

## Technical Analysis – Dubai Financial Market

24-September-2018

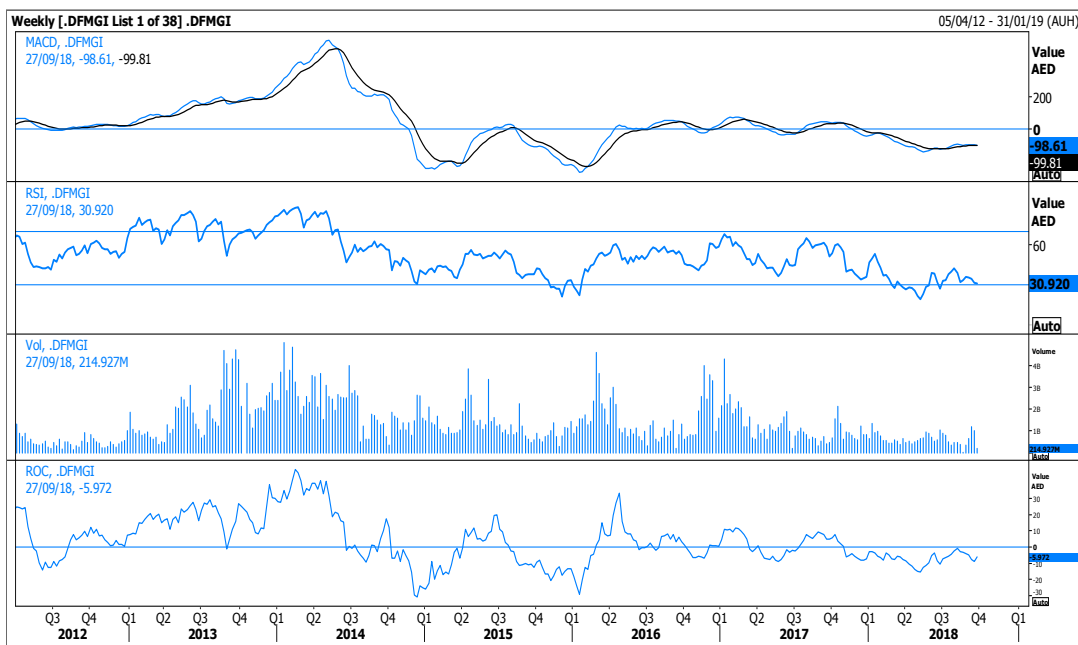
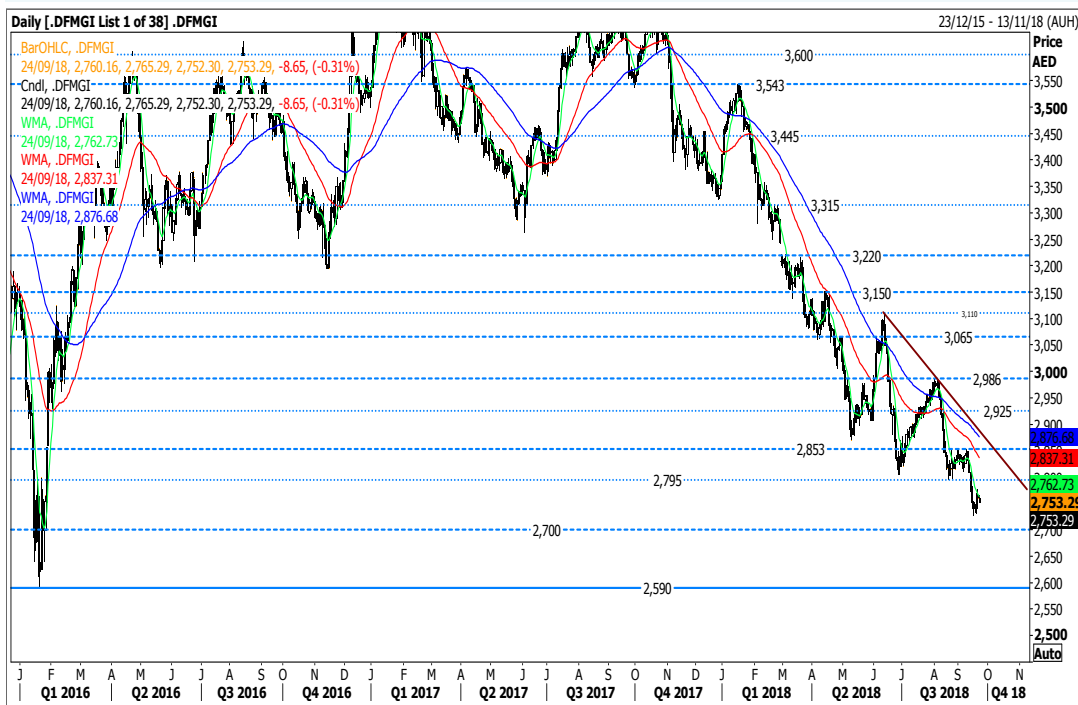
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### Dubai Financial Market

**DFM General Index <.DFMGI> closed at 2,753.29.** The market remains within the negative territory and approached the support level at 2,700 point, which if broken would allow a re-test of year 2016 low at 2,590 point. However, re-gaining momentum above 2,795 point would be a positive sign that will lead to 2,853 point but only above this would confirm a jump to 2,925 point. Both weekly and daily RSI indicators are looking neutral at present.

