

## Technical Analysis – Abu Dhabi Securities Exchange

11-October-2022

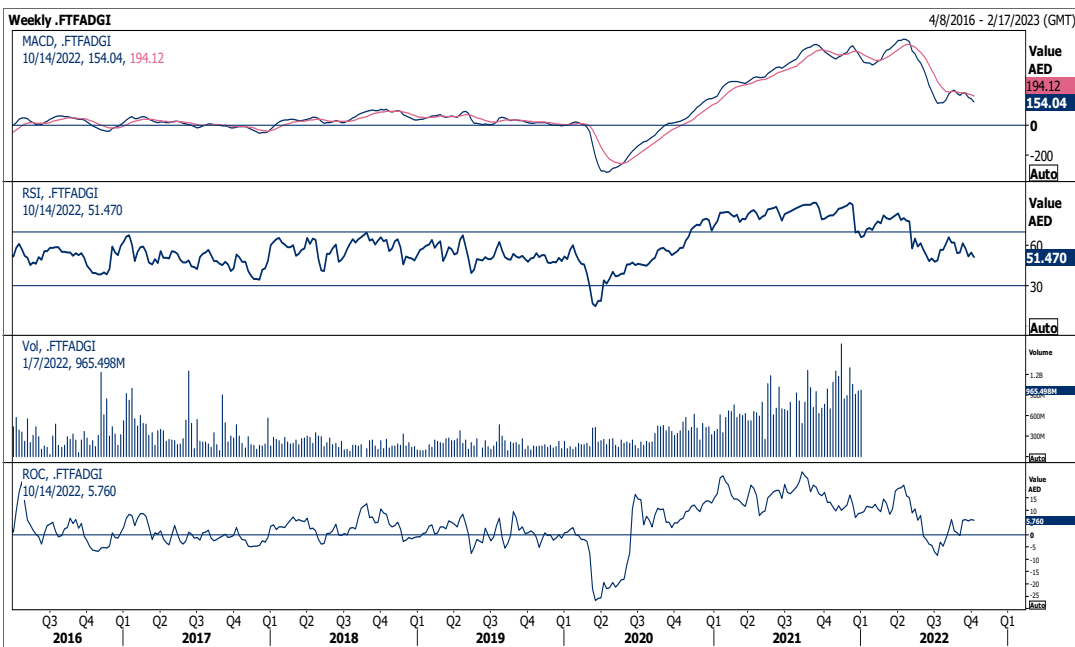
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### Abu Dhabi Securities Exchange

**FTSE ADX General Index <.FTFADGI> closed at 9,754.17 point.** The index found difficulties to surpass the critical resistance line at 10,308 point, while continuous reluctance to do so could increase the risk of moving south. Knowing that a dip below the first support level at 9,625 point would lead to the strong line at 9,155 point, which if broken would trigger a sharp fall and could reach 8,000 point. On the positive side, only a firm close above 10,308 point will call for another leg up to 10,600 point.

Medium-term and long-term investors can stay in the market with a stop-loss below 9,625 point and 8,840 point, respectively.



**Raed Diab**

Vice President

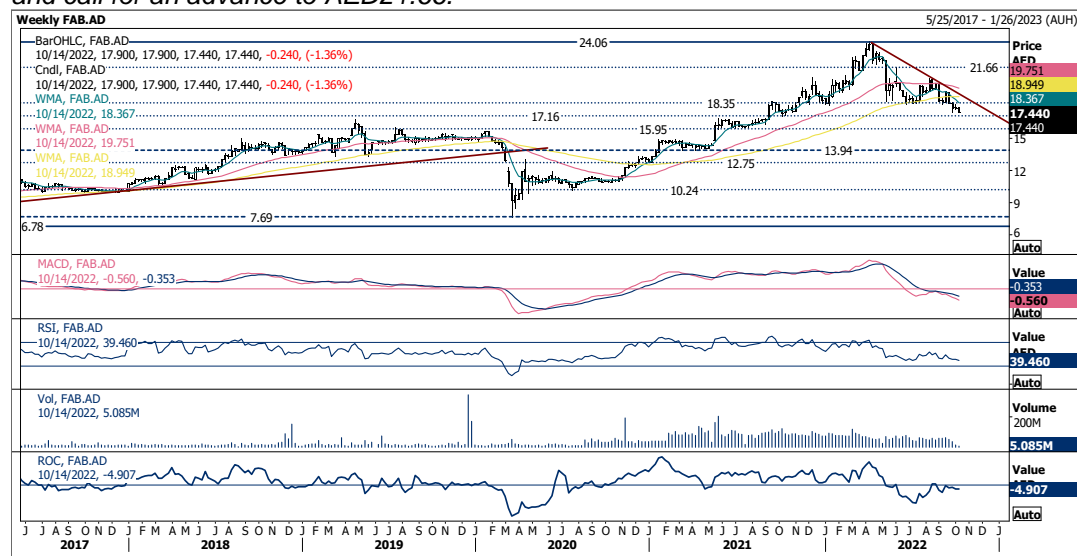
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## First Abu Dhabi Bank

