

## Technical Analysis – Abu Dhabi Securities Exchange

14-March-2016

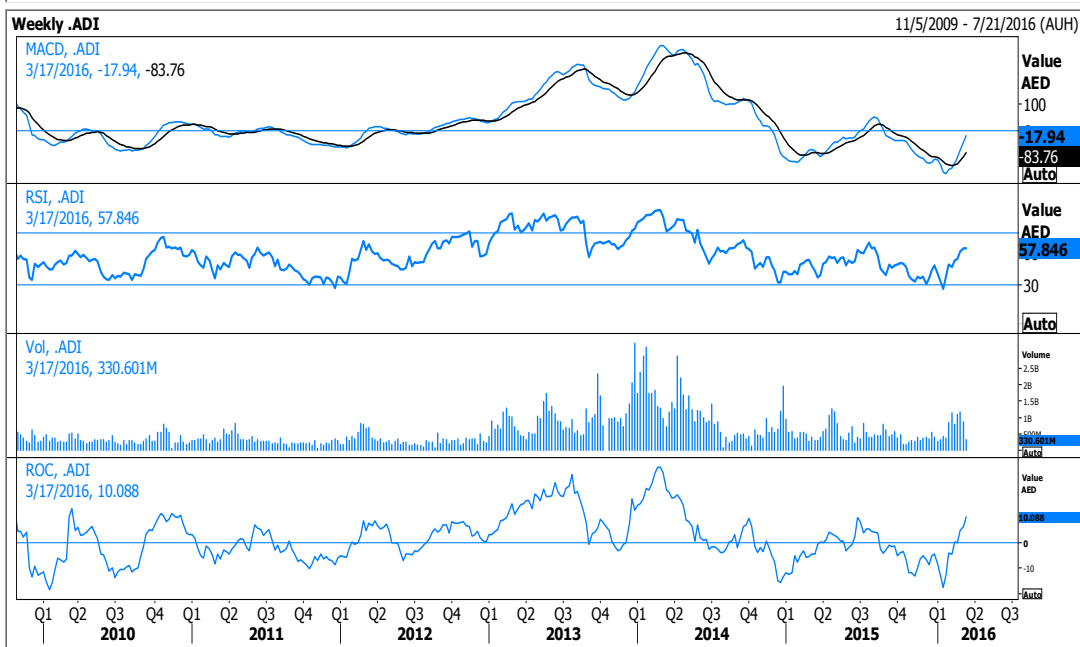
## Abu Dhabi Securities Exchange

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**ADX General Index <.ADI> closed at 4,498.57.** The market fulfilled our target level at 4,600 point, as was expected; but the upward momentum has weakened and some selling went through. However, it is necessarily for the bulls to surpass 4,600 point, a case if happens would seal a more constructive outlook and call for another jump towards 4,900 point. On the counter side, while the index is capped below 4,600 point, chances would be more for a short-term downward correction to take place. The nearby support levels are located at 4,330 point, 4,150 point and 4,070 point. Weekly and daily RSI indicators are looking neutral at present.

*Medium-term investors can stay in the market with a stop-loss below 4,150 point, while long-term investors can enter above 4,600 point.*



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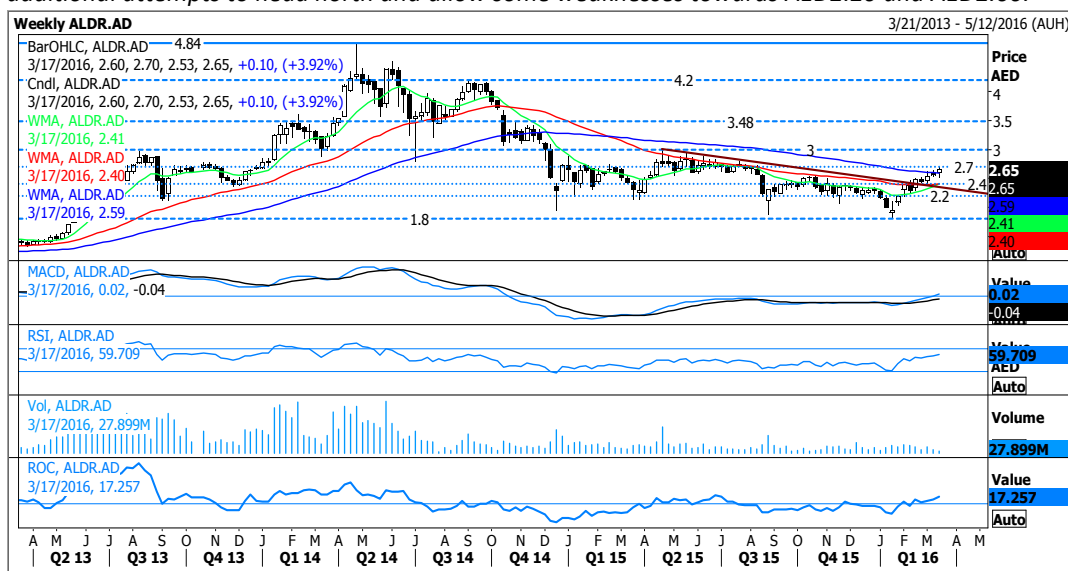
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## ALDAR Properties

