

## Technical Analysis – Qatar Stock Exchange

28-February-2018

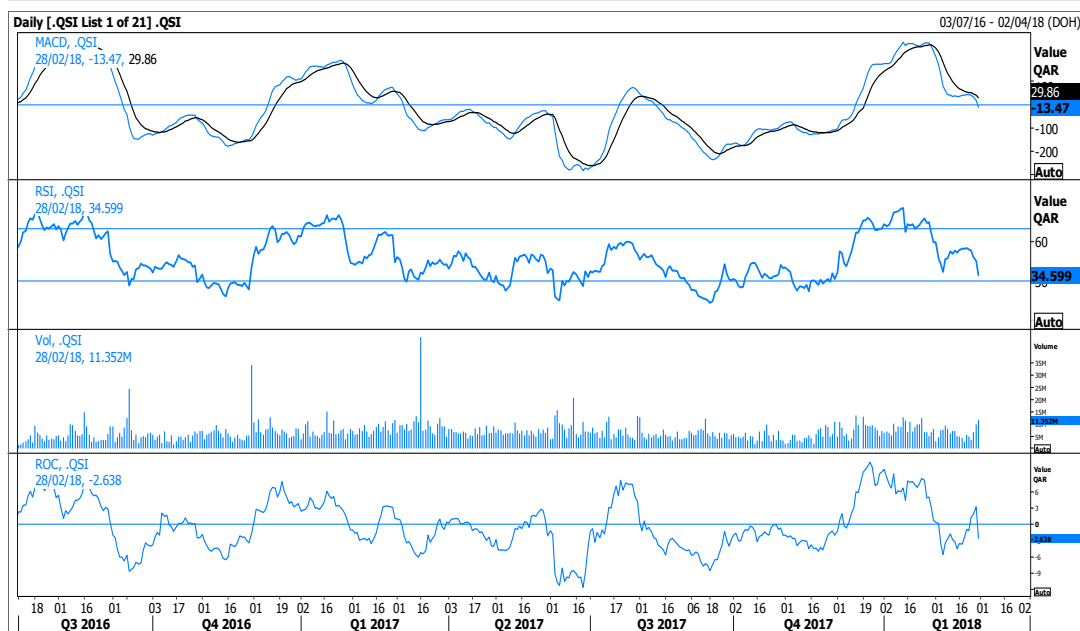
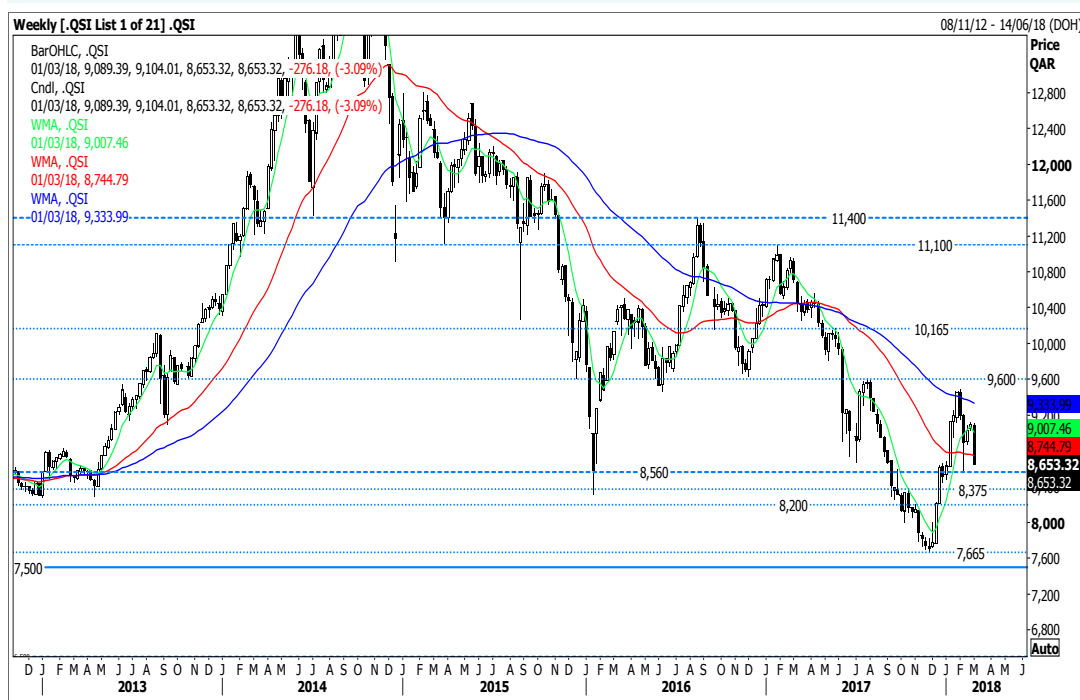
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## Qatar Stock Exchange

