

## Technical Analysis – Abu Dhabi Securities Exchange

02-November-2020

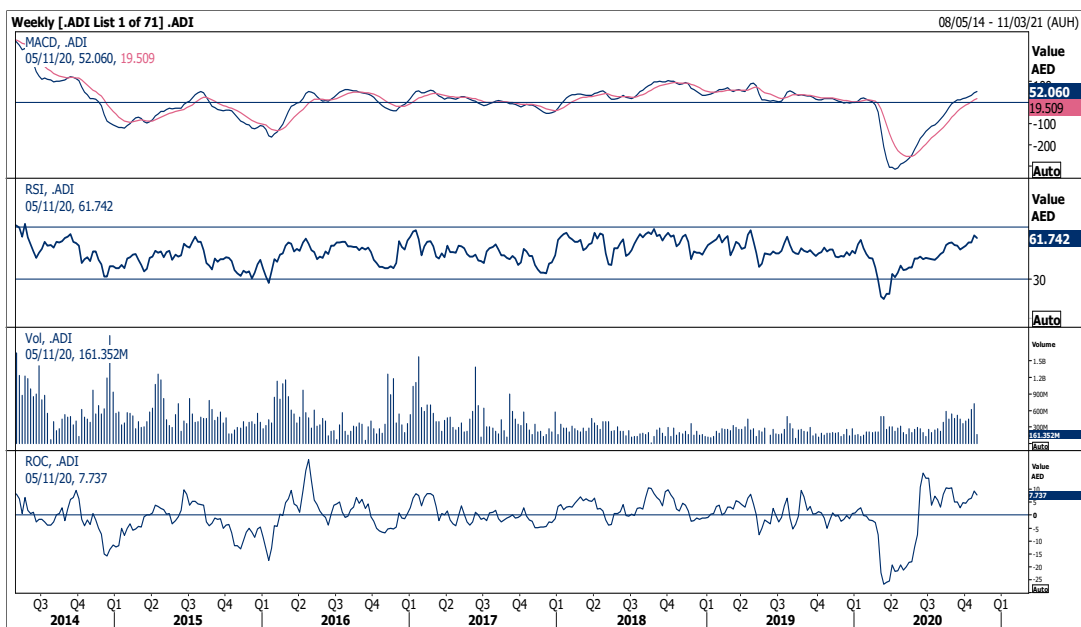
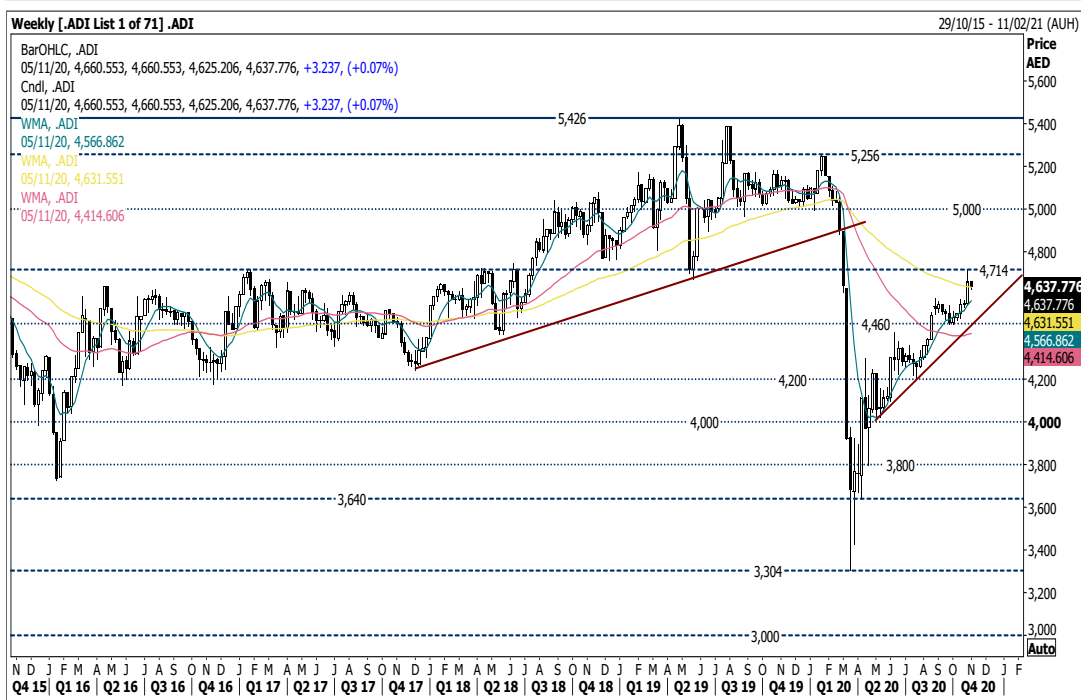
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### Abu Dhabi Securities Exchange

**ADX General Index <.ADI> closed at 4,637.776 point.** The upward momentum has decreased on the last couple of sessions but the index remains within its ascending trend line and needs to surpass the recent high at 4,714 point to confirm a positive continuation pattern; however, managing to do so will call for additional gains to the psychological level at 5,000 point. On the counter side, attempts to move down cannot be ignored but the support level at 4,460 point should prevent further weaknesses to 4,200 point.

