

QNBFS Technical Spotlight

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Saudi Market (TADAWUL)



*Volume of Index Constituents

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

Index Overview:

The trend has been up, but we are seeing negative divergence between the Index and the RSI's move. The mentioned divergence suggests a possible correction from here.



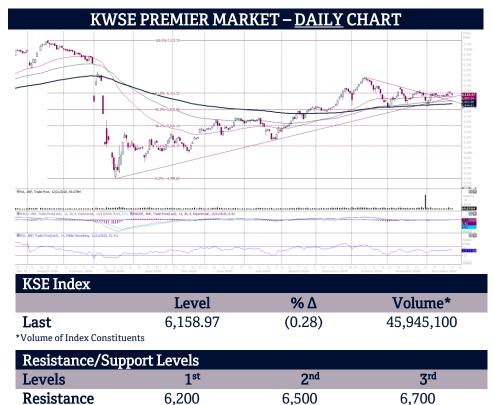
Resistance/Support Levels				
Levels	1 st	2 nd	3 rd	
Resistance	42.90	44.30	47.60	
Support	42.00	41.00	40.00	

Stock Overview:

The price has created a flag formation; it is a bullish continuation patter. However, the pattern needs to be confirmed with a price breakout above that formation.

- Expected Target Price: 44.30 47.60 •
- BUY Trigger: a price breakout above 42.90
- 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	625.00	688.00	790.00
Support	600.00	580.00	570.00

Stock Overview:

The trend has been up but and the moving averages are crossing positively. However, the price needs to move above the 61.8% Fibonacci level to continue with its uptrend.

- Expected Target Price: 688.00 790.00
- BUY Trigger: a price breakout above 625.00
- Suggested Stop-Loss Price: Discretionary

Abu Dhabi Exchange



Resistance/Support Levels				
Levels	1 st	2 nd	3 rd	
Resistance	5,100	5,200	5,300	
Support	5,000	4,900	4,800	

Index Overview:

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.



Resistance/Support Levels			
Levels	1 st	2 nd	3 rd
Resistance	1.49	1.62	1.70
Support	1.41	1.33	1.24

Stock Overview:

The price has been moving above its moving averages, and in the process of creating a possible bullish reversal pattern in the longer term.

- Expected Target Price: 1.62 1.70
- BUY Trigger: a price breakout above 1.49
- Suggested Stop-Loss Price: Discretionary

Dubai Financial Market



Index Overview:

The Index has been in an uptrend and respecting the uptrend channel. However, the RSI reached the overbought area while the Index is testing the upper side of the bullish channel. We are expecting a correction from here.



Resistance/Support Levels				
Levels	1 st	2 nd	3 rd	
Resistance	0.464	0.487	0.512	
Support	0.423	0.400	0.390	

Stock Overview:

The price is expected to correct as it moves below its moving averages. However, if the price retracts and moves above the recent high, it means momentum have reversed to the upside.

- Expected Target Price: 0.487 0.512
- BUY Trigger: a price breakout above 0.464
- 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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