**QE Index <.QSI> closed at 8,653.32 point.** The market saw a downward move after it failed to sustain its upward correction mode and as it approached the strong resistance level at 9,600 point. Focus now on the support level at around 8,560 point (50% of the Fibonacci Retracements from 7,665 point-9,480 point), while losing it would trigger 8,375 point (61.8% level) and 8,200 point. On the opposite side, re-gaining momentum above the resistance area at 9,120 point-9,200 point should decrease the downward risk and promote 9,480 point.

*Medium-term and long-term investors can re-enter the market at levels higher than 8,750 point, and 9,350 point, respectively.*



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## Doha Bank

Reuters Ticker: &lt;DOBK.QA&gt;

**Price closed at QAR32.70.** The bias turned positive as the stock broke above the upper end of the descending trend line and the horizontal line at QAR30.50. Eyes now have shifted towards the resistance level at QAR39.10, while above this would promote QAR43.40. On the counter side, back below QAR30.50 could shift the trading range once again to QAR30.50-QAR25.55 but only below QAR25.55 would re-instate the bearish tone.



RSI	58.714
MACD	0.35
ROC	21.788
M10	32.10
M50	30.20
M100	31.50
S1	30.50
S2	25.55
S3	22.40
R1	35.00
R2	39.10
R3	43.40

## Masraf Al Rayan

Reuters Ticker: &lt;MARK.QA&gt;

**Price closed at QAR37.60.** The stock has lost its upward momentum after finding a resistance level at QAR42.80. Further weaknesses could still be seen on the coming period towards QAR36.15, while a fall below this would trigger the support area at QAR33.30-QAR31.85, which should attract some buying potential. However, a successful jump over QAR42.80 would call for QAR45.50 but only above this would alleviate the downside move and target QAR51.70.

