

## Technical Analysis – Qatar Stock Exchange

09-April-2017

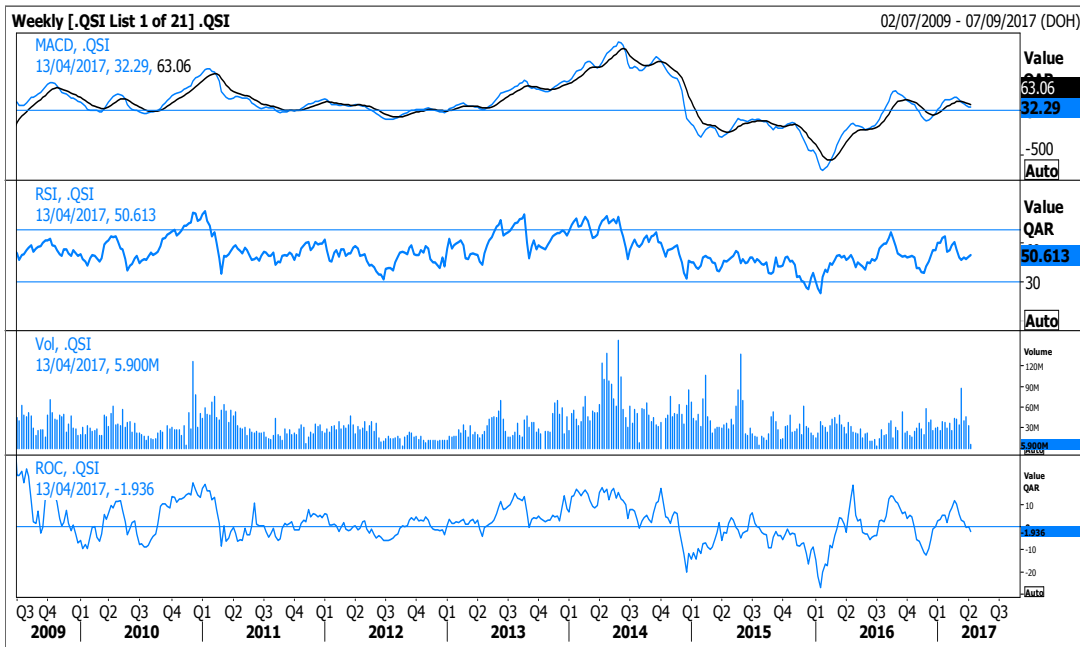
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### Qatar Stock Exchange

**QE Index <.QSI> closed at 10,509.88 point.** The market approached the support level at 10,225 point before seeing some relief and is currently aiming to print a firm close above the first overhead resistance level at 10,520 point. Managing to do so would shift the trading range to 10,520 point-10,960 point and could increase the chances of retesting this year high at 11,100 point. On the counter side, losing 10,225 point will re-instate the bearish tone and trigger 10,050 point. Weekly and daily RSI indicators are currently looking positive.

Medium-term and long-term investors can re-enter the market once the index sustains a close above 10,520 point.



