

## Technical Analysis – Saudi Stock Exchange

30-September-2019

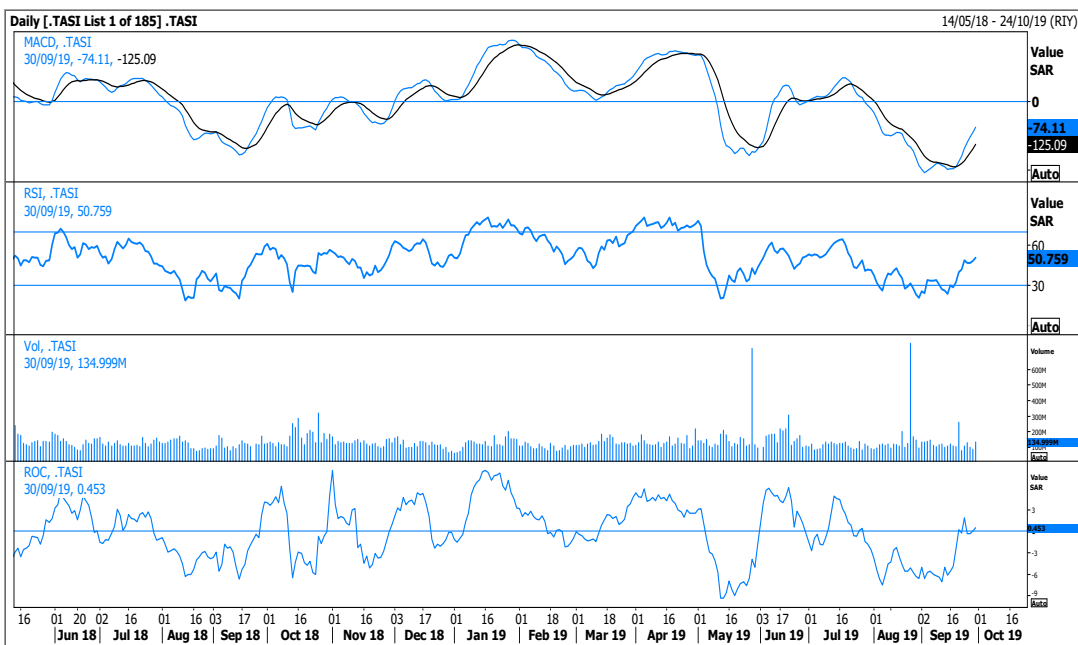
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## Saudi Stock Exchange

**Tadawul All Share Index <.TASI> closed at 8,091.76 point.** The market saw some relief after a noticeable decline but remains within the negative territory. Further upward correction could take place to the overhead resistance level at 8,320 point but only a firm close above this would decrease the downside risk and promote the next target level at 8,620 point. However, a fall below the recent low at 7,590 point will re-instate the bearish tone and call for a slippage to 7,310 point and maybe more to the psychological line at 7,000 point.

Medium-term and long-term investors can re-enter the market at levels higher than 8,620 point and 8,320 point, respectively.



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## Najran Cement Co.

Reuters Ticker: &lt;3002.SE&gt;

**Price closed at SAR10.06.** Focus has shifted towards the resistance level at SAR10.95 as the price managed to sustain a close above all its MAs on the weekly chart. A cross over SAR10.95 would confirm a positive continuation pattern and call for a gradual increase to the strong layer at SAR14.85. On the counter side, a dip below SAR8.30 would lead to SAR7.81 but only below the critical support level at SAR7.01 will call for a deep bearish move.



RSI	75.346
MACD	0.15
ROC	21.205
M10	9.27
M50	8.65
M100	8.65
S1	8.30
S2	7.81
S3	7.01
R1	10.95
R2	13.25
R3	14.85

## Yanbu Cement Co.

Reuters Ticker: &lt;3060.SE&gt;

**Price closed at SAR34.65.** Although the current picture is positive as the stock remains within the 12-months ascending trend line, but bulls will need to cross over the strong resistance level at SAR36.20 to call for another leg up towards SAR41.00 before SAR47.60. However, losing the recent support level at SAR30.75 would most likely delay any upward move and trigger the next line of defense at SAR26.90.



RSI	61.607
MACD	1.53
ROC	11.236
M10	33.29
M50	30.59
M100	28.56
S1	30.75
S2	26.90
S3	22.55
R1	36.20
R2	41.00
R3	52.25

Reuters Ticker: <4220.SE>

Weekly [TASI List 115 of 185] 4220.SE

06/09/12 - 13/02/20 (RTM)

The chart displays the weekly price movement of 4220.SE from 2012 to 2020. The price is shown as a black candlestick chart. The SAR (Stop and Reverse) is a red line. The MACD (Moving Average Convergence Divergence) is a blue line. The RSI (Relative Strength Index) is a green line. The Volume is shown as a blue bar chart. The ROC (Rate of Change) is a blue line. The chart includes horizontal dashed lines at 20.25, 16.4, 14.9, 12.6, 11.04, 9.7, 8.38, and 7.5. The x-axis is labeled with quarters from Q4 2012 to Q1 2020. The y-axis is labeled with values from 7.5 to 20.25. The right side of the chart shows the current values for each indicator: Price (9.92), SAR (9.92), MACD (0.16), RSI (50.207), Volume (3.398M), and ROC (-1.195).

Indicator	Value
Price	9.92
SAR	9.92
MACD	0.16
RSI	50.207
Volume	3.398M
ROC	-1.195

RSI	50.207
MACD	0.16
ROC	-1.195
M10	10.11
M50	9.73
M100	10.09
S1	9.70
S2	8.38
S3	7.50
R1	10.45
R2	11.04
R3	12.60

Reuters Ticker: <4240.SE>

Weekly [TASI List 115 of 185] 4240.SE

05/03/14 - 15/01/20 (RTY)

Price

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RSI	61.794
MACD	-0.04
ROC	13.556
M10	23.42
M50	23.06
M100	23.58
S1	23.00
S2	20.00
S3	17.60
R1	27.10
R2	30.00
R3	34.70

## 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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