

## Technical Analysis – Abu Dhabi Securities Exchange

15-November-2021

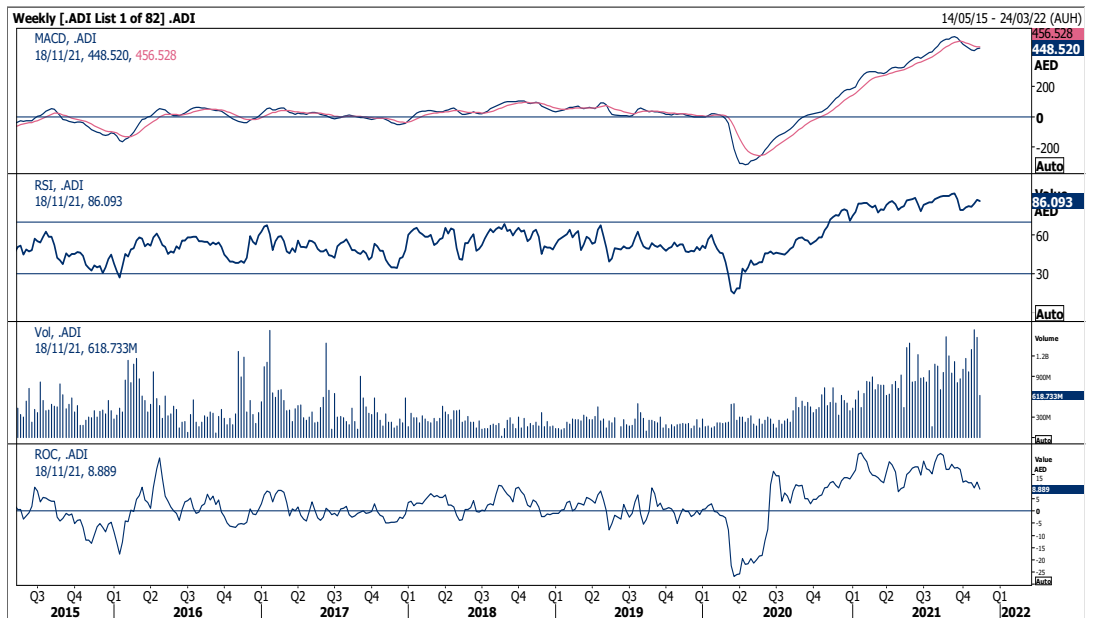
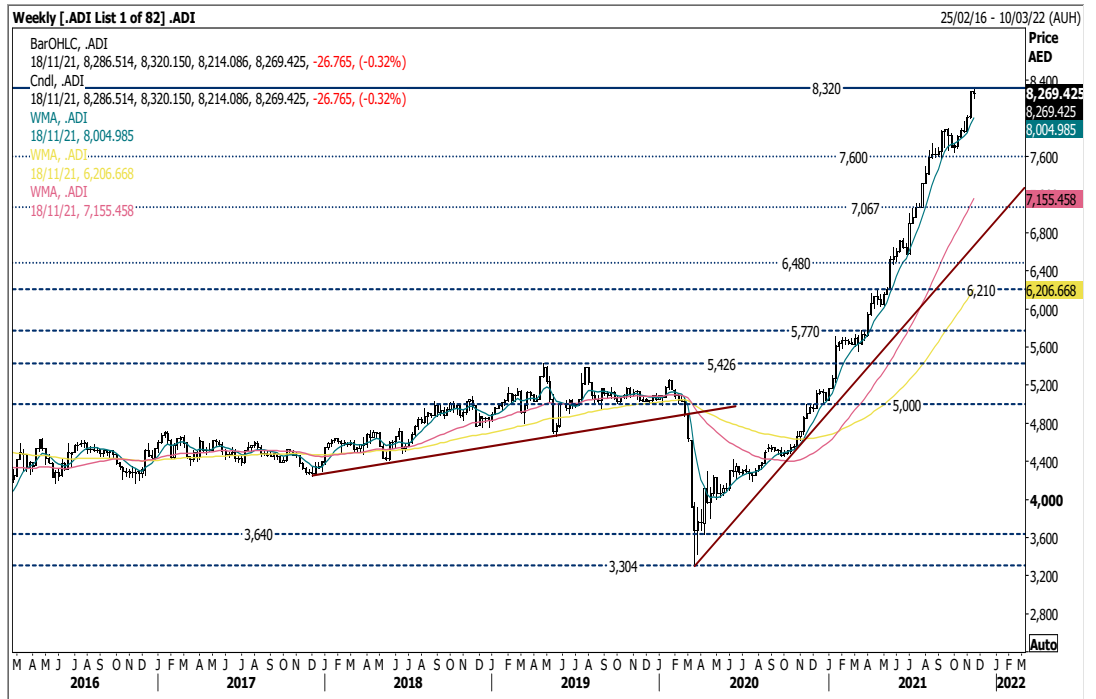
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### Abu Dhabi Securities Exchange

**ADX General Index <.ADI> closed at 8,269.425 point.** The market eased down after a prolonged bullish move that led to a temporarily top at 8,320 point (new history high). This is considered as a natural downward correction due to the overbought status of the RSI indicators, while additional weaknesses could take place to the horizontal line at 8,000 point but losing it will lead to 7,600 point. On the other side, a firm close above 8,320 point should be seen to re-activate the upward move to 8,500 point.

