



## Major Economic News

- Sakani Program stated that 10,250 families benefited from the program in August, with an increase of over 23% compared with 8,303 in July. The program mentioned that the number of families that received their first homes during the same month amounted to 8,680.
- The Ministry of Municipal and Rural Affairs and Housing mentioned that the number of commercial licenses issued since the start of this year reached 1.31mn. The licenses issued include restaurants, services, salons, residential and non-residential buildings, buffets, cafeterias, and groceries. (Source: Argaam)

## Major Corporate News

- Riyadh Cables Group Co. announced in a filing on Tadawul that it completed the first phase of the share buyback process, allocated to the long-term employee stock incentive program during the period from Aug. 11, until Sept. 14, 2023. (Source: Tadawul)
- Saudi Aramco agreed to purchase a 100% equity stake in Esmac Distribución SpA (Esmac). Esmac would be Aramco's first downstream retail investment in South America, recognizing the potential of these markets while advancing Aramco's strategy to strengthen its downstream value chain. (Source: Argaam)
- Lumi announced the results of its IPO following the close of retail offering. The retail offering witnessed 124,900 investors subscribing at a final offer price of SAR 66 per share. The individual subscription was 11.5 times oversubscribed, with a total demand of around SAR 1.25bn. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange increased 0.3% to 11,154.5. The value traded stood at SAR 7.4bn (up 16.3% over previous day), while the advance-decline ratio stood at 91/131. The parallel market index increased 1.3% at 22,808.4 points. The value traded stood at SAR 34.3mn (up 31.3% over previous day). Most sectors in the main market ended mixed. Food & Staples and Energy (up 2.7% and 1.4%, respectively) advanced the most; Software & Services and Capital goods (down 2.2% and 1.2%, respectively) declined the most.

## Top Gainers

Company	Price	Change%
ALDAWAA	94.00	7.6
SARCO	95.50	6.0
EXTRA	76.50	4.8
WAFRAH	44.80	4.2
FITNESS TIME	139.00	4.0

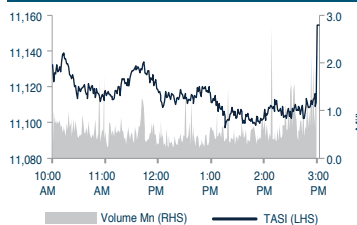
## Top Losers

Company	Price	Change%
AMIAITIT	47.40	-9.0
MEDGULF	13.76	-6.9
THIMAR	27.15	-6.4
ALBAHA	0.15	-6.3
ALSAGR INSURANCE	25.70	-5.9

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	11,155	11,155	11,095	0.3	6.5
NomuC	22,808	22,808	22,436	1.3	17.5

## TASI movement during session



## TASI Ratios

P/E* (x)	22.87
Price-to-Book (x)	2.21
Dividend Yield (%)	2.74
Return on Equity (%)	22.07

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	6,369	1.4	17.4	16.4
Materials	6,301	0.1	0.2	39.8
Capital Goods	7,761	-1.2	48.5	21.7
Commercial Service	4,853	0.2	41.2	29.6
Transportation	5,738	0.7	26.4	High
Consumer Durables	5,094	-0.1	20.6	Neg
Consumer Services	5,113	-0.8	38.6	40.2
Media	24,176	-0.7	12.5	27.1
Retailing	7,715	0.3	7.5	22.4
Food & Staples	10,001	2.7	17.1	19.9
Food & Beverages	5,755	0.2	24.0	30.7
Healthcare	10,345	-0.1	13.5	43.3
Pharma & Bio Tech	4,545	-0.9	58.2	High
Banks	10,706	0.1	-7.2	12.9
Diversified Financial	6,855	-0.2	7.8	33.5
Insurance	8,049	-0.6	51.4	24.9
Telecom	7,156	0.4	12.0	15.4
Utilities	8,148	0.8	13.6	16
REITs	3,565	-0.8	-10.3	High
Real Estate	3,176	-0.2	27.0	High
Software & Services	62,616	-2.2	74.5	40.1

## Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for the month (bn)
11,164	11,263	11,357	5.9

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	0	0.00	0.00
Previous week	31.2	1,104.45	2,145.63

## Top Weighted Companies

Company	Price	Change%
Saudi Aramco	33.95	1.5
Al Rajhi	71.40	0.9
SNB	34.05	-0.6
SABIC	85.50	-0.2
STC	38.40	-0.7



## International Market News

- ECB raised interest rates by 25 basis points, marking a significant shift in its monetary policy. Investors have been speculating about how long these elevated rates will be sustained. Future trends in these rates are anticipated to be largely influenced by factors like inflation and economic growth. (Source: Investing)
- The Federal Reserve is unlikely to raise interest rates at its Oct. 31-Nov. 1 meeting, according to Goldman Sachs. They also forecasted the U.S. central bank would lift its economic growth projections when policymakers gather next week. (Source: Investing)
- The US consumer sentiment worsened by more than expected in the month of September. The consumer sentiment index fell to 67.7 in September from 69.5 in August as compared to consensus expectation of the index to decline to 69.1. (Source: RTT News)
- U.S. industrial production increased by 0.4% in August following a downwardly revised 0.7% advance in July and compared to consensus expectation of 0.1% advance. (Source: RTT News)
- Oil prices soared because of tightening supply brought on by Saudi Arabia's production cuts amid optimism regarding rising Chinese demand to support crude.
- Gold prices increased amid hopes around a likely pause in U.S. interest-rate hikes.

## Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	105.32	-0.1	1.6	1.7
Euro	1.07	0.1	-1.7	-0.4
Japanese Yen	147.85	0.3	1.6	12.8
Sterling Pound	1.24	-0.2	-2.3	2.5
Chinese Yuan	7.28	-0.1	0.1	5.2
Indian Rupee	83.18	0.2	0.5	0.5
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.65	-0.0	0.0	-0.6
Kuwaiti Dinar	0.31	0.1	0.3	1.0
Omani Rial	0.38	0.0	-0.0	0.0
Bahraini Dinar	0.38	0.0	0.0	-0.0
Egyptian Pound	30.94	0.0	0.0	24.9

## Corporate Calendar

Date	Company	Event
17 <sup>th</sup> Sep	QACCO	Cash Dividend Distribution
17 <sup>th</sup> Sep	SPCC	Cash Dividend Distribution
17 <sup>th</sup> Sep	Bawan	Cash Dividend Distribution
17 <sup>th</sup> Sep	MOBI INDUSTRY	Cash Dividend Distribution
17 <sup>th</sup> Sep	RIYAD REIT	Eligibility for cash dividend
17 <sup>th</sup> Sep	IOud	Final allocation date

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	4,043	0.2	-1.0	21.2	9.2
Abu Dhabi (ADX)	9,880	0.9	0.7	-3.2	32.0
Kuwait (KSE)	7,705	-0.1	0.1	-5.1	18.3
Qatar (QE)	10,319	-0.5	1.2	-3.4	12.9
Oman (MSM)	4,726	0.3	-1.5	-2.7	13.0
Bahrain (BSE)	1,931	0.1	-1.1	1.9	7.3
Egypt (EGX30)	19,540	0.9	3.5	33.9	9.0

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	34,618	-0.8	-0.3	4.4	20.8
Nasdaq	15,202	-1.8	-1.9	39.0	32.3
S&P 500	4,450	-1.2	-1.3	15.9	21.8
FTSE 100	7,711	0.5	3.7	3.5	11.2
Germany DAX 30	15,894	0.6	-0.3	14.1	12.5
France CAC 40	7,379	1.0	0.8	14.0	12.7
Japan Nikkei 225	33,533	1.1	2.8	28.5	26.7
Russia MOEX	3,153	0.4	-2.3	46.3	2.6
Hong Kong Hang Seng	18,183	0.7	-1.1	-8.1	10.2
South Korea KOSPI	2,601	1.1	1.8	16.3	18.4
China Shanghai Composite	3,118	-0.3	-0.1	0.9	13.9
Australia ASX 200	7,279	1.3	-0.4	3.4	16.2
India Sensex	67,839	0.5	4.6	11.5	23.7
MSCI EM	985	0.3	0.5	3.0	14.2
MSCI World	2,961	-0.7	-0.8	13.8	19.0

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	99.13	1.5	9.5	17.7
Brent Crude (\$/bbl)	93.93	0.2	8.1	9.3
Texas crude (\$/bbl)	90.77	0.7	8.5	13.1
Natural Gas (\$/mmbtu)	2.64	-2.4	-4.5	-36.7
Gold (\$/oz)	1,923.91	0.7	-0.8	5.5
Silver (\$/oz)	23.04	1.7	-5.8	-3.8
Steel (\$/ton)	704.00	-0.3	-3.4	-5.4
Iron Ore (CNY/MT)	937.50	2.1	2.3	9.4
Wheat (\$/bu)	604.25	1.8	0.4	-26.3
Corn (\$/bu)	476.25	-0.9	-0.4	-22.0
Sugar (\$/lb)	27.16	-0.2	6.8	51.6
SMP* (EUR/MT)	2,275.00	0.0	3.0	-18.0

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.76	0.0	-10.3	102.6
KSA (SAIBOR 3M)	6.27	0.0	11.8	92.8
KSA (SAIBOR 6M)	6.05	0.0	-5.4	45.4
KSA (SAIBOR 12M)	6.07	0.0	-1.4	19.9
USA (SOFR 3M)	5.40	-0.8	0.0	81.4
UAE (EIBOR 3M)	5.24	13.6	-1.1	93.5

Data Sources: Tadawul, Bloomberg, Reuters  
Closes as of September 14, 2023

Technical observations	
Index	TASI
Ticker	SASEIDX Index
Last Close	11,155
Short-term view	Cautious
52 weeks high/low	12,100 – 9,931

