

QNBFS Technical Spotlight

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Saudi Market (TADAWUL)



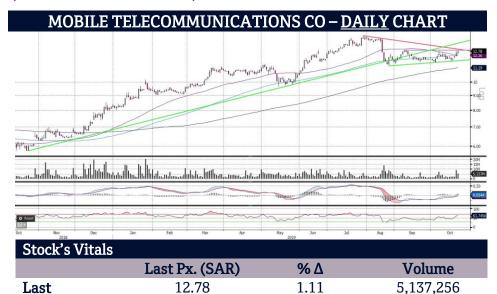
TASI Index			
	Level	%Δ	Volume*
Last	7,872.74	1.40	113,267,285

^{*}Volume of Index Constituents

Resistance/Support Levels				
Levels	1 st	2 nd	$3^{\rm rd}$	
Resistance	8,000	8,200	8,700	
Support	7,500	7,250	7,000	

Index Overview:

The index is now in a downtrend, expect weakness to continue.



Resistance/Support Levels				
Levels	1 st	2 nd	$3^{\rm rd}$	
Resistance	12.80	13.65	14.00	
Support	12.00	11.68	11.35	

Stock Overview:

The price has moved below its uptrend line but remains above its 100 and 200 major moving averages, suggesting further uptick could be on the way.

Expected Target Price: 13.65 – 14.00
Trigger: A breakout above 12.80

Suggested Stop-Loss Price: Discretionary

Boursa Kuwait



Resistance/Support Levels				
Levels	1 st	2 nd	3 rd	
Resistance	6,300	6,400	6,500	
Support	6,200	6,100	6,000	

Index Overview:

The Index is expected to bounce off the current levels and will be testing the 200SMA support level.



Resistance/Support Levels				
Levels	1 st	2 nd	$3^{\rm rd}$	
Resistance	230.00	239.00	247.00	
Support	220.00	204.00	200.00	

Stock Overview:

The price bounced off its 200SMA after the month-long correction and now testing the corrective resistance line.

- Expected Target Price: 239.00 247.00
- Trigger: A breakout above 230.00
- Suggested Stop-Loss Price: Discretionary

Abu Dhabi Exchange



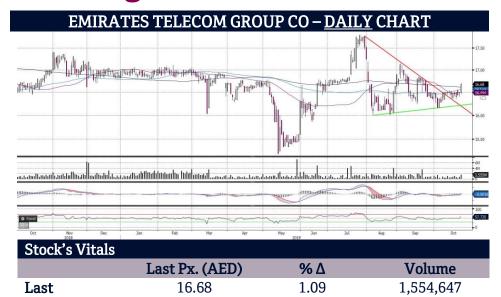
ADX Index			
	Level	% ∆	Volume*
Last	5,135.94	0.66	23,092,005

^{*}Volume of Index Constituents

Resistance/Support Levels				
Levels	1 st	2 nd	3 rd	
Resistance	5,150	5,250	5,400	
Support	5,000	4,900	4,800	

Index Overview:

The Index may move higher above its moving averages after it moves above the 5,150 mark.



Resistance/Support Levels				
Levels	1 st	2 nd	3 rd	
Resistance	16.70	17.11	17.37	
Support	16.36	16.16	16.00	

Stock Overview:

The price started to move above its moving averages after the stability seen when it moved beyond the downtrend line. Traded volumes increased on the uptick, showing more participants' interest in the name.

- Expected Target Price: 17.11 17.37
- Trigger: A breakout above 16.70
- Suggested Stop-Loss Price: Discretionary

Dubai Financial Market



DFMGI Index			
	Level	% Δ	Volume*
Last	2,787.72	0.86	188,071,607

^{*}Volume of Index Constituents

Resistance/Su	pport Levels		
Levels	1 st	2 nd	$3^{\rm rd}$
Resistance	2,800	2,900	3,000
Support	2,700	2,600	2,500

Index Overview:

The Index bounced off its moving averages' support level; we may see a correction against the uptrend.



Stock's Vitals			
	Last Px. (AED)	% Δ	Volume
Last	0.400	10.50	103,432,871

Resistance/Support Levels			
Levels	1 st	2 nd	3 rd
Resistance	0.407	0.430	0.473
Support	0.384	0.360	0.340

Stock Overview:

The trend has been up as the price managed to make higher troughs and higher tops. The recent spike in price and volumes suggests further gains are anticipated.

• Expected Target Price: 0.430 – 0.473

• Trigger: A breakout above 0.407

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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Sources: Bloomberg, QNBFS Research

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