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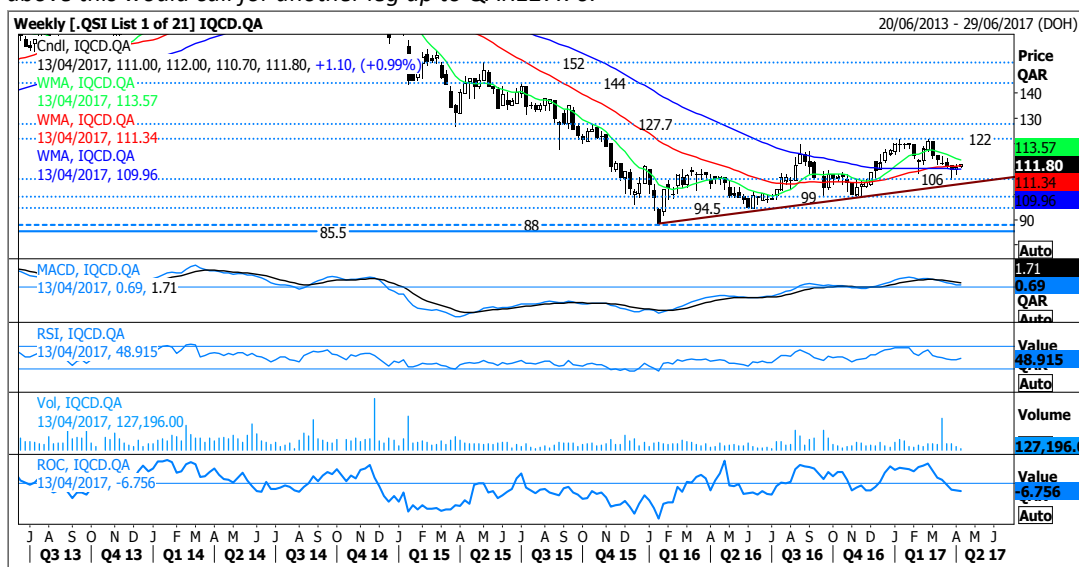
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## Industries Qatar

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

**Price closed at QAR111.80.** Although the stock eased down from this year high at QAR122.00 but remains within its 15-months ascending trend line. A fall below the support area at QAR106.00-QAR104.00 would most likely be a selling sign that could lead to QAR99.00 and maybe QAR94.50. On the opposite side, a break above the resistance level at QAR115.00 will promote QAR122.00 but only above this would call for another leg up to QAR127.70.



RSI	48.915
MACD	1.71
ROC	-6.756
M10	113.55
M50	111.35
M100	110.00
S1	106.00
S2	99.00
S3	94.50
R1	115.00
R2	122.00
R3	127.70

## Qatar Electricity &amp; Water Co.

Reuters Ticker: &lt;QEW.CA&gt;

**Price closed at QAR216.00.** The technical picture of the stock is currently bearish and below QAR214.00 would call for further correction from this year high at QAR248.00 to QAR199.00, while losing this will trigger QAR191.00. On the positive side, an initial close above QAR222.00 would be the first bullish sign that should target QAR228.00 and QAR233.00; however, a cross over QAR233.00 will confirm a re-test of QAR248.00.



RSI	45.545
MACD	2.26
ROC	-8.085
M10	220.10
M50	220.45
M100	215.10
S1	214.00
S2	199.00
S3	191.00
R1	222.00
R2	228.00
R3	233.00

## Qatar Insurance Co.

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

**Price closed at QAR72.40.** The stock has been moving within the range of QAR67.20-QAR80.00 since July-16, unable to break either line. The short-term picture favors the bulls at present and a break above the tiny resistance level at QAR74.00 would promote QAR76.40; however, only above QAR80.00 will call for an establishment of a new bullish trend towards QAR92.00. On the other side, a dip below QAR67.20 would lead to an initial target at QAR60.85 and maybe more to QAR50.85.



RSI	48.357
MACD	0.17
ROC	-5.386
M10	72.55
M50	73.20
M100	70.95
S1	67.20
S2	60.85
S3	50.85
R1	74.00
R2	76.60
R3	80.00

## Al Khaleej Takaful Group

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

**Price closed at QAR20.00.** The stock recovered from its recent low at QAR18.50 but still lacking a signal that confirms additional strength is underway. However, the first positive sign would occur when the price jumps over QAR21.85, which then should call for an advance towards QAR25.20 and maybe to QAR31.00. On the negative side, a fall below QAR18.50 would most likely shift the trading range to QAR18.50-QAR15.50.



RSI	45.272
MACD	-0.75
ROC	-4.077
M10	20.25
M50	21.15
M100	24.00
S1	18.50
S2	15.50
S3	13.00
R1	21.85
R2	25.20
R3	31.00

## 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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