

## Technical Analysis – Saudi Stock Exchange

01-April-2019

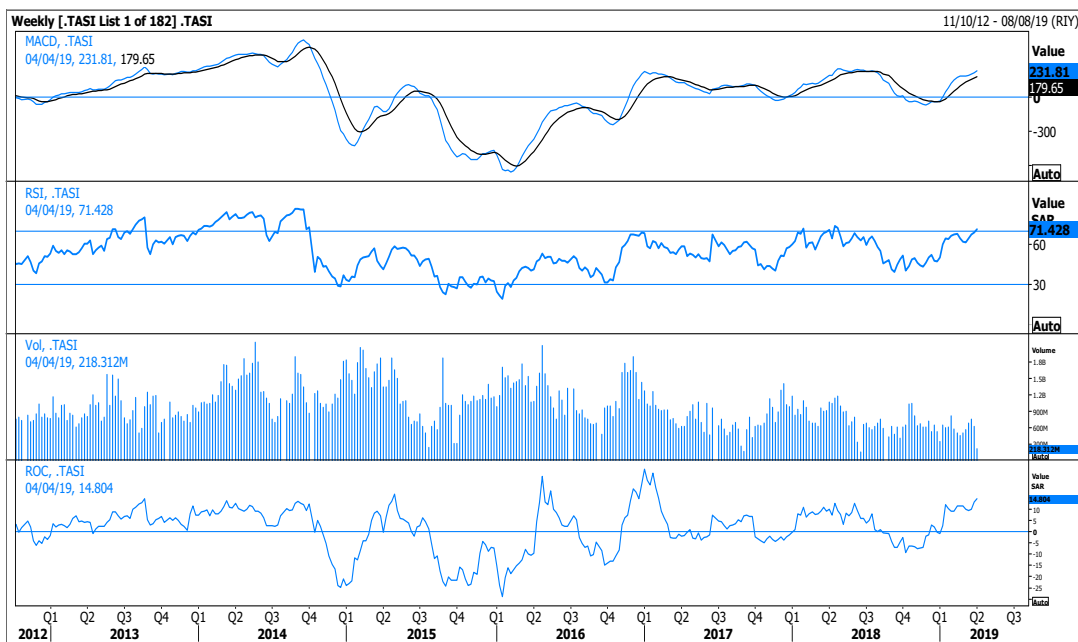
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## Saudi Stock Exchange

**Tadawul All Share Index <.TASI> closed at 8,896.55 point.** The market keeps on recording new highs for this period as the positive sentiment remains. Focus now has shifted towards the resistance zone at 8,930 point-9,000 point, while a successful break above this would call for another leg up towards 9,430 point before 9,900 point. However, attempts to go down cannot be ignored as part of a natural correction, knowing that a dip below 8,500 point would trigger 8,375 point and maybe 8,000 point.

*Medium-term and long-term investors can stay in the market as long as the index is closing above 8,200 point and 8,000 point, respectively.*



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Reuters Ticker: <1020.SE>

[illegible]

RSI	70.067
MACD	0.56
ROC	21.203
M10	16.38
M50	15.16
M100	14.10
S1	15.50
S2	13.70
S3	12.50
R1	17.08
R2	19.40
R3	23.40

Reuters Ticker: <1040.SE>

**Weekly [TASI List 1 of 182] 1040.SE** 01/03/12 - 22/08/19 (R3)

**Price SAR**  
 24.55  
 04/04/19, 17.14, 17.64, 17.10, 17.64 N/A, N/A  
 CndI, 1040.SE  
 04/04/19, 17.14, 17.64, 17.10, 17.64, N/A, N/A  
 WMA, 1040.SE  
 04/04/19, 16.82  
 WMA, 1040.SE  
 04/04/19, 15.49  
 WMA, 1040.SE  
 04/04/19, 14.37

**MACD, 1040.SE**  
 04/04/19, 0.69, 0.60

**RSI, 1040.SE**  
 04/04/19, 72.943

**Vol, 1040.SE**  
 04/04/19, 790,467.00

**ROC, 1040.SE**  
 04/04/19, 18.868

01/03/12 22/08/19 (R3)

Price SAR  
 17.64  
 17.64  
 16.82  
 15.49  
 14.37

Auto  
 0.69  
 0.60

Auto  
 72.943  
 SAR

Auto  
 Volume  
 10M  
 790,467.0

Auto  
 18.868  
 SAR

Auto

Q2 2012 Q3 2012 Q4 2012 Q1 2013 Q2 2013 Q3 2013 Q4 2013 Q1 2014 Q2 2014 Q3 2014 Q4 2014 Q1 2015 Q2 2015 Q3 2015 Q4 2015 Q1 2016 Q2 2016 Q3 2016 Q4 2016 Q1 2017 Q2 2017 Q3 2017 Q4 2017 Q1 2018 Q2 2018 Q3 2018 Q4 2018 Q1 2019 Q2 2019

RSI	72.943
MACD	0.60
ROC	18.868
M10	16.82
M50	15.49
M100	14.37
S1	16.00
S2	13.80
S3	13.00
R1	18.50
R2	20.00
R3	23.00

## City Cement Co.

Reuters Ticker: &lt;3003.SE&gt;

**Price closed at SAR11.26.** The stock is leaning more towards the bulls, supported by its close above all MAs and after it posted a strong support level at SAR8.76. It now encounters a resistance level at SAR13.20, which if broken would seal a more constructive outlook towards the critical line at SAR15.70. On the counter side, the nearby support levels come at SAR10.20 and SAR9.12 but only below SAR8.76 will re-instate the bearish tone.



RSI	67.001
MACD	0.12
ROC	22.792
M10	10.93
M50	10.14
M100	10.47
S1	10.20
S2	9.12
S3	8.76
R1	13.20
R2	15.70
R3	19.40

## Qassim Cement Co.

Reuters Ticker: &lt;3040.SE&gt;

**Price closed at SAR39.65.** Eyes now have shifted towards the horizontal line at SAR40.50 and a firm close above it is necessary to confirm that additional strength is underway. Managing to do so would most likely call for a gradual increase towards SAR45.00 before SAR51.00. However, back below the support level at SAR35.85 would delay the upward momentum and lead to some weaknesses but a fall below SAR30.10 is not favored.



RSI	62.774
MACD	0.45
ROC	16.789
M10	39.11
M50	36.25
M100	38.38
S1	35.85
S2	30.10
S3	25.00
R1	40.50
R2	51.00
R3	57.50

## 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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