

QNBFS Technical Spotlight

Sunday, September 27, 2020

Contents

Saudi Market (TADAWUL)	2
Boursa Kuwait	3
Abu Dhabi Exchange	4
Dubai Financial Market	
Definitions	6
Contacts	7

Related Links

ONBFS Home Page

QNBFS Trading Portal

ONBFS Research Page

Saudi Market (TADAWUL)



TASI Index			
	Level	% Δ	Volume*
Last	8,236.17	(0.10)	407,317,849
*Volume of Index Constituents			

Resistance/Support Levels				
Levels	1 st	2 nd	3 rd	
Resistance	8,400	8,600	8,800	
Support	8,200	8,000	7,800	

Index Overview:

The Index has moved above its 200MA, which means it is more likely that the Index is expected to move higher in the short to medium terms.



Stock's Vitals	700 200	200	200000000000000000000000000000000000000
	Last Px. (SAR)	% Δ	Volume
Last	15.400	1.85	3,005,747

Resistance/Support Levels				
Levels	1 st	2 nd	3rd	
Resistance	15.55	16.55	18.20	
Support	14.60	13.90	12.50	

Stock Overview:

The price has created a bullish continuation pattern, but it needs to be confirmed.

- Expected Target Price: 16.55 18.20
- BUY Trigger: a price breakout above 15.55
- Suggested Stop-Loss Price: Discretionary

Boursa Kuwait

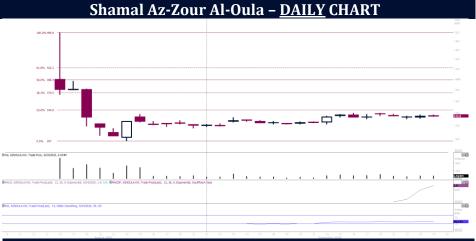


KSE Index			
	Level	% Δ	Volume*
Last *Volume of Index Constituents	6,221.64	(0.30)	112,404,340

Resistance/Support Levels				
Levels	1 st	2 nd	3 rd	
Resistance	6,200	6,500	6,700	
Support	6,000	5,800	5,500	

Index Overview:

The price reached to top of a of the uptrend channel, which suggests a decline from here.



Stock's Vitals			
	Last Px. (KWd)	% Δ	Volume
Last	335.00	-	6,923,744

Resistance/Support Levels				
Levels	1 st	2 nd	3 rd	
Resistance	338.00	352.00	374.00	
Support	330.00	322.00	315.00	

Stock Overview:

The price started to stabilize after the sharp fall during the first few days of listing. The recent higher highs suggests a possible uptick in the short term.

- Expected Target Price: 352.00 374.00
- BUY Trigger: a price breakout above 338.00
- Suggested Stop-Loss Price: Discretionary

Abu Dhabi Exchange



ADX Index			
	Level	% Δ	Volume*
Last	4,466.82	(0.52)	90,060,085
*Volume of Index Constituents			

Resistance/Support Levels				
Levels	1 st	2 nd	3 rd	
Resistance	4,600	4,800	5,000	
Support	4,500	4,300	4,200	

Index Overview:

The Index is expected to correct as it started to breach below the rising wedge formation, which is a bearish formation.



Stock's Vitals			
	Last Px. (AED)	% Δ	Volume
Last	2.000	(1.48)	27,443,704

Resistance/Support Levels			
Levels	1 st	2 nd	3rd
Resistance	2.11	2.28	2.46
Support	2.02	2.00	1.90

Stock Overview:

The price has created a flag formation; it is a bullish continuation pattern once the price moves above the defined resistance level.

- Expected Target Price: 2.28 2.46
- BUY Trigger: a price breakout above 2.11
- Suggested Stop-Loss Price: Discretionary

Dubai Financial Market

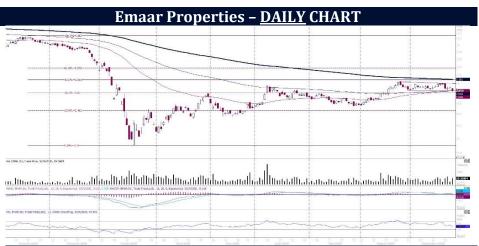


DFMGI Index			
	Level	% Δ	Volume*
Last	2,252.25	(1.45)	197,843,844
*Volume of Index Constituents			

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

Index Overview:

The Index started to move above its 200 moving average and bouncing off that level, which indicates the probable continuation of the recent uptrend.



Stock's Vitals			
	Last Px. (AED)	% Δ	Volume
Last	2.850	(2.40)	19,367,715

Resistance/Support Levels			
Levels	1 st	2 nd	3rd
Resistance	3.01	3.37	3.77
Support	2.85	2.70	2.54

Stock Overview:

This is a price-breakout trade strategy. The price has stabilized below its 200 moving average in a tight range. We await a breakout on either side to take the proper position.

• Expected Target Price: 3.37 - 3.77

BUY Trigger: a price breakout above 3.01

• 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.

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.aksov@gnbfs.com.ga

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 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

Sources: Bloomberg, QNBFS Research

Disclaimer and Copyright Notice: This publication has been prepared by QNB Financial Services Co. W.L.L. ("QNBFS") a wholly-owned subsidiary of Qatar National Bank (Q.P.S.C.) ("QNB"). QNBFS is regulated by the Qatar Financial Markets Authority and the Qatar Exchange QNB SAQ is regulated by the Qatar Central Bank. This publication expresses the views and opinions of QNBFS at a given time only. It is not an offer, promotion or recommendation to buy or sell securities or other investments, nor is it intended to constitute legal, tax, accounting, or financial advice. QNBFS accepts no liability whatsoever for any direct or indirect losses arising from use of this report. Any investment decision should depend on the individual circumstances of the investor and be based on specifically engaged investment advice. We therefore strongly advise potential investors to seek independent professional advice before making any investment decision. Although the information in this report has been obtained from sources that QNBFS believes to be reliable, we have not independently verified such information and it may not be accurate or complete. QNBFS does not make any representations or warranties as to the accuracy and completeness of the information it may contain, and declines any liability in that respect. For reports dealing with Technical Analysis, expressed opinions and/or recommendations may be different or contrary to the opinions/recommendations of QNBFS Fundamental Research as a result of depending solely on the historical technical data (price and volume). QNBFS reserves the right to amend the views and opinions expressed in this publication at any time. It may also express viewpoints or make investment decisions that differ significantly from, or even contradict, the views and opinions included in this report. This report may not be reproduced in whole or in part without permission from QNBFS.