Medium-term and long-term investors can stay in the market with a stop-loss below 7,150 point and 6,200 point, respectively.



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**First Abu Dhabi Bank**

Reuters Ticker: <FAB.AD>

**Price closed at AED19.160.** The stock continues to record new history highs, given the close above all MAs on the weekly chart and the move within the 20-months ascending trend line. The next target price comes at AED20.000, while above this will promote AED22.000. However, no signs of reversal have been spotted on the weekly chart, but some weaknesses could be seen, knowing that a fall below AED17.360 will lead to AED16.140.



RSI	73.113
MACD	0.791
ROC	14.731
M10	18.400
M50	16.825
M100	15.060
S1	19.000
S2	17.360
S3	15.100
R1	20.000
R2	22.000
R3	23.500

**Emirates Telecommunications Group Co.**

Reuters Ticker: <ETISALAT.AD>

**Price closed at AED28.500.** A higher-high and higher-low pattern is seen on the weekly chart, with the stock recording new history highs, knowing that additional strength can approach the resistance level at AED30.000 and maybe higher to AED33.000. On the counter side, a fall below the support line at AED25.60 will trigger some loses to AED23.800 and could be more to AED22.340.

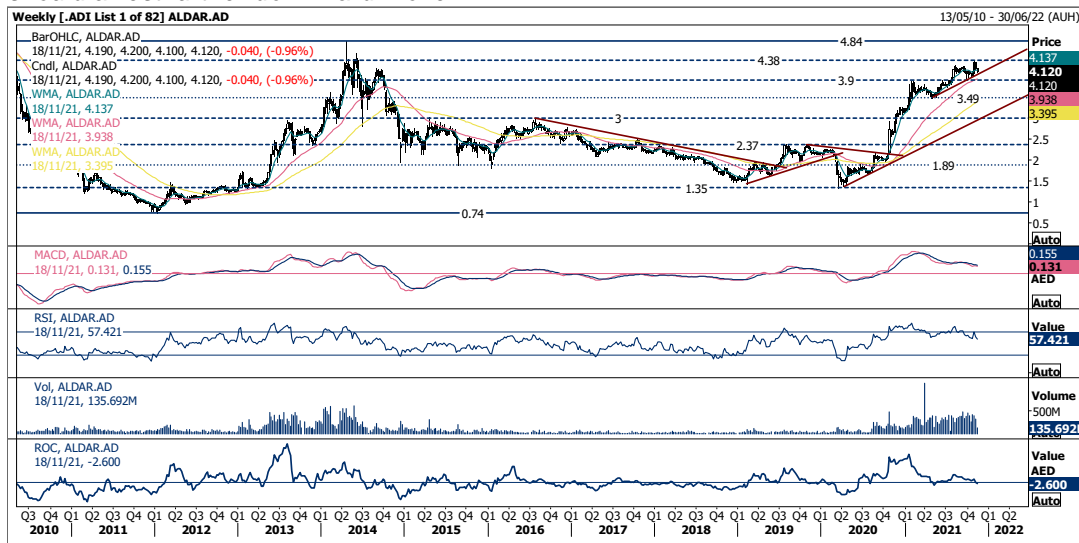


RSI	83.461
MACD	1.211
ROC	18.257
M10	26.350
M50	23.465
M100	21.000
S1	25.600
S2	2.800
S3	22.340
R1	30.000
R2	33.000
R3	35.000

**ALDAR Properties**

Reuters Ticker: <ALDAR.AD>

**Price closed at AED4.120.** The upward momentum decreased after posting a high of AED4.380, while managing to surpass this will lead to the strong layer at AED4.840 (high of year 2014). However, back below the support level at AED3.900 will most likely delay any upward intent and lead to some weaknesses to the strong horizontal line at AED3.490, which should arrest further downward move.



RSI	57.421
MACD	0.155
ROC	-2.600
M10	4.135
M50	4.000
M100	3.400
S1	3.900
S2	3.490
S3	3.000
R1	4.380
R2	4.840
R3	5.000

**Dana Gas**

Reuters Ticker: <DANA.AD>

**Price closed at AED1.110.** The stock witnessed a noticeable bullish move, reaching levels last seen in year 2008, but the support line at AED1.000 is expected to prevent further slippage back to AED0.840 (also found there the 100-weeks MA). On the other side, a successful close above AED1.270 (the recent top) will open the road for another leg up to AED1.490 before AED1.640.



RSI	69.369
MACD	0.071
ROC	25.424
M10	1.080
M50	0.930
M100	0.830
S1	1.000
S2	0.840
S3	0.740
R1	1.270
R2	1.490
R3	1.640

## 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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