Market data	
Exchange Market Cap. (SAR bn)	11,189.3
Value (SAR mn)	7,381.6
Volume (mn)	233.8
Number of Transactions	412,952
Market Breadth	91 : 131

Key statistics	
1D return %	0.29%
MTD return %	-2.93%
QTD return	-2.66%
YTD return	6.45%
ADT vol. 3M* (mn)	242.3
ADT val. 3M (SARmn)	5,980.5

\*ADT stands for Average Daily Traded

## TASI market commentary

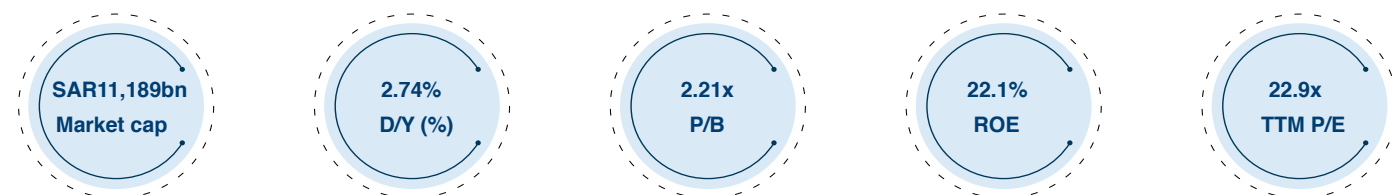
- TASI witnessed a rise on Thursday which was led by index heavyweights Energy (1.44% D/D) and Telecommunication services (0.37% D/D) sectors. At close, the Saudi market ended the day with a change of 0.29% at 11,155. In terms of activity, total volumes and value traded were ~234mn and ~SAR 7.4bn, respectively. The advance-decline ratio came in at 91/131.

## Technical outlook

- TASI concluded the recent session near 11,155, registering a gain of 32 points. The index is experiencing a pause within the last decline near the 127.2% Fibonacci retracement of the preceding short-term upward movement. Besides it ended the last session forming a hammer candlestick which needs to be confirmed by a following positive candlestick to suggest a possible upside rebound towards its 10-day SMA. Moreover, the RSI indicator is currently moving laterally within the bearish territory; reflecting the recent indecision status in the market in the near term. TASI has immediate support near 11,100. If breached, the next strong support level is expected to be near 10,960 where buying power may reappear. On the other hand, it has an immediate resistance at around 11,200 followed by 11,250. If penetrated; it would be expected to face a resistance near 11,350. Currently, TASI is experiencing a short-term downtrend, which is expected to continue as long as the index maintained trading below its 20-day SMA near 11,350. Besides, traders are advised to closely monitor the strong support level of 10,960, as it holds the potential for a resurgence of buying power.

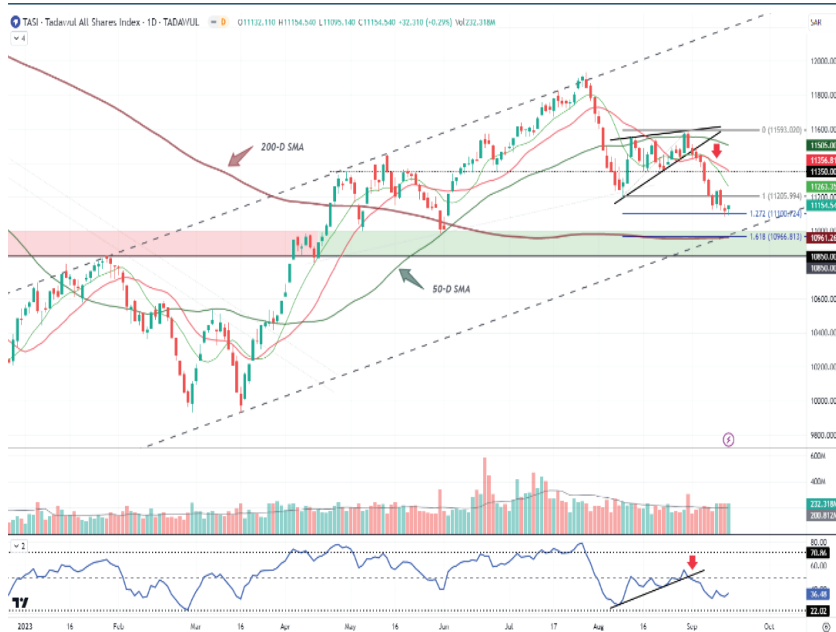
## Key price levels

S3	S2	S1	Pivot	R1	R2	R3
10,850	10,960	11,100	11,200	11,250	11,350	11,550



Source: Bloomberg, Argam

## TASI daily chart



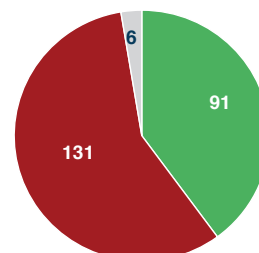
Source: Tradingview, Aljazira Capital

## Our view



## Market depth

Unchanged  
Up  
Down



## 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 13<sup>th</sup> September 2023

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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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