Medium-term and long-term investors can enter the market at levels higher than 3,000 point and 3,200 point, respectively.



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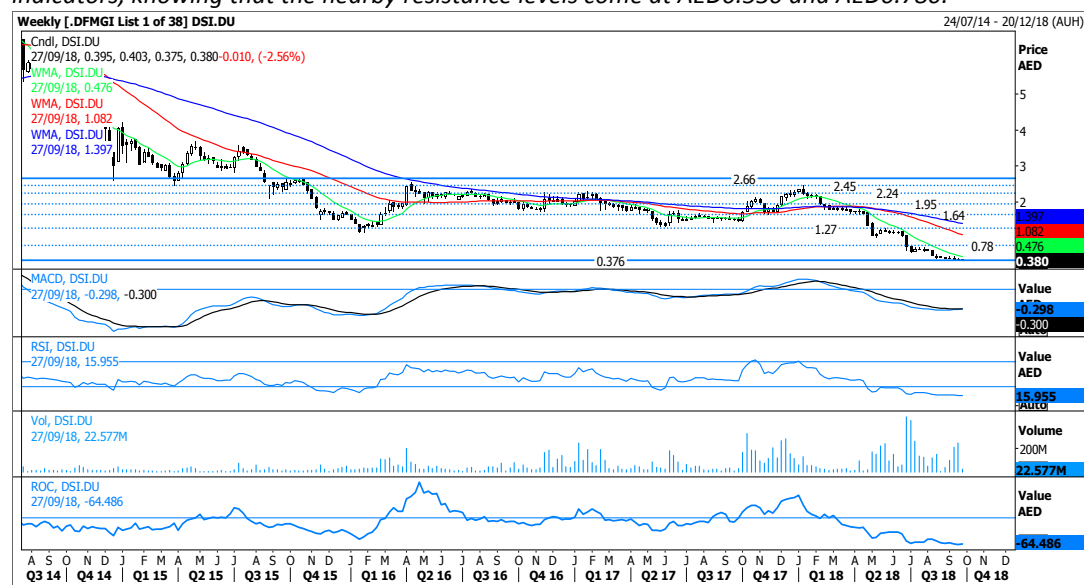
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## Drake &amp; Scull International

Reuters Ticker: &lt;DSI.DU&gt;

**Price closed at AED0.380.** The stock saw a noticeable decrease and reached an all-time low at AED0.376. The risk remains skewed to the downside and no signs of reversing at the moment, while a fall below AED0.376 would lead to AED0.300 and maybe AED0.250. On the other side, some upward correction could take place on the short-term period due to the extreme oversold status of the RSI indicators, knowing that the nearby resistance levels come at AED0.530 and AED0.780.



RSI	15.955
MACD	-0.300
ROC	-64.486
M10	0.476
M50	1.080
M100	1.400
S1	0.376
S2	0.300
S3	0.250
R1	0.530
R2	0.780
R3	1.270

## Deyaar Development

Reuters Ticker: &lt;DEYR.DU&gt;

**Price closed at AED0.458.** The stock recovered from this year low at AED0.381 and is now attempting to surpass the resistance level at AED0.485; however, a successful close above this should promote AED0.550 but only above AED0.603 would confirm a base at AED0.381. On the bearish side, a fall below AED0.381 will re-instate the negative tone and call for another leg down to AED0.286, at which some buying activity could take place.



RSI	53.424
MACD	-0.020
ROC	-0.866
M10	0.424
M50	0.460
M100	0.488
S1	0.415
S2	0.381
S3	0.286
R1	0.485
R2	0.550
R3	0.603

## Dubai Investments

Reuters Ticker: &lt;DINV.DU&gt;

**Price closed at AED1.890.** The stock reached the support level at AED1.770, as was expected, before seeing a brief relief but no signs of reversal at present to anticipate an end to the bearish move. Attempts to break below AED1.770 could be seen on the coming period, while managing to do so will trigger AED1.600 and maybe the strong line at AED1.410. However, a jump over AED2.060 would be a good sign but there should be a close above AED2.200 to confirm further upward potential.



RSI	37.717
MACD	-0.060
ROC	-5.500
M10	1.957
M50	2.060
M100	2.180
S1	1.770
S2	1.600
S3	1.410
R1	2.060
R2	2.200
R3	2.400

## Union Properties

Reuters Ticker: &lt;UPRO.DU&gt;

**Price closed at AED0.688.** The price remains under pressure as it's approaching the strong support line at AED0.620. Knowing that a fall below this will bring back to focus the low of year 2016 at AED0.476, which should prevent additional weaknesses towards AED0.320. However, the first overhead resistance level comes at AED0.787, while a break above this along with an increase in trading activity would decrease the downside risk and call for AED0.930.



RSI	33.584
MACD	-0.042
ROC	-10.417
M10	0.697
M50	0.787
M100	0.840
S1	0.620
S2	0.550
S3	0.476
R1	0.787
R2	0.930
R3	1.050

## 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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