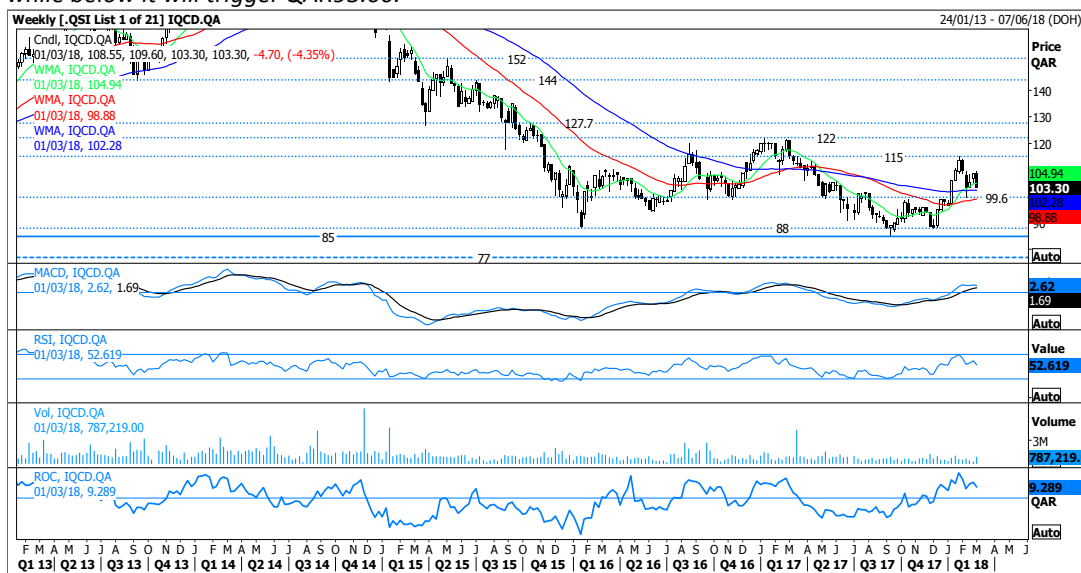


RSI	46.375
MACD	0.29
ROC	10.947
M10	40.35
M50	38.70
M100	38.60
S1	36.15
S2	33.30
S3	31.85
R1	40.10
R2	42.80
R3	45.50

## Industries Qatar

Reuters Ticker: &lt;IQCD.QA&gt;

**Price closed at QAR103.30.** Although the stock is sustaining a move above its MAs, but bulls need to show further evidences to confirm posting new highs for this period. A jump over this year high at QAR115.00 should be enough to accelerate the upside move in an attempt to target QAR122.00 before QAR127.70. However, losing QAR103.30 would put pressure on the support level at QAR99.60, while below it will trigger QAR93.00.

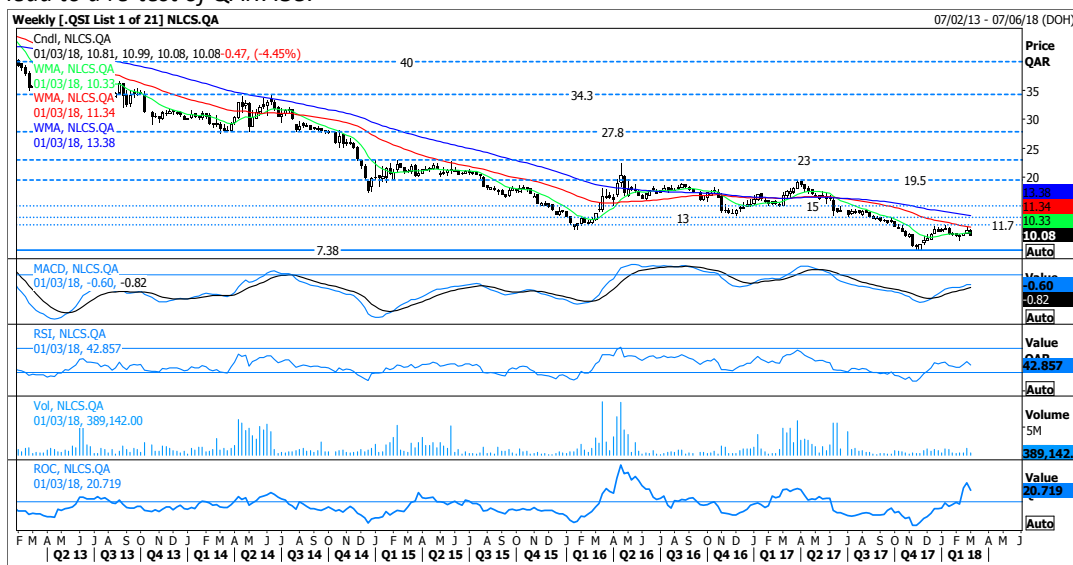


RSI	52.619
MACD	1.69
ROC	9.289
M10	104.95
M50	98.90
M100	102.30
S1	99.60
S2	95.00
S3	88.00
R1	109.60
R2	115.00
R3	122.00

## Alijarah Holding Co.

Reuters Ticker: &lt;NLCS.QA&gt;

**Price closed at QAR10.08.** The stock rebounded after it posted a new history low at QAR7.38 and additional momentum could still be expected on the coming period. Bulls are required to break above the recent high at QAR11.70 to confirm a positive continuation pattern and anticipate another leg up towards QAR15.00 before QAR19.50. However, losing the first line of defense at QAR9.05 would lead to a re-test of QAR7.38.



RSI	42.857
MACD	-0.82
ROC	20.719
M10	10.35
M50	11.35
M100	13.40
S1	9.05
S2	8.40
S3	7.38
R1	11.70
R2	15.00
R3	19.50

## 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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