

Technical Analysis – Qatar Stock Exchange

14-November-2016

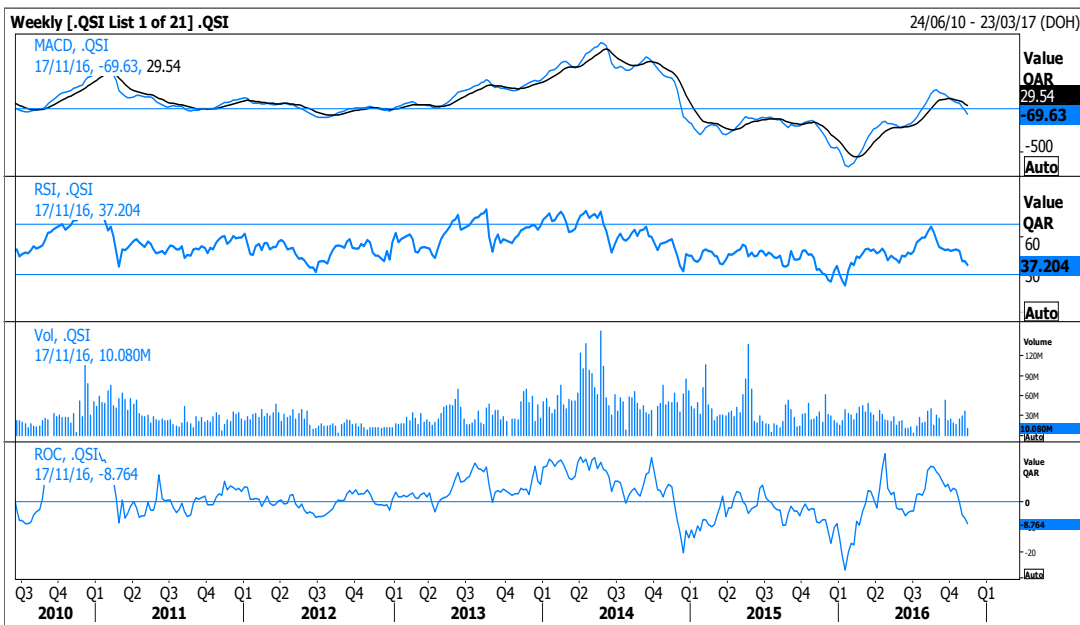
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Qatar Stock Exchange

QE Index <.QSI> closed at 9,744.97 point. The market continues its downward move from this year high at around 11,400 point, reaching near the horizontal line at 9,700 point. It is still early to anticipate an end to the negative tone but re-gaining momentum above the resistance level at 10,100 point would be the first positive sign and could promote further advance towards 10,600 point and 10,900 point. On the counter side, a fall below 9,700 point would lead to 9,500 point and maybe further down to 9,200 point. Weekly RSI indicator is currently looking bearish, while the daily one is also negative but resides in the oversold territory.

Medium-term and long-term investors can re-enter the market at levels higher than 10,200 point and 10,600 point, respectively.



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Doha Bank

Reuters Ticker: <DOBK.QA>

Price closed at QAR34.40. The stock is currently unable to point north as it moves below its MAs and close to the strong support level at QAR33.45, which if broken down would allow a slippage towards the next layer at QAR30.25 and maybe more to QAR25.00. However, the price needs to show an initial cross over QAR37.60 to increase the probability of reaching the resistance level at QAR40.50 but only above QAR42.50 will confirm that a new positive trend is established.



RSI	32.642
MACD	-0.56
ROC	-8.021
M10	36.50
M50	36.95
M100	41.10
S1	33.45
S2	30.25
S3	25.00
R1	37.60
R2	40.50
R3	42.50

Qatar National bank

Reuters Ticker: <QNBK.QA>

Price closed at QAR152.00. The stock is trading within a wide range of QAR163.00-QAR151.50 but leaning more towards the bears at present. The only positive sign is that the price continues to move above the 10-months ascending trend line, which comes at around QAR148.00 for this week; however, managing to close above QAR163.00 would alleviate the downside risk and call for a re-test of QAR170.00. On the counter side, losing QAR148.00 will trigger QAR140.00.



RSI	49.639
MACD	3.87
ROC	-1.935
M10	156.05
M50	149.25
M100	148.40
S1	151.50
S2	148.00
S3	140.00
R1	157.50
R2	163.00
R3	170.00

Barwa Real Estate Co.

Reuters Ticker: <BRES.QA>

Price closed at QAR30.00. The stock has found support at QAR29.50, slightly above the critical one at QAR28.00, while the recent gains seen recently is considered natural due to the oversold daily RSI indicator. Many overhead resistance levels stand on the way as we could still see attempts to head upwards, while the first one comes at QAR32.80 before QAR34.00 but only above QAR39.00 will change the tone. However, a fall below QAR28.00 would target QAR24.70 and QAR22.80.



RSI	33.978
MACD	-0.64
ROC	-15.612
M10	31.90
M50	33.85
M100	37.40
S1	29.50
S2	28.00
S3	24.70
R1	32.80
R2	36.25
R3	39.00

Ooredoo Q.S.C.

Reuters Ticker: <ORDS.QA>

Price closed at QAR93.30. The stock has not quite mustered enough upside energy to overcome the resistance area at QAR98.70-QAR101.50 and we could see some consolidation on the near-term. The horizontal line at QAR86.00 supports the price, which is expected to prevent a slippage back to QAR79.20. On the other side, a break through the aforementioned resistance zone would bring back to focus QAR107.00 and maybe QAR113.00.



RSI	49.371
MACD	2.49
ROC	-1.374
M10	95.20
M50	92.70
M100	88.40
S1	86.00
S2	79.20
S3	66.00
R1	98.70
R2	101.50
R3	107.00

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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