumer Durables	5,029	1.0	19.0	Neg
Consumer Services	5,210	-0.8	41.2	41
Media	24,157	-1.1	12.4	27.2
Retailing	7,740	0.2	7.9	22.5
Food & Staples	9,713	-0.3	13.7	19.4
Food & Beverages	5,652	-0.4	21.8	30.2
Healthcare	10,622	-0.4	16.6	44.4
Pharma & Bio Tech	4,710	-0.7	63.9	High
Banks	10,713	-0.6	-7.2	13
Diversified Financial	6,778	0.6	6.6	33.2
Insurance	8,123	-0.4	52.8	25.2
Telecom	7,243	0.2	13.4	15.7
Utilities	7,935	-2.0	10.6	15.7
REITs	3,604	-0.2	-9.3	High
Real Estate	3,206	0.3	28.2	High
Software & Services	64,031	-3.9	78.4	41.2

Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
11,302	11,394	11,411	5.5

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	4.9	169.78	352.35
Previous week	28.1	954.57	2,054.52

Top Weighted Companies

Company	Price	Change%
Saudi Aramco	33.95	-0.6
Al Rajhi	70.20	-0.9
SNB	34.90	-0.6
SABIC	88.70	-0.2
STC	39.20	0.3



International Market News

- The G20 summit ended with India handing the bloc presidency to Brazil. Both the United States and Russia applauded a consensus that did not condemn Moscow for the conflict in Ukraine but urged members to shun the use of force. (Source: Investing)
- Leaders of the world's 20 big economies ended a summit in the Indian capital with the following key takeaways: i) softer language on Ukraine war, ii) an African Union inside the club, iii) U.S., SAUDI, INDIA to join hands for transport corridor, and iv) incremental progress on climate change. (Source: Reuters)
- According to IMF MD Kristalina Georgieva, the Biden-led rail-to-sea economic corridor connecting India with Middle Eastern and European nations should not be exclusionary and should engage in the spirit of an integrated global economy. (Source: CNBC)
- China's financial regulator reduced the risk weighting it attaches to insurance companies' holdings of blue-chip shares and tech stocks, encouraging them to invest more in the country's lagging stock market. (Source: Investing)
- Before the year-end, it is crucial to enhance the IMF's quota resources, according to Kristalina Georgieva, the organization's chief, who also urged G20 members to follow through on their pledge of USD 100bn annually in climate funding. (Source: Investing)

Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	105.1	0.0	1.4	1.5
Euro	1.1	0.0	-1.3	-0.0
Japanese Yen	147.8	0.0	1.6	12.7
Sterling Pound	1.2	0.0	-1.6	3.2
Chinese Yuan	7.4	0.0	1.2	6.4
Indian Rupee	82.9	0.0	0.2	0.3
UAE Dirham	3.7	0.0	0.0	0.0
Qatari Rial	3.6	0.0	0.0	-0.6
Kuwaiti Dinar	0.3	0.0	0.1	0.8
Omani Rial	0.4	0.0	-0.0	0.0
Bahraini Dinar	0.4	0.0	-0.0	-0.0
Egyptian Pound	30.9	0.0	-0.1	24.8

Corporate Calendar

Date	Company	Event
11 th Sep	ALDAWAA	Ex-dividend Date
11 th Sep	Munawla	Listing date
12 th Sep	SABIC	Eligibility for cash dividend
12 th Sep	Lumi Rental	Start of retail offering
12 th Sep	Riyadh Cement	Cash Dividend Distribution
12 th Sep	CMCER	Cash dividend distribution

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,067	0.0	-0.4	21.9	9.3
Abu Dhabi (ADX)	9,691	0.0	-1.2	-5.1	31.4
Kuwait (KSE)	7,710	0.2	0.2	-5.0	18.3
Qatar (QE)	10,346	1.1	1.5	-3.1	13.0
Oman (MSM)	4,696	0.1	-2.1	-3.3	13.0
Bahrain (BSE)	1,941	-0.0	-0.6	2.4	7.3
Egypt (EGX30)	19,578	1.0	3.7	34.1	9.0

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	34,577	0.0	-0.4	4.3	20.8
Nasdaq	15,280	0.0	-1.4	39.7	32.4
S&P 500	4,457	0.0	-1.1	16.1	21.8
FTSE 100	7,478	0.0	0.5	0.4	10.8
Germany DAX 30	15,740	0.0	-1.3	13.0	12.4
France CAC 40	7,241	0.0	-1.0	11.8	12.5
Japan Nikkei 225	32,607	0.0	-0.0	25.0	26.0
Russia MOEX	3,143	0.0	-2.6	45.9	2.4
Hong Kong Hang Seng	18,202	0.0	-1.0	-8.0	10.2
South Korea KOSPI	2,548	0.0	-0.3	13.9	18.0
China Shanghai Composite	3,117	0.0	-0.1	0.9	14.0
Australia ASX 200	7,157	0.0	-2.0	1.7	15.9
India Sensex	66,599	0.0	2.7	9.5	23.3
MSCI EM	974	0.0	-0.7	1.8	14.1
MSCI World	2,949	0.0	-1.2	13.3	18.8