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

**Price closed at AED2.65.** The stock did well after finding a support at AED1.80, breaching its 14-weeks and 50-weeks MAs, along with its break above the upper end of the 10-months descending trend line but the upward momentum has fizzled out at AED2.70. Above AED2.70 would target the resistance zone at AED3.00-AED3.20. However, back below the support line at AED2.40 could delay additional attempts to head north and allow some weaknesses towards AED2.20 and AED2.00.



RSI	59.709
MACD	-0.04
ROC	17.257
M10	2.40
M50	2.40
M100	2.60
S1	2.40
S2	2.20
S3	1.80
R1	2.70
R2	3.00
R3	3.48

## Dana Gas

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

**Price closed at AED0.53.** The horizontal line at AED0.58 arrested further strength and allowed some selling to take place. An aggressive downside move is not expected and a re-test of the strong support line at AED0.37 is not favored on the coming period; however, the stock can go down to AED0.47 and maybe more to AED0.43 before heading north once again. On the counter side, managing to surpass AED0.58 would promote the strong line at AED0.66, while above it will target AED0.74.



RSI	56.518
MACD	0.00
ROC	17.778
M10	0.49
M50	0.49
M100	0.51
S1	0.47
S2	0.43
S3	0.37
R1	0.58
R2	0.66
R3	0.74

Reuters Ticker: <ETEL.AD>

**Weekly ETEL.AD**

Indicator	Value (3/17/2016)
CndI, ETELAD	+0.55, (+3.11%)
WMA, ETELAD	16.95
WMA, ETELAD	15.49
WMA, ETELAD	13.70
MACD, ETELAD	0.92, 0.80
RSI, ETELAD	74.019
Vol, ETELAD	15.291M
ROC, ETELAD	13.707

Price AED: 18.25, 16.95, 15.49, 13.70  
Auto: [ ]  
Volume: 15.291M  
AED: 13.707  
Auto: [ ]

RSI	74.019
MACD	0.80
ROC	13.707
M10	16.95
M50	15.50
M100	13.70
S1	17.60
S2	16.60
S3	14.90
R1	19.05
R2	19.85
R3	22.00

Reuters Ticker: <RKCE.AD>

**Weekly RKCE.AD** 5/31/2012 - 5/26/2016 (AUH)

**Price**

Cncl, RKCE.AD  
3/17/2016, 3.55, 3.65, 3.53, 3.55, -0.05, (-1.39%)  
4.1

WMA, RKCE.AD  
3/17/2016, 3.33

WMA, RKCE.AD  
3/17/2016, 3.37

WMA, RKCE.AD  
3/17/2016, 3.38

Price  
3.55  
3.35  
3.3  
3.2  
3  
2.85  
2.66  
2.5  
2  
1.5  
Auto

**MACD, RKCE.AD**  
3/17/2016, 0.01, -0.03

Value  
0.01  
-0.03  
Auto

**RSI, RKCE.AD**  
3/17/2016, 56.351

Value  
56.351  
Auto

**Vol, RKCE.AD**  
3/17/2016, 2.157M

Volume  
2.157M  
Auto

**ROC, RKCE.AD**  
3/17/2016, 4.106

Value  
4.106  
Auto

J J A S O N D J F M A M J J A S O N D J F M A M J J A S O N D J F M A M  
Q3 12 Q4 12 Q1 13 Q2 13 Q3 13 Q4 13 Q1 14 Q2 14 Q3 14 Q4 14 Q1 15 Q2 15 Q3 15 Q4 15 Q1 16

RSI	56.351
MACD	-0.03
ROC	4.106
M10	3.33
M50	3.37
M100	3.38
S1	3.35
S2	3.20
S3	3.00
R1	3.75
R2	4.10
R3	4.76

## 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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