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

**Price closed at AED17.44.** The technical picture turned negative as the price is moving below the MAs on the weekly chart, knowing that further slippage can reach AED17.16 before AED15.95, while below this could lead to the strong defense line at AED13.94. However, back above the resistance level at AED19.48 would decrease the downside risk and call for an advance to AED21.66.



|      |        |
|------|--------|
| RSI  | 39.460 |
| MACD | -0.353 |
| ROC  | -4.907 |
| M10  | 18.365 |
| M50  | 19.750 |
| M100 | 18.950 |
| S1   | 15.950 |
| S2   | 13.940 |
| S3   | 12.750 |
| R1   | 18.350 |
| R2   | 19.480 |
| R3   | 21.660 |

## Abu Dhabi Commercial Bank

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

**Price closed at AED9.03.** It is very hard at the moment to anticipate the next trend from here as the stock maintains a sideways move for the last couple of weeks; however, a close above the first resistance level at AED9.50 would promote a jump back to AED9.89, while above this will allow another test of AED11.30. On the other side, losing AED8.600 would lead to AED8.15 but only below this will deepen the bearish tone.



|      |        |
|------|--------|
| RSI  | 47.779 |
| MACD | -0.067 |
| ROC  | 9.988  |
| M10  | 9.120  |
| M50  | 9.390  |
| M100 | 8.775  |
| S1   | 8.600  |
| S2   | 8.150  |
| S3   | 7.290  |
| R1   | 8.890  |
| R2   | 11.300 |
| R3   | 13.000 |

## Abu Dhabi National Energy Co.

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

**Price closed at AED2.50.** The stock saw a noticeable jump, reaching levels last seen in April 2008 and posting a strong top at AED2.67. The current overbought status of the weekly RSI indicators suggests some correction on the short-term period, knowing that the nearby support levels are located at AED2.14, AED1.90 and AED1.75. On the counter side, only a close above AED2.67 will re-activate the buying momentum and target AED4.26.

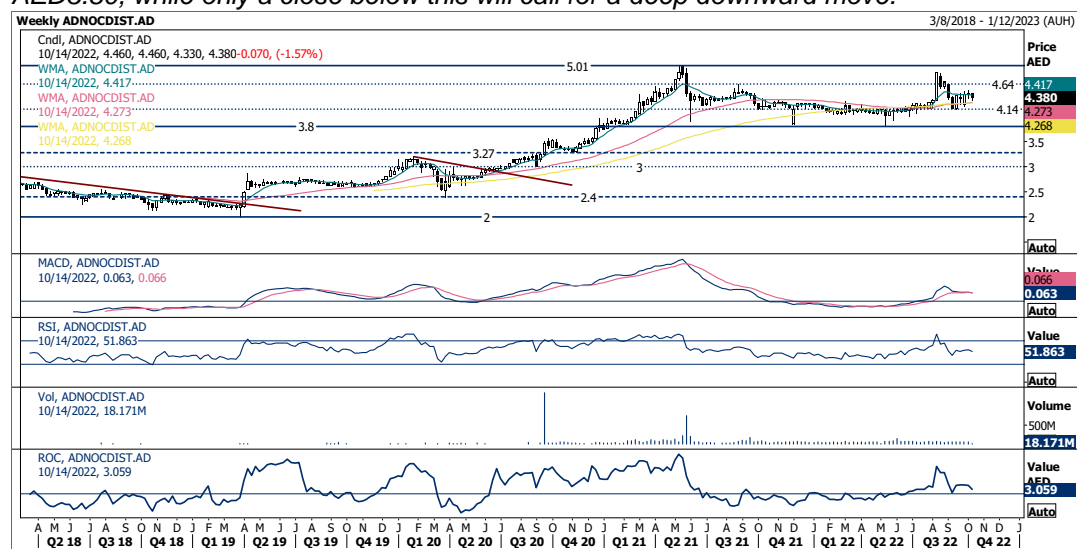


|      |         |
|------|---------|
| RSI  | 85.772  |
| MACD | 0.128   |
| ROC  | 106.612 |
| M10  | 2.060   |
| M50  | 1.470   |
| M100 | 1.385   |
| S1   | 2.360   |
| S2   | 2.140   |
| S3   | 1.560   |
| R1   | 2.670   |
| R2   | 3.300   |
| R3   | 4.260   |

## Abu Dhabi National Oil Co. for Distribution

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

**Price closed at AED4.38.** The stock looks neutral at present and needs clear technical signs to indicate the next move. Re-gaining strength above AED4.64 would most likely lead to AED5.01 (all-time high), while above this will enhance further upward momentum to AED6.00. However, a break below AED4.14 will trigger a fall to the strong horizontal line at AED3.80, while only a close below this will call for a deep downward move.



|      |        |
|------|--------|
| RSI  | 51.863 |
| MACD | 0.066  |
| ROC  | 3.059  |
| M10  | 4.420  |
| M50  | 4.275  |
| M100 | 4.270  |
| S1   | 4.140  |
| S2   | 3.800  |
| S3   | 3.270  |
| R1   | 4.640  |
| R2   | 5.010  |
| R3   | 6.000  |

## 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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