

Technical Analysis – Dubai Financial Market

09-September-2019

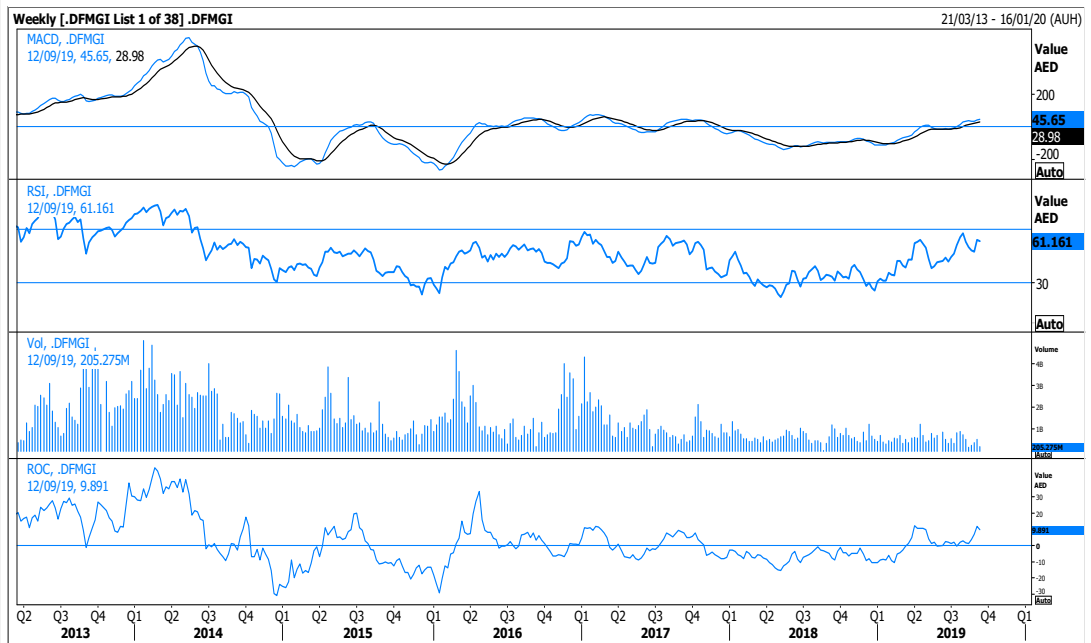
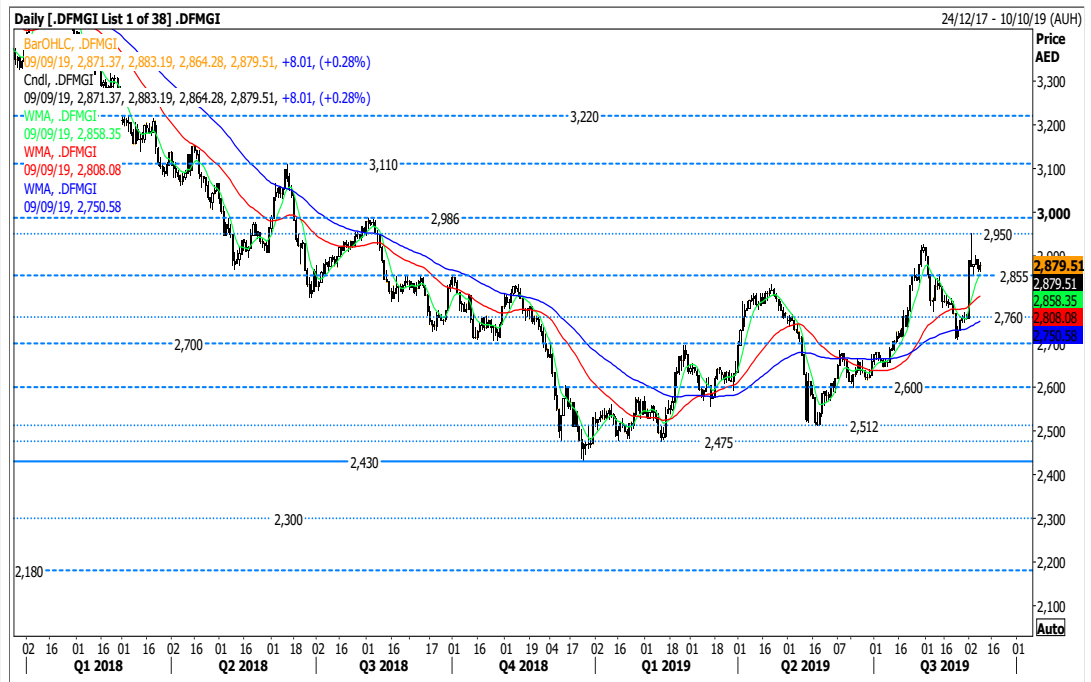
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Dubai Financial Market

DFM General Index <.DFMGI> closed at 2,879.51. The resistance area at 2,950 point-3,000 point arrested additional gains and allowed some profit taking to take place. The current bias is neutral as the index could move in either direction, knowing that a break below 2,855 point would allow further correction to 2,810 point and maybe 2,760 point. However, only a firm close above the aforementioned resistance zone will re-activate the upward momentum and lead to the next target at 3,110 point before 3,220 point.

Medium-term and long-term investors can stay in the market with a stop-loss below 2,700 point and 2,760 point, respectively.



