

Technical Analysis – Saudi Stock Exchange

19-June-2019

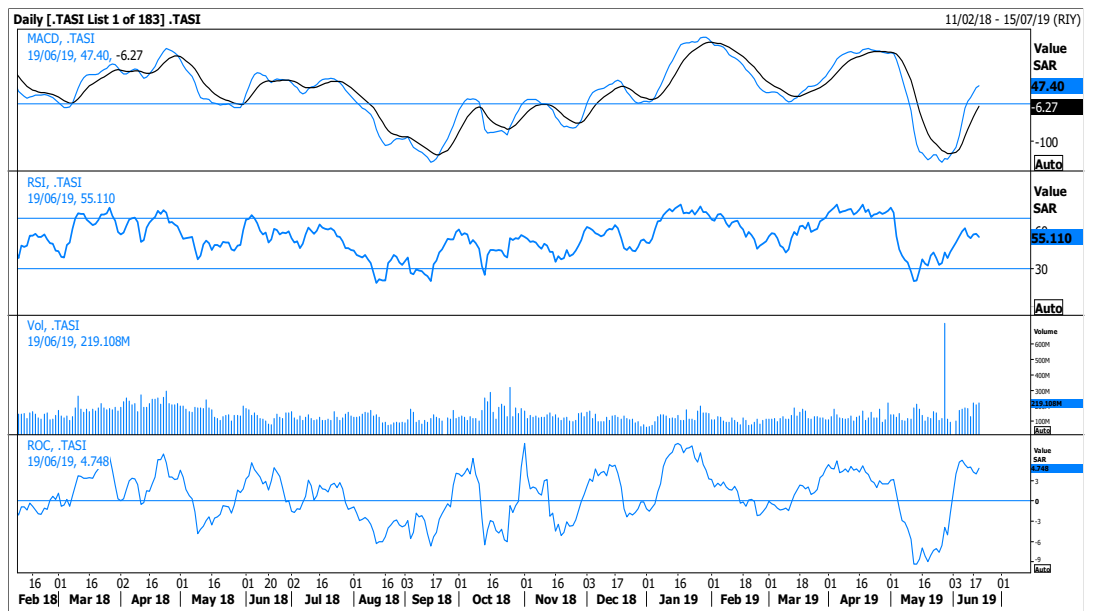
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Saudi Stock Exchange

Tadawul All Share Index <.TASI> closed at 8,936.26 point. The stock approached the resistance level at 9,430 point, as was expected, but did not have enough potential to break above it. The current picture remains in favor of the bulls and a break above 9,100 point would call for another test of 9,430 point. Only a firm close above this will increase the chances of reaching the critical resistance area at 9,900 point-10,000 point. However, a fall below 8,550 point would put pressure on the support level at 8,190 point but only below it will change the tone.

Medium-term and long-term investors can stay in the market as long as the index is closing above 8,550 point and 8,190 point, respectively.



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Reuters Ticker: <1060.SE>

Weekly [TASI List 1 of 183] 1060.SE 05/02/09 - 09/01/20 (R1Y)

Price SAR

Period	Value
20/06/19	41.60
20/06/19	41.60
20/06/19	39.77
20/06/19	36.71
20/06/19	34.10

MACD, 1060.SE
20/06/19, 1.65, 1.55

RSI, 1060.SE
20/06/19, 62.803

Vol, 1060.SE
20/06/19, 11.130M

ROC, 1060.SE
20/06/19, 15.556

Value SAR

Period	Value
20/06/19	11.130M
20/06/19	5M
20/06/19	Auto
20/06/19	Value
20/06/19	15.556
20/06/19	Auto

RSI	62.803
MACD	1.55
ROC	15.556
M10	39.75
M50	36.70
M100	34.10
S1	37.25
S2	34.80
S3	30.60
R1	44.70
R2	46.80
R3	49.70

Reuters Ticker: <1090.SE>

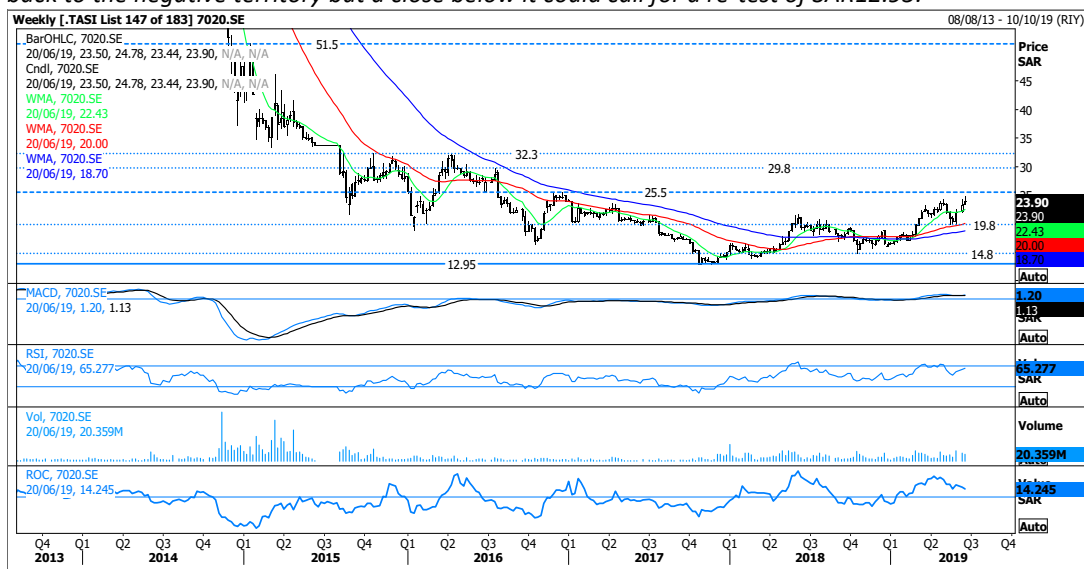
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RSI	53.819
MACD	1.26
ROC	2.639
M10	36.75
M50	35.20
M100	32.25
S1	34.90
S2	33.00
S3	27.50
R1	39.40
R2	46.15
R3	50.00

Etihad Etisalat Co.

Reuters Ticker: <7020.SE>

Price closed at SAR23.90. As was expected in our last analysis, the stock fulfilled and exceeded its target price at SAR23.60 and currently attempting to cross over the horizontal line at SAR25.50. However, managing to do so would confirm a positive continuation pattern and promote SAR32.30. On the counter side, the support level at SAR19.80 has prevented several times the price from falling back to the negative territory but a close below it could call for a re-test of SAR12.95.



RSI	65.277
MACD	1.13
ROC	14.245
M10	22.45
M50	20.00
M100	18.70
S1	19.80
S2	14.80
S3	12.95
R1	25.50
R2	29.80
R3	32.30

Mobile Telecommunications Co. Saudi Arabia

Reuters Ticker: <7030.SE>

Price closed at SAR12.20. The bulls managed to overcome the high of year 2017 at SAR11.45, while eyes now have shifted towards the next resistance level at SAR12.85 before SAR14.90 and SAR16.30 as the trend remains positive, given the close above all MAs on the weekly chart. However, there could be some attempts to go down but is unlikely to be aggressive, knowing that the nearby support levels are located at SAR11.45, SAR9.5 and SAR8.55.



RSI	71.385
MACD	0.86
ROC	24.363
M10	11.00
M50	9.30
M100	8.25
S1	11.45
S2	9.50
S3	8.55
R1	12.85
R2	14.90
R3	16.30

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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