Medium-term and long-term investors can stay in the market with a stop-loss below 4,460 point and 4,560 point, respectively.



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**First Abu Dhabi Bank**

Reuters Ticker: &lt;FAB.AD&gt;

**Price closed at AED11.420.** Clear technical signals are still needed to indicate the next move and end the 6-months sideways mode. A jump over the first overhead resistance level at AED12.040 will call for an advance to AED13.120, but only above this will increase the upward chances and promote AED15.920. However, back below AED11.060 will lead to the support zone at AED10.360-AED10.000, while below this will target AED7.780.



RSI	48.608
MACD	-0.302
ROC	4.579
M10	12.810
M50	11.500
M100	11.280
S1	11.060
S2	10.360
S3	10.000
R1	12.040
R2	13.120
R3	15.920

**Emirates Telecommunications Group Co.**

Reuters Ticker: &lt;ETISALAT.AD&gt;

**Price closed at AED16.840.** The signal will remain positive as long as the stock preserve a close above the horizontal line at AED16.100; however, losing it will most likely allow some downward correction to take place to AED14.520 and maybe lower to AED13.660. On the other side, managing to surpass the resistance level at around AED18.000 will allow another leg up towards AED19.000-AED20.200.



RSI	55.262
MACD	0.252
ROC	1.202
M10	16.270
M50	16.845
M100	16.300
S1	16.100
S2	14.520
S3	13.660
R1	18.000
R2	19.000
R3	20.200

**ALDAR Properties**

Reuters Ticker: &lt;ALDAR.AD&gt;

**Price closed at AED2.680.** The stock did well after breaking the high of last year at AED2.370, supported by an increase in trading activity and the jump over all MAs on the weekly chart. The price approached the strong resistance level at AED3.000 before easing down, knowing that a close above this will target AED3.480. However, only back below AED2.370 will delay the upward move and bring back to focus AED2.000.



RSI	75.979
MACD	0.074
ROC	54.913
M10	1.980
M50	1.955
M100	2.290
S1	2.370
S2	1.890
S3	1.580
R1	3.000
R2	3.480
R3	4.000

**Dana Gas**

Reuters Ticker: &lt;DANA.AD&gt;

**Price closed at AED0.660.** The stock sees continuous failure to print a foothold above the upper-end of the 15-months descending trend line and further weaknesses to the horizontal line at AED0.606 could be seen on the coming period but a dip below it will call for a re-test of last March low at AED0.525. On the counter side, bulls need to show buying interest above the resistance level at AED0.786 to decrease the downside risk and lead to AED0.980.



RSI	39.546
MACD	-0.009
ROC	-8.333
M10	0.785
M50	0.700
M100	0.700
S1	0.606
S2	0.525
S3	0.470
R1	0.785
R2	0.980
R3	1.100

## Definitions

**Technical Analysis:** Aims to identify the direction of prices and reveal any indication of possible changes as soon as possible, so it can be used as much as possible in making buying and selling decisions in the most appropriate time in order to minimize risk and maximize profits.

**Trend:** The general direction of a market or of the price of an asset.

**Resistance:** A chart point or range that caps an increase in the level of a stock or index over a period of time.

**Support:** The price level which, historically, a stock has had difficulty falling below. It is thought of as the level at which a lot of buyers tend to enter the stock.

**Breakout:** A signal that prices are beginning to trend, either upward or downward.

**Bull:** An investor who thinks the market, a specific security or an industry is likely to rise.

**Bear:** An investor who thinks the market, a specific security or an industry is likely to decline.

**Channel:** is two parallel trend lines either rising or declining.

**Consolidation Area:** is a sideways movement in prices that interrupts or reverse a trend.

**Moving Average (MA):** The most common applications of MAs are to identify the trend direction and to determine support and resistance levels.

**MACD (Moving Average Convergence-Divergence):** A trend-following momentum indicator that shows the relationship between two moving averages of prices.

**Relative Strength Index:** A technical momentum indicator (ranges from 0 to 100) that compares the magnitude of recent gains to recent losses in an attempt to determine overbought and oversold conditions of an asset.

**Overbought:** A situation in which the price of a security has risen to such a degree that an oscillator has reached its upper bound. This is generally interpreted as a sign that the price of the asset is becoming overvalued and may experience a pullback.

**Oversold:** A situation in which the price of a security has fallen to such a degree that an oscillator has reached its upper bound. This is generally interpreted as a sign that the price of the asset is becoming undervalued and may represent a buying opportunity for investors.

**Fibonacci:** A term refers to areas of support or resistance and to help identify strategic places for transactions to be placed, target prices or stop losses.

**On Balance Volume (OBV):** is a simple running total of up day (added) and down day (subtracted) volume. If OBV is moving with price, it confirms the current trend. Divergences between OBV and price indicates the price may be due for a reversal.

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