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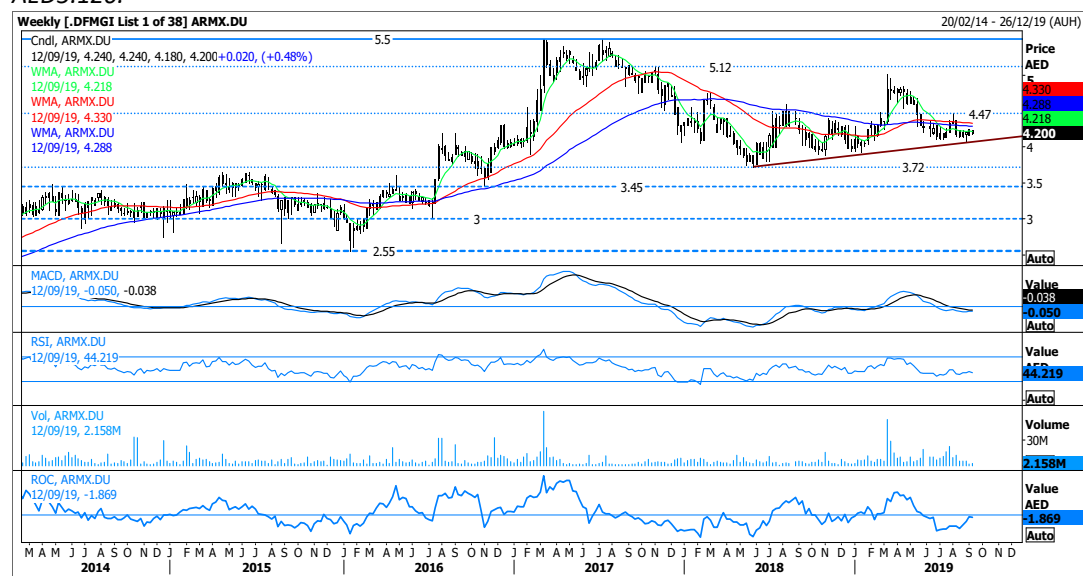
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Aramex

Reuters Ticker: <ARMX.DU>

Price closed at AED4.200. The stock is near the support level at AED4.080, while losing it will trigger the next line at AED3.890; however, only a fall below the strong horizontal line at AED3.720 will call for a deep bearish move and lead to AED3.450. On the other side, a break above July's high at AED4.470 will increase the upward chances and most likely promote the resistance area at AED5.000-AED5.120.



RSI	44.219
MACD	-0.038
ROC	-1.869
M10	4.218
M50	4.330
M100	4.288
S1	4.080
S2	3.890
S3	3.720
R1	4.470
R2	5.000
R3	5.500

Air Arabia

Reuters Ticker: <AIRA.DU>

Price closed at AED1.220. The price has done well on the last couple of months after it posted a low of AED0.900. The current picture remains positive, while a close above the recent high at AED1.230 will target AED1.330 and maybe AED1.440. However, there could be some downward correction on the short-term period as the RSI indicators look overbought, knowing that the nearby support levels come at AED1.110, AED1.060 and AED1.020.



RSI	72.525
MACD	0.041
ROC	18.447
M10	1.167
M50	1.060
M100	1.060
S1	1.110
S2	1.060
S3	1.020
R1	1.230
R2	1.330
R3	1.440

Reuters Ticker: <EMAR.DU>

Weekly [DFMGI List 1 of 38] EMAR.DU 12/02/15 - 12/12/19 (AUH)

Price
 12/09/19, 5.030, 5.030, 4.970, 5.010+0.020, (+0.40%)
 WMA, EMAR.DU
 12/09/19, 5.018
 WMA, EMAR.DU
 12/09/19, 4.729
 SMA, EMAR.DU
 12/09/19, 4.892

MACD, EMAR.DU
 12/09/19, 0.117, 0.094

RSI, EMAR.DU
 12/09/19, 54.888

Vol, EMAR.DU
 12/09/19, 6.388M

ROC, EMAR.DU
 12/09/19, 12.081

Auto
 0.117
 0.094
 Auto
 Value
 54.888
 Auto
 Volume
 -50M
 6.388M
 Value
 12.081
 Auto

RSI	54.888
MACD	0.094
ROC	12.081
M10	5.018
M50	4.729
M100	4.892
S1	4.730
S2	4.260
S3	4.060
R1	5.170
R2	5.530
R3	5.900

Reuters Ticker: <SHUA.DU>

Weekly [DFMGI List 1 of 38] SHUA.DU

31/10/13 - 02/01/20 (AUH)

Price AED

BarOHL, SHUA.DU
12/09/19, 0.965, 0.980, 0.952, 0.975+0.005, (+0.52%)

CndI, SHUA.DU
12/09/19, 0.965, 0.980, 0.952, 0.975, +0.005, (+0.52%)

WMA, SHUA.DU
12/09/19, 0.974

WMA, SHUA.DU
12/09/19, 0.907

WMA, SHUA.DU
12/09/19, 0.951

0.305

0.58

1.46

1.3

2.02

0.975

0.975

0.951

0.974

0.951

0.907

Auto

Value

0.025

0.022

Auto

Value

55.181

Auto

Volume

100M

432,426.00

Value

AED

8.333

Auto

Q1 Q2 Q3 Q4 Q1 Q2 Q3 Q4 Q1 Q2 Q3 Q4 Q1 Q2 Q3 Q4 Q1 Q2 Q3 Q4 Q1

2014 2015 2016 2017 2018 2019

RSI	55.181
MACD	0.022
ROC	8.333
M10	0.975
M50	0.907
M100	0.950
S1	0.860
S2	0.760
S3	0.580
R1	1.050
R2	1.300
R3	1.460

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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