

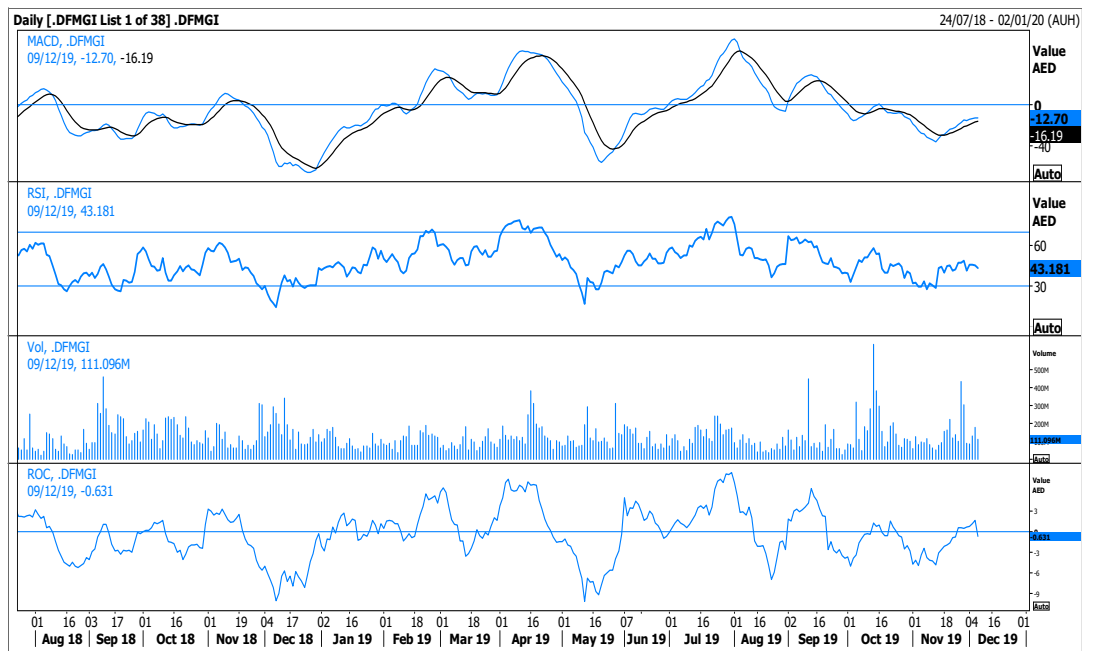
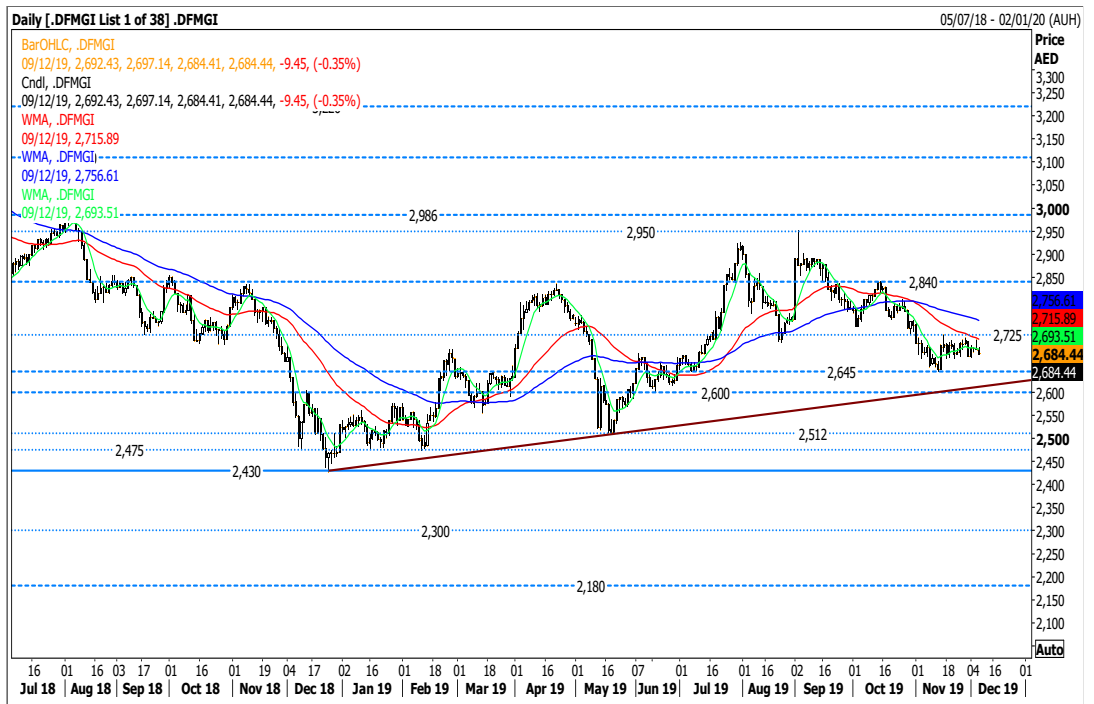
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**Dubai Financial Market**

