

### **QNBFS** Technical Spotlight

Monday, March 30, 2020

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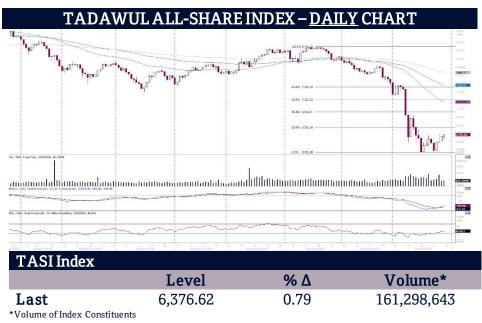
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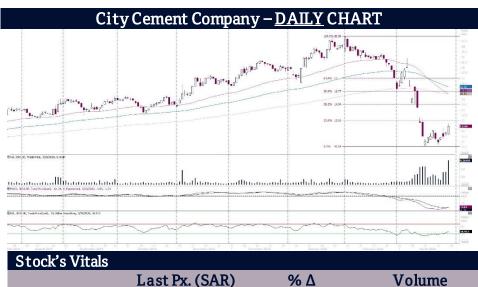
## Saudi Market (TADAWUL)



Resistance/Support Levels				
Levels	1 <sup>st</sup>	2 <sup>nd</sup>	3 <sup>rd</sup>	
Resistance	6,500	6,900	7,200	
Support	6,000	5,700	5,300	

#### Index Overview:

The Index has created, arguably, a double-bottom formation; it is a bullish reversal pattern in the short term (once confirmed).



Last	12.44	4.89	9,363,927
Resistance/Sup	port Levels		
Levels	1 <sup>st</sup>	2 <sup>nd</sup>	3 <sup>rd</sup>
Resistance	12.74	13.10	14.22

11.30

#### **Stock Overview:**

Support

A double-bottom formation has been established on the cement company. The RSI and the MACD are pointing upwards, suggesting possible continuation in short-term uptick.

- Expected Target Price: 13.10 14.22
- BUY Trigger: a price breakout above 12.74

11.64

• Suggested Stop-Loss Price: Discretionary

10.58

### **Boursa Kuwait**



\*Volume of Index Constituents

Resistance/Support Levels				
Levels	1 <sup>st</sup>	2 <sup>nd</sup>	3 <sup>rd</sup>	
Resistance	5,200	5,500	5,800	
Support	5,000	4,800	4,600	

#### Index Overview:

The Index has been in a V-shaped correction; the correction maybe over.



Resistance/Support Levels				
Levels	1 <sup>st</sup>	2 <sup>nd</sup>	3 <sup>rd</sup>	
Resistance	460.00	480.00	500.00	
Support	406.00	377.00	360.00	

#### Stock Overview:

The trend has been down and remains strong in that direction. However, if the price manages to break above last week's highest price, then we may see a trade opportunity against the downtrend.

- Expected Target Price: 480.00 500.00
- BUY Trigger: a price breakout above 460.00
- Suggested Stop-Loss Price: Discretionary

# Abu Dhabi Exchange



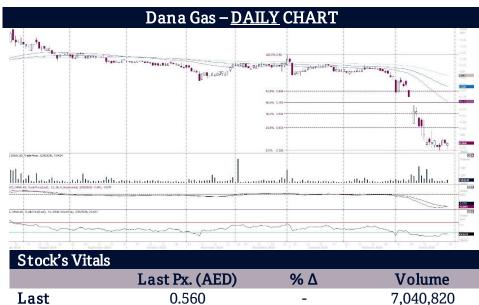
ADAIlluex			
	Level	%Δ	Volume*
Last	3,878.84	2.87	61,545,384
*Volume of Index Constituents			

\*Volume of Index Constituent

Resistance/Support Levels				
Levels	1 <sup>st</sup>	2 <sup>nd</sup>	3 <sup>rd</sup>	
Resistance	4,000	4,200	4,500	
Support	3,750	3,500	3,250	

#### Index Overview:

Indicators show extreme levels have been reached but the trend remains down.



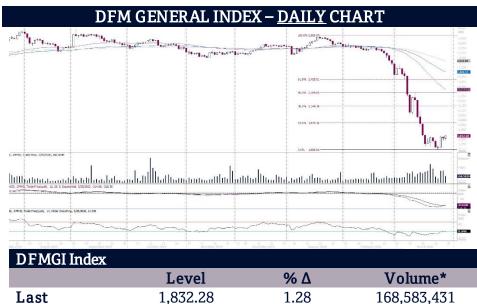
Resistance/Support Levels				
Levels	1 <sup>st</sup>	2 <sup>nd</sup>	3 <sup>rd</sup>	
Resistance	0.580	0.620	0.690	
Support	0.526	0.500	0.420	

#### Stock Overview:

The trend has been down. However, we see an uptick in volumes on the green days. A bullish leg in short term is possible.

- Expected Target Price: 0.620 0.690
- BUY Trigger: a price breakout above 0.580
- Suggested Stop-Loss Price: Discretionary

## **Dubai Financial Market**

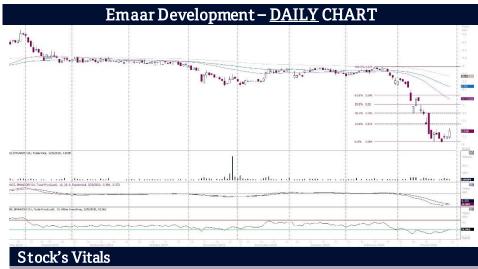


\*Volume of Index Constituents

Resistance/Support Levels				
Levels	1 <sup>st</sup>	2 <sup>nd</sup>	3 <sup>rd</sup>	
Resistance	1,900	2,000	2,100	
Support	1,800	1,700	1,600	

#### Index Overview:

The trend remains down, and the Index reached multi-year levels. However, indicators show extreme levels have been reached.



	Last Px. (AED)	%Δ	Volume
Last	2.33	5.91	1,800,227

Resistance/Support Levels				
Levels	1 <sup>st</sup>	2 <sup>nd</sup>	3 <sup>rd</sup>	
Resistance	2.40	2.79	3.02	
Support	2.13	2.06	1.74	

#### Stock Overview:

The trend has been down but stability could spark a reliefrally.

- Expected Target Price: 2.79-3.02
- BUY Trigger: a price breakout above 2.40
- 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 headlower.

**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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