

Technical Analysis – Qatar Stock Exchange

07-May-2018

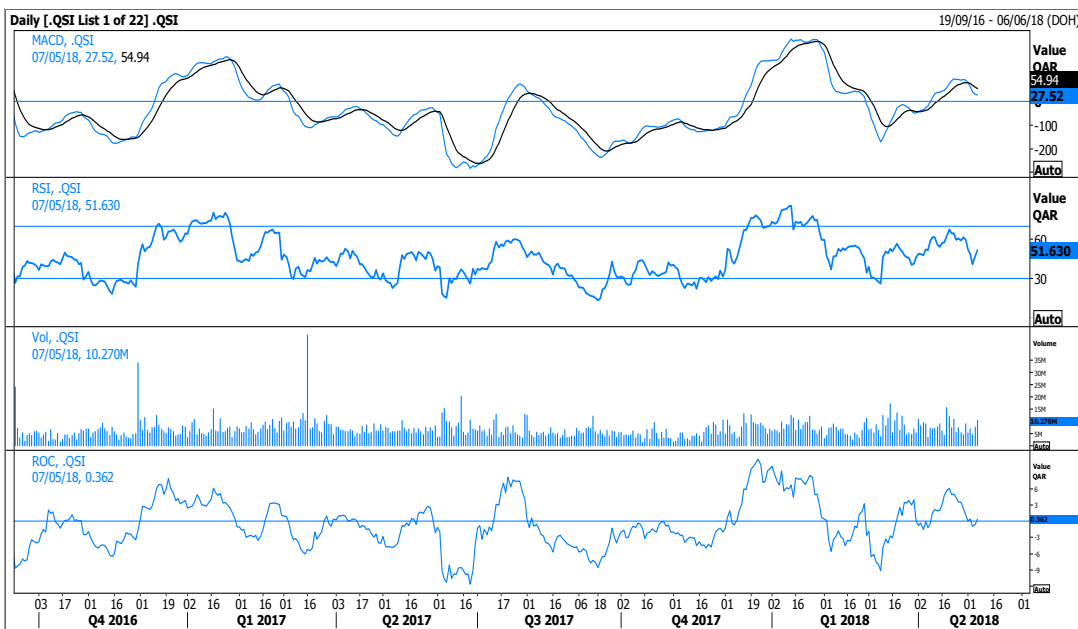
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Qatar Stock Exchange

QE Index <.QSI> closed at 8,983.79 point. The market still needs clear technical signals to predict the next move as it remains fluctuating up and down. A jump over 9,220 point will call for an advance towards the resistance zone at 9,480 point-9,600 point, while only above this would increase the upward chances and validate a positive continuation pattern to fulfill 10,165 point. On the other side, losing 8,800 point would target 8,535 point and maybe 8,200 point but only below this could call for a re-test of 7,665 point.

Medium-term investors can stay in the market as long as the index is closing above 8,700 point, while long-term investors can re-enter the market at levels higher than 9,220 point.



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Commercial Bank of Qatar

Reuters Ticker: <COMB.QA>

Price closed at QAR35.70. The stock jumped after it broke above the horizontal line at QAR33.40 and its MAs, while eyes now have shifted towards the resistance level at QAR36.75. Knowing that a close above it would promote additional strength towards QAR38.90 and QAR43.10 (high of year 2016). On the counter side, back below QAR36.75 could call for some weaknesses to take place to QAR31.00 but should be limited to QAR29.00.



| | |
|------|--------|
| RSI | 68.302 |
| MACD | 0.92 |
| ROC | 25.527 |
| M10 | 33.95 |
| M50 | 29.90 |
| M100 | 30.25 |
| S1 | 33.40 |
| S2 | 29.00 |
| S3 | 27.00 |
| R1 | 36.75 |
| R2 | 38.90 |
| R3 | 43.10 |

Qatar Gas Transport Co.

Reuters Ticker: <QGTS.QA>

Price closed at QAR15.07. The stock approached our target price at QAR19.20, as was expected in our last analysis, but saw a noticeable downward move after. The current picture is steady after finding a temporarily support at QAR14.40 but a fall below it will most likely allow a re-visit to the strong horizontal line at QAR13.05. On the bullish side, a break above QAR16.00 would be a positive sign that should attract further buying potential to QAR17.90.



| | |
|------|---------|
| RSI | 40.665 |
| MACD | -0.34 |
| ROC | -18.496 |
| M10 | 15.00 |
| M50 | 16.00 |
| M100 | 17.80 |
| S1 | 14.40 |
| S2 | 13.05 |
| S3 | 11.00 |
| R1 | 16.00 |
| R2 | 17.90 |
| R3 | 19.20 |

Reuters Ticker: <QINS.QA>

[illegible]

| | |
|------|---------|
| RSI | 39.680 |
| MACD | -2.94 |
| ROC | -21.732 |
| M10 | 36.75 |
| M50 | 41.95 |
| M100 | 49.65 |
| S1 | 32.10 |
| S2 | 29.25 |
| S3 | 25.25 |
| R1 | 38.35 |
| R2 | 41.00 |
| R3 | 45.80 |

Reuters Ticker: <KINS.QA>

[illegible]

| | |
|------|---------|
| RSI | 43.685 |
| MACD | -0.83 |
| ROC | -13.962 |
| M10 | 11.17 |
| M50 | 12.42 |
| M100 | 15.10 |
| S1 | 9.65 |
| S2 | 8.00 |
| S3 | 6.90 |
| R1 | 11.90 |
| R2 | 14.30 |
| R3 | 18.50 |

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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