# KAMCO

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## Technical Analysis – Saudi Exchange

## Saudi Exchange

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**Tadawul All Share Index <.TASI> closed at 10,735.85 point.** The recent move down is considered to be natural after a prolonged bullish move and as the index approached the high of year 2014 at 11,160 point but no change in the overall technical picture. The next support level comes at 10,500 point, while below this will lead to 10,130 point before 9,770 point. On the other side, a successful close above the resistance area at 10,993 point (recent high)-11,160 point will call for another leg up towards the critical line at 11,700 point.

Medium-term and long-term investors can stay in the market with a stop-loss below 9,770 point and 8,800 point, respectively.



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Saudi Basic Industries Corp.

Reuters Ticker: <2010.SE>

**Price closed at SAR117.00.** The stock eased down after approaching the strong resistance level at SAR131.40 but remains within the ascending trend line. A break below the support level at SAR113.60 could call for additional downward correction to SAR106.60 and maybe lower to SAR100.00. However, only above the resistance zone at SAR128.20 (recent high)-SAR131.40 will re-activate the buying potential and lead to SAR140.00.



### Najran Cement Co.

Reuters Ticker: <3002.SE>

**Price closed at SAR23.30.** The short-term technical picture looks bearish and further weaknesses could still take place to SAR22.00, which if broken would trigger a fall to SAR17.25 (also found there the 100MA on the weekly chart). On the counter side, a jump over the high of last month at SAR25.20 will target the next layer of resistance at SAR26.90 before the strong one at SAR32.20.

Weekly [.TASI List 1 of 204] 3002.SE 17/05/17 - 06	6/10/21 (RIY)		
_BarOHLC, 3002.SE38,1 15/07/21, 23.68, 23.74, 22.96, 23.30\\/A, N/A	Price SAR	RSI	60.595
Cndl, 3002.5E 15/07/21, 23.66, 23.74, 22.96, 23.30, N/A, N/A	-30	MACD	1.710
15/07/21, 23.75 *EMA, 3002.5E *EMA, 3002.5E	23.75	ROC	4.955
	23.30 23.30 19.72	M10	23.750
17.25 m 14.7		M50	19.700
The second	-10	M100	17.600
MACD, 3002.SE	Auto		
15/07/21, 1.42, 1.71	SAR	S1	22.000
RSI, 3002.5E 15/07/21, 60.595	60.595 SAK	S2	17.250
voi, 3002.5E 15/07/21, 2.338M	Auto Volume 2.338M	S3	14.700
RCC, 3002.SE 15/07/21, 4.955	Value	R1	25.200
man man mit mit	4.955	R2	26.900
j j Á Š Ó Ň Ď Ĵ F M Á M Ĵ Ĵ Á Š Ó Ň Ď Ĵ F M Á M Ĵ Ĵ Á Š Ó Ň Ď Ĵ F M Á M Ĵ Ĵ Á Š Ó Ň Ď Ĵ F M Á M Ĵ Ĵ Á Š   0317   0417   0118   0218   0318   0418   0119   0219   0319   0419   0120   0220   0320   0420   0121   0221   0321	Auto	R3	32.200

## Saudi Rael Estate Co.

Reuters Ticker: <4020.SE>

**Price closed at SAR25.80.** The stock witnessed a noticeable jump, approaching the high of year 2014 at SAR27.75 before easing down but remains within the positive territory and no reversal pattern has been spotted yet on the weekly chart, knowing that a break above SAR27.75 will promote SAR32.00. However, losing the first defense line at SAR21.90 will be the first negative sign that could lead to the strong level at SAR18.18.



Arriyadh Development Co.

Reuters Ticker: <4150.SE>

**Price closed at SAR24.84.** The stock shows promise for further gains towards the next resistance level at SAR29.25 and maybe higher to SAR32.77, supported by its move within the 14-months ascending trend line and well above MAs on the weekly chart. On the other TREW66side, a dip below the first support level at SAR21.80 could delay any upward momentum and lead to SAR19.00 before SAR18.00.



## **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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