

# **KAMCO** Research

# Technical Analysis – Qatar Stock Exchange

07-October-2019

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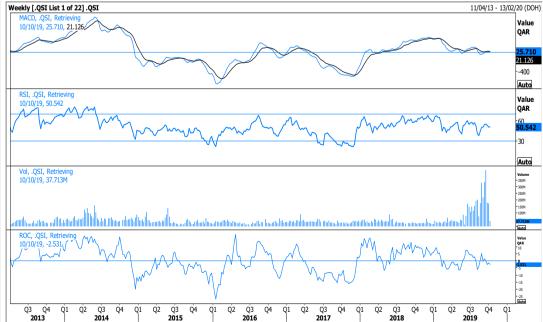
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### **Qatar Stock Exchange**

**QE Index <.QSI> closed at 10,299.030 point.** The market has lost its upward steam and needs to re-gain strength above 10,600 point to change the tone and target 10,810 point; however, only above this line will confirm a return to 11,100 point and maybe higher to the strong layer at 11,400 point. On the counter side, a break below the support zone at 10,180 point-10,000 point would most likely call for a re-visit to 9,630 point and 9,450 point (low of this year).

Medium-term investors should be aware as the index is hovering near 10,300 point, while long-term investors can stay in the market as long as the index closes above 10,000 point.





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### **Industries Qatar**

Reuters Ticker: <IQCD.QA>

**Price closed at QAR10.900.** The picture looks ambiguous as to where the price could go from here, with no help at the moment from the RSI indicators. Bulls encounter a resistance area at QAR12.000-QAR12.650, which if broken would decrease the downside risk and call for an advance to QAR13.700 and QAR14.900. However, losing the recent low at QAR9.800 will most likely bring back to focus the critical support level at QAR8.500.



Ooredoo Reuters Ticker: <ORDS.QA>

**Price closed at QAR7.350.** The strong support level at QAR6.000 arrested further weaknesses once again and forced the stock to inch upwards. A jump over the first resistance level at QAR8.250 will improve the bullish outlook and lead to QAR10.300 but only above QAR11.610 will confirm a base at QAR6.000. On the counter side, a fall below QAR6.800 will put pressure on QAR6.000, while a dip below it will target QAR5.000.



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### **Gulf International Services Co.**

Reuters Ticker: <GISS.QA>

**Price closed at QAR1.690.** The stock should maintain a close above the critical horizontal line at QAR1.350 to anticipate further strength to the first overhead resistance level at QAR2.150, knowing that only above this will call for an establishment of a new bullish trend and allow another leg up towards QAR3.240. However, a dip below QAR1.350 is unfavored but managing to do so will trigger the next line of support at QAR1.070.



RSI	48.560
MACD	-0.008
ROC	-12.435
M10	1.705
M50	1.730
M100	1.680
<b>S1</b>	1.480
<b>S2</b>	1.350
<b>S3</b>	1.200
R1	2.150
R2	2.380
R3	2.700

## Barwa Real Estate Co.

Reuters Ticker: <BRES.QA>

**Price closed at QAR3.350.** The stock has been moving within the range of QAR3.200-QAR3.680 for the last 6-months, without a clear signal as to where the next move could be. A firm close above the resistance level at QAR3.680 should be enough to fulfill the next layer of target at QAR4.180. On the other side, losing the support level at QAR3.200 will most likely shift the trading range to QAR3.200-QAR2.740.



RSI	42.127
MACD	-0.076
ROC	-4.830
M10	3.365
M50	3.530
M100	3.595
<b>S1</b>	3.200
<b>S2</b>	3.000
<b>S3</b>	2.740
R1	3.680
R2	4.180
R3	4.660

Technical Analysis

#### **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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