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	94.8	0.0	4.7	12.5
Brent Crude (\$/bbl)	90.7	0.0	4.4	5.5
Texas crude (\$/bbl)	87.5	0.0	4.6	9.0
Natural Gas (\$/mmbtu)	2.6	0.0	-5.9	-37.6
Gold (\$/oz)	1,919.1	0.0	-1.1	5.2
Silver (\$/oz)	22.9	0.0	-6.2	-4.3
Steel (\$/ton)	720.0	0.0	-1.2	-3.2
Iron Ore (CNY/MT)	907.0	0.0	-1.0	5.8
Wheat (\$/bu)	595.8	0.0	-1.0	-27.4
Corn (\$/bu)	483.8	0.0	1.2	-20.8
Sugar (\$/lb)	26.3	0.0	5.0	47.6
SMP* (EUR/MT)	2,269.0	0.0	2.7	-18.3

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.724	-9.34	-13.5	99.4
KSA (SAIBOR 3M)	6.297	2.62	14.6	95.6
KSA (SAIBOR 6M)	6.071	2.53	-3.5	47.3
KSA (SAIBOR 12M)	6.084	-0.23	0.1	21.4
USA (SOFR 3M)	5.410	0.00	0.9	82.3
UAE (EIBOR 3M)	5.239	0.00	-1.7	92.9

Data Sources: Tadawul, Bloomberg, Reuters
Closes as of September 10, 2023



Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	11,154
Short-term view	Cautious
52 weeks high/low	12,100 – 9,931

Market data

Exchange Market Cap. (SAR bn)	11,196.9
Value (SAR mn)	4,882.8
Volume (mn)	169.8
Number of Transactions	352,350
Market Breadth	113 : 106

Key statistics

1D return %	-0.55%
MTD return %	-2.93%
QTD return	-2.66%
YTD return	6.45%
ADT vol. 3M* (mn)	248.5
ADT val. 3M (SARmn)	6,028.2

*ADT stands for Average Daily Traded

TASI market commentary

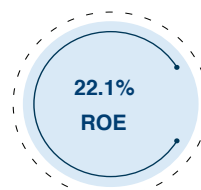
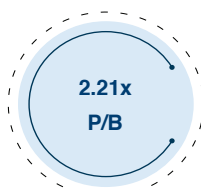
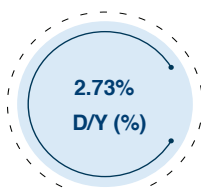
- TASI witnessed a decline on Sunday which was led by index heavyweights Banks (-0.62% D/D) and Energy (-0.59% D/D) sectors. At close, the Saudi market ended the day with a change of -0.55% at 11,154. In terms of activity, total volumes and value traded were ~170mn and ~SAR 4.9bn, respectively. The advance-decline ratio came in at 113/106.

Technical outlook

- TASI closed near 11,154, with a loss of 62 points. The selling attitude continued, resulting in witnessing a seventh consecutive red candlestick. TASI breached the level of the previous short-term trough. Currently the index is heading to test the 127.2% Fibonacci retracement of the prior short-term upside move at around 11,100 point. Furthermore, the RSI indicator is still heading to the downside; indicating the likelihood of witnessing further selling pressure in the near future. TASI has immediate support near 11,100. If breached, the next strong support level is expected to be found near 10,960 where buying power may reappear. On the other hand, it has an immediate resistance at around 11,190 followed by 11,350. If penetrated; it would be expected to reach a resistance near 11,400. TASI is still experiencing selling pressure, which may persist as long as the index continues trading below its 20-day SMA near the resistance level of 11,400. Besides, traders are advised to closely monitor the significant support zone ranging from 11,100 to 10,960, as this area could potentially witness a resurgence of buying power.

Key price levels

S3	S2	S1	Pivot	R1	R2	R3
10,850	10,960	11,100	11,190	11,350	11,400	11,550



Source: Bloomberg, Argam

TASI daily chart



Source: Tradingview, Aljazira Capital

SAUDI MARKET - TOP PICKS FOR THE WEEK

Code	Company	Close*	Buy range	Target 1	Target 2	Reward %	Stop loss
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No stocks recommendations due to market volatility

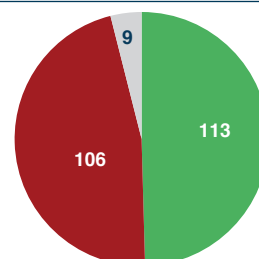
* As of 10th Sep 2023

Our view



Market depth

Unchanged
Up
Down



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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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