

## Technical Analysis – Qatar Stock Exchange

25-July-2017

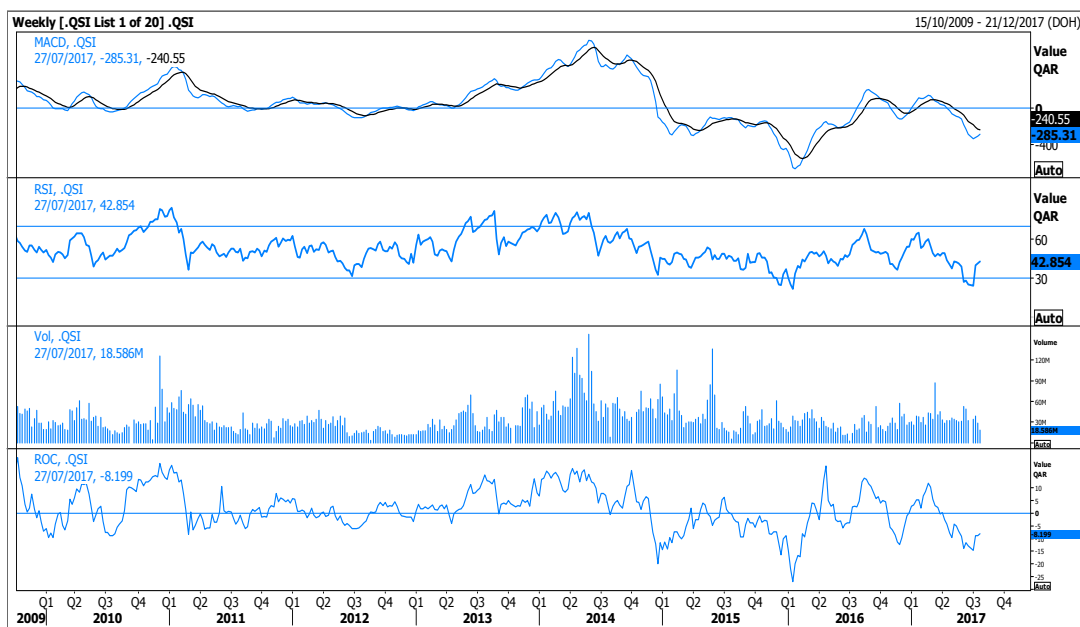
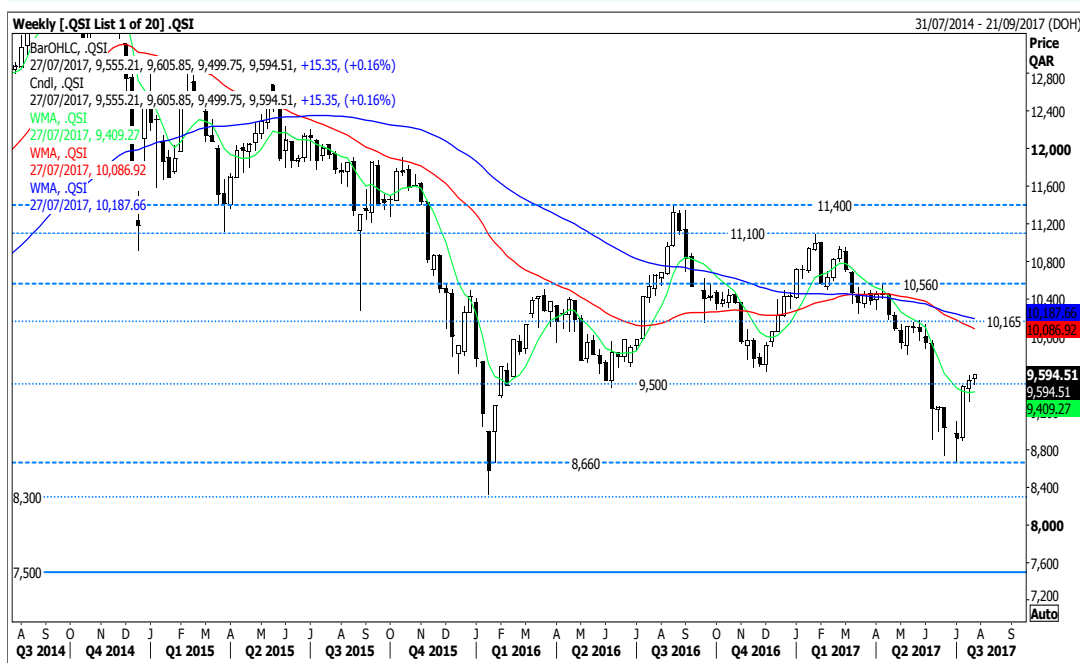
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### Qatar Stock Exchange

**QE Index <.QSI> closed at 9,594.51 point.** The index continues to push on from its recent low with the prospect of a re-test of 10,000 point and 10,165 point. The jump was supported by the oversold status of the weekly and daily RSI indicators along with the market approaching the support level at around 8,660 point. On the opposite side, an aggressive move down is not likely on the coming period but there could be some attempts to go down, knowing that the nearby support levels are located at 9,250 point, 9,000 point and 8,660 point but only losing this level will trigger the strong horizontal line at 8,300 point.

Medium-term and long-term investors can re-enter the market once the index sustains a close above 10,000 point and 10,165 point, respectively.



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## Masraf Al Rayan

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

**Price closed at QAR41.75.** The support level at QAR37.00 once again attracted buyers, as was expected in our last analysis, but the stock still needs further evidence to confirm another leg up. A jump over QAR45.50 would decrease the downside risk and promote QAR46.80 before QAR51.70. However, losing the first support level at QAR40.00 would delay the upward move and call for a fall to QAR37.00 and maybe QAR33.00.



## Industries Qatar.

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

**Price closed at QAR101.10.** The stock rebounded after finding support at QAR91.00, slightly above last year low at QAR88.00, and further strength could still be seen on the coming period but not expected to be sharp. The next layer of resistance comes at QAR106.00, while above this would most likely shift the trading range to QAR106.00-QAR115.00 but the turning point remains at QAR122.00. However, back below QAR91.00 would put pressure on QAR88.00.



RSI	44.382
MACD	-2.91
ROC	-9.246
M10	100.00
M50	107.25
M100	107.15
S1	97.60
S2	91.00
S3	88.00
R1	106.00
R2	115.00
R3	122.00

## Gulf International Services Co.

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

**Price closed at QAR23.50.** The failure to break below the support level at around QAR18.70 several times accompanied with an increase in trading activity would suggest a move upwards to the first target price at QAR26.50. However, managing to surpass this layer would promote QAR32.40 and maybe more to QAR40.00. On the counter side, a sudden fall below QAR18.70 will allow a re-visit to the strong horizontal line at QAR15.00.



RSI	40.663
MACD	-2.37
ROC	-15.315
M10	22.10
M50	26.60
M100	31.20
S1	18.70
S2	15.00
S3	13.00
R1	26.50
R2	32.40
R3	40.00

## 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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