**DFM General Index <.DFMGI> closed at 2,684.44.** The market needs to jump over the recent high at 2,725 point to increase the chances of inching up towards 2,800 point and 2,840 point but to confirm a new positive trend, bulls are required to print a firm foothold above the strong resistance area at 2,950 point-3,000 point. However, a dip below the support level at 2,645 point will re-instate the bearish tone and lead to 2,600 point before 2,512 point.

Medium-term and long-term investors can re-enter the market at levels above 2,740 point.



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**Aramex**

Reuters Ticker: <ARMX.DU>

**Price closed at AED3.590.** The stock remains within the 9-months descending trend line and below its MAs on the weekly chart. Further weaknesses below the recent support level at AED3.380 will most likely call for a slippage to the strong line at AED3.000. On the counter side, no reversal pattern has been spotted yet but a jump over the first resistance level at AED3.800 should attract some buying potential to AED4.040 and AED4.130.



RSI	30.930
MACD	-0.141
ROC	-15.330
M10	3.700
M50	4.110
M100	4.180
S1	3.380
S2	3.000
S3	2.550
R1	3.800
R2	4.040
R3	4.130

**Air Arabia**

Reuters Ticker: <AIRA.DU>

**Price closed at AED1.480.** The stock has witnessed a noticeable upward move since it posted a multi-year low at AED0.900, exceeding our target price at AED1.440. The next overhead resistance level comes at AED1.57, while a firm close above this will lead to the strong area at AED1.700-AED1.760. However, it will not be surprised to see some downward correction due to the overbought status of the weekly RSI indicators, knowing that the nearby support levels come at AED1.350 and AED1.260.



RSI	75.951
MACD	0.090
ROC	22.314
M10	1.410
M50	1.215
M100	1.130
S1	1.440
S2	1.350
S3	1.260
R1	1.570
R2	1.760
R3	2.000

**Emirates Integrated Telecommunications Co.** Reuters Ticker: <DU.DU>

**Price closed at AED5.410.** The technical picture will remain positive as long as the price sustains a close above the horizontal line at AED5.250, also found there the 100-weeks MA. However, a fall below this will most likely shift the trading range to AED5.250-AED4.730. On the other side, only a successful close above the resistance level at AED5.900 will re-activate the buying potential and target AED6.200 before AED6.500.



RSI	47.166
MACD	0.084
ROC	-5.585
M10	5.520
M50	5.415
M100	5.250
S1	5.250
S2	5.000
S3	4.730
R1	5.700
R2	5.900
R3	6.200

**Shuaa Capital** Reuters Ticker: <SHUA.DU>

**Price closed at AED1.000.** The stock remains within the trading range of AED0.760-AED1.050 for the last 8-months, though the signal at present is positive as the price closes above the MAs on the weekly chart. Managing to surpass AED1.050 will confirm that another leg up is underway towards AED1.300 and AED1.460. However, losing AED0.940 will trigger AED0.870 and AED0.760 but only below this will increase the downside risk to the strong support level at AED0.580.



RSI	57.710
MACD	0.012
ROC	1.523
M10	0.970
M50	0.940
M100	0.945
S1	0.870
S2	0.760
S3	0.580
R1	1.050
R2	1.300
R3	1.460

## 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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