

QNBFS Technical Spotlight

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Saudi Market (TADAWUL)



Resistance/Support Levels			
Levels	1 st	2 nd	3 rd
Resistance	9,000	9,200	9,400
Support	8,800	8,600	8,400

Index Overview:

The Index moved above the 8,800 critical resistance level and, despite expected volatility, is expected to continue with its path north.



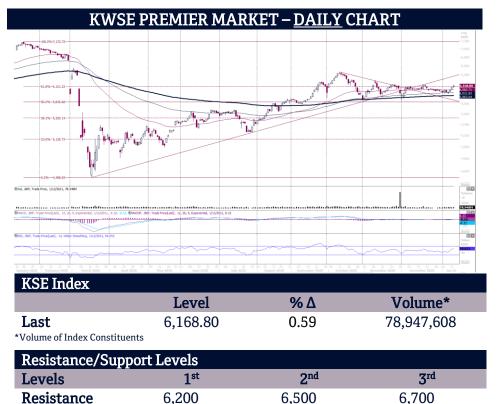
Resistance/Support Levels			
Levels	1 st	2 nd	3 rd
Resistance	20.52	21.00	21.85
Support	20.15	20.00	19.70

Stock Overview:

The price is challenging the 200-day moving averages. A breakout above that average means the stock price is expected to move further up.

- Expected Target Price: 21.00 21.85
- BUY Trigger: a price breakout above 20.52
- Suggested Stop-Loss Price: Discretionary

Boursa Kuwait



Index	Overview:	

Support

The Index has been coiling inside a symmetrical triangle formation; this formation has been created above the moving averages, which could have a positive impact on the Index once the formation is confirmed with a breakout.

5,800

5,600

6,000



Resistance/Support Levels			
Levels	1 st	2 nd	3 rd
Resistance	216.00	227.00	230.00
Support	214.00	210.00	209.00

Stock Overview:

The price has been stable below its 200-day moving average; it needs to breakout above that average to continue north.

- Expected Target Price: 227.00 230.00
- BUY Trigger: a price breakout above 216.00
- Suggested Stop-Loss Price: Discretionary

Abu Dhabi Exchange



Index	Overview:	

Support

The Index has been moving in its uptrend and about to test this year's peak. It should be noted that the RSI has reached the overbought area, which means a correction will possibly take place.

5,000

4,900

5,100



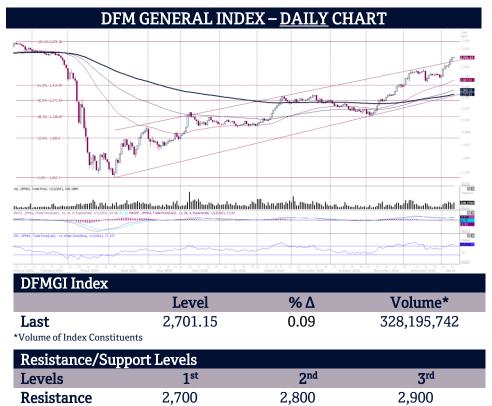
Resistance/Support Levels			
Levels	1 st	2 nd	3 rd
Resistance	0.332	0.347	0.369
Support	0.315	0.309	0.295

Stock Overview:

The price is bouncing off its moving averages after it moved above the corrective downtrend line.

- Expected Target Price: 0.347 0.369
- BUY Trigger: a price breakout above 0.332
- Suggested Stop-Loss Price: Discretionary

Dubai Financial Market



Index Overview:

Support

The Index moved above the upper resistance line of the uptrend channel. The trend has been up and may continue in that direction. However, the RSI indicates possible correction.

2.500

2.400

2.600



Resistance/Support Levels			
Levels	1 st	2 nd	3 rd
Resistance	2.70	2.94	3.25
Support	2.60	2.50	2.45

Stock Overview:

The price has been trending up and consolidated into a symmetricaltriangle recently. That is a bullish continuation pattern, once confirmed.

- Expected Target Price: 2.94 3.25
- BUY Trigger: a price breakout above 2.70
- Suggested Stop-Loss Price: Discretionary

Definitions

Candlestick: A chart that displays the high, low, opening and closing prices for a security in a single period. The body of the candle is made up by the opening and the closing prices, i.e., the taller the body the greater the range between these two prices and vice versa. A colored candle denotes a closing price that is lower than the opening price, while a white candle shows the opposite. The candlestick's shadows or wicks show the period's high and low prices and how they compare to the opening and closing price. In general, the shape of the candle will vary upon the positions of the period's high, low, opening and closing prices.

Support: A level that could cause more buyers to step in in order to prevent the security from falling or causing the security price to head higher.

Resistance: An inverse of a support level. A resistance area or level could cause more sellers to step in in order to prevent the security from rising or causing the security price to head lower.

SMA (Simple Moving Average): Is an arithmetic average, which calculates the average price of a security over a defined number of periods and is thus considered a lagging indicator. SMAs used in our analysis refer to closing prices. In general, SMAs serve many purposes, such as a smoothing tool, an indicative price direction and potential support/resistance levels.

Market Breadth: Breadth indicates the number of securities that have closed higher vs. the number of decliners in a particular exchange.

MACD (Moving Average Convergence/Divergence): Is a trading indicator, which 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 price data.

RSI (Relative Strength Index): Is a momentum indicator that compares a security's price gains to its losses for a predetermined number of periods (we generally use 14 periods). The RSI attempts to point out how a security, in relative terms, is in the overbought/oversold zone. Securities with a RSI above 70 could be considered as overbought, and below 30 could be considered as oversold.

Pattern/Formation: Is a graphical presentation of a security's price activity over a certain period of time. Formations come in different shapes (such as, head & shoulders, triangles, flags, and so on). They can be used to identify potential trends, reversal of trends, price targets, entry and exit points, etc.

Fibonacci Retracements: Are horizontal lines that indicate expected areas of support/resistance for a security based on a predetermined price movement. These levels are usually indicated by Fibonacci ratios of 23.6%, 38.2%, 50.0%, 61.8% and 100% from that particular movement.

Fibonacci Pivot and Intraday Support/Resistance: A Pivot Point is generally used to formulate expected future support/resistance levels. From the base Pivot Point, Fibonacci multiples of the high-low differential are added to form resistance levels and subtracted to form support levels.

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Contacts

Zaid al-Nafoosi, CMT, CFTe

Senior Research Analyst Tel: (+974) 4476 6535 zaid.alnafoosi@qnbfs.com.qa

Shahan Keushgerian Senior Research Analyst Tel: (+974) 4476 6509 shahan.keushgerian@qnbfs.com.qa

Mehmet Aksoy, PhD

Senior Research Analyst Tel: (+974) 4476 6589 mehmet.aksoy@qnbfs.com.qa

Saugata Sarkar, CFA, CAIA Head of Research Tel: (+974) 4476 6534 saugata.sarkar@qnbfs.com.qa

Ahmed El-Khudary Head of Trading Tel: (+974) 4476 6533 ahmed.elkhudary@qnbfs.com.qa

Sources: Bloomberg, QNBFS Research

Feras al-Sarraj Head of Sales Tel: (+974) 4476 6514 feras.alsarraj@qnbfs.com.qa **QNB Financial Services** Contact Center: (+974) 4476 6666 PO Box 24025 Doha, Qatar

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