

Weekly Technical report



المتحدة للأوراق المالية ش.م.م
UNITED SECURITIES LLC.

27.11.2022





Broad Market View

| Index | Period | View | Action @ CMP | CMP | Return Target | Risk Stop loss | Return Target | Risk Stop loss | 52 W Low | 52 W high |
|-----------|--------|---------|--------------|-------|---------------|----------------|---------------|----------------|----------|-----------|
| WTI Crude | ST | Neutral | NA | 76.53 | 90.53 | 66.50 | 18.3% | -13.1% | 62.46 | 129.42 |
| | MT | Neutral | NA | 76.53 | 83.25 | 66.50 | 8.8% | -13.1% | | |
| TASI | ST | Neutral | NA | 10939 | 11416 | 10300 | 4.4% | -5.8% | 10599 | 13949 |
| | MT | Neutral | NA | 10939 | 11842 | 9951 | 8.3% | -9.0% | | |
| DFMGI | ST | Neutral | NA | 3305 | 3374 | 3253 | 2.1% | -1.6% | 3059 | 3748 |
| | MT | Neutral | NA | 3305 | 3497 | 3061 | 5.8% | -7.4% | | |
| QSE INDEX | ST | Neutral | NA | 11867 | 12050 | 11670 | 1.5% | -1.7% | 11386 | 14931 |
| | MT | Neutral | NA | 11867 | 12152 | 11480 | 2.4% | -3.3% | | |

Stock Specific ideas

| Company | Period | View | Action @ CMP | CMP | Return Target | Risk Stop loss | Return Target | Risk Stop loss | 52 W Low | 52 W high |
|---------|--------|---------|--------------|--------|---------------|----------------|---------------|----------------|----------|-----------|
| FAB | ST | Bullish | Buy | 18.050 | 18.850 | 17.250 | 4.4% | -4.4% | 17.000 | 24.050 |
| QEWS | ST | Bullish | Buy | 17.420 | 18.040 | 16.840 | 3.6% | -3.3% | 16.350 | 20.000 |
| | | | | | | | | | | |
| SNB | ST | Bullish | Buy | 53.000 | 56.000 | 51.000 | 5.7% | -3.8% | 52.000 | 82.000 |
| | | | | | | | | | | |

*Neutral ratings have no target prices, indicated are support/resistance levels to watch

Recommendation Summary

WTI Crude USD 76.53



| | | | | | | | |
|----|---------|------|--------|-------|-----|--------|--------|
| ST | Neutral | TGT1 | 90.530 | 18.3% | SL1 | 66.500 | -13.1% |
| MT | Neutral | TGT2 | 83.250 | 8.8% | SL2 | 66.500 | -13.1% |

*Neutral ratings have no target prices, indicated are support/resistance levels to watch



- Downward trend in crude continued this week and closed exactly where we had expected around 76.50.
- This is a good near term support and Bulls pray it holds. We will await confirmation this week before we change our bearish outlook on the commodity.
- The next level to watch out is 66.50 and we would be buyers then as we believe that to be a sustainable bottom.
- For now keep we watch for near term support levels of 76.50 to hold, we can expect a bounce from here but longevity of it is suspect. We will turn buyers only if these levels are held. Till then we are short and medium term neutral.

TASI 10938.750



| | | | | | | | |
|----|---------|------|-----------|------|-----|-----------|--------|
| ST | Neutral | TGT1 | 11416.000 | 2.5% | SL1 | 10300.000 | -7.6% |
| MT | Neutral | TGT2 | 11842.000 | 6.3% | SL2 | 9951.000 | -10.7% |

*Neutral ratings have no target prices, indicated are support/resistance levels to watch

Tadawul All Shares Index, 1D, TADAWUL O10944.690 H10946.020 L10799.570 C10938.750 -26.660 (-0.24%)
Vol: The data vendor doesn't provide volume data for this symbol.
EMA (200, close, 0, SMA, 20) 11842.579



- As mentioned last week, TASI is following the price trends dictated by crude and hence we had suggested short term traders to stay out.
- We had mentioned a support of 10900 to hold and that's around which level we can witness some serious investors entering. TASI closed around that level and it makes us optimistic on the near term bounce back.
- However sustainability of the bounce or its strength is difficult to determine based on current move.
- We had changed our stance from bearish to neutral last week and we continue to maintain the same rating for this week as well.

DFMGI 3305.25



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|----|---------|------|---------|------|-----|---------|-------|
| ST | Neutral | TGT1 | 3374.00 | 2.1% | SL1 | 3253.00 | -1.6% |
| MT | Neutral | TGT2 | 3497.00 | 5.8% | SL2 | 3061.00 | -7.4% |

*Neutral ratings have no target prices, indicated are support/resistance levels to watch



- DFMGI has been positive over the last couple of weeks, however this too has given up due to the immense pressure on Oil prices. We change our stance on DFMGI from Bullish to neutral this week.
- The index breached the 200EMA marginally and this poses a risk to the near term consolidation trend. Both short and medium term traders should consider their traders carefully from hereon.
- In the event the pattern is violated all positions to be squared off as we will enter a new bearish phase.
- Our recommendation last week was to play long with a SL of 3300 levels, the index hit a low of 3296. He remain cautious for the coming week on the index.

QE INDEX 11867.24



| | | | | | | | |
|----|---------|------|----------|------|-----|----------|-------|
| ST | Neutral | TGT1 | 12050.00 | 1.5% | SL1 | 11670.00 | -1.7% |
| MT | Neutral | TGT2 | 12152.00 | 2.4% | SL2 | 11480.00 | -3.3% |

*Neutral ratings have no target prices, indicated are support/resistance levels to watch

QE Index, 1D, QSE O11873.35 H11936.64 L11814.73 C11867.24 -29.46 (-0.25%)
Vol: The data vendor doesn't provide volume data for this symbol.
EMA (200, close, 0, SMA, 20) 12649.96



- QSE is indicating signals of bearish fatigue. The strong supports of 111800 appears to be difficult to break. In the event this holds we might witness a bounce back and outperformance of the index from hereon.
- The next support level is stronger at 11480. We expect serious buying to emerge around these levels. We change our bearish view to Neutral this week based on the validity of the current support levels.
- We will await confirmation this week before taking any action.

First Abu Dhabi Bank Dh 18.05



| | | | | | | | |
|----|-----|------|--------|------|-----|--------|-------|
| ST | BUY | TGT1 | 18.850 | 4.4% | SL1 | 17.250 | -4.4% |
|----|-----|------|--------|------|-----|--------|-------|

*ST- Short term, MT – Medium Term, TGT- Target, SL- Stop loss



- We recommend Buy on this fundamentally good bank. It has consistently taken support at 17.25 levels and that offers a good risk reward ratio to traders.
- The 200 EMA of 18.95 will be the near term resistance. Volume build is a good sign of these levels to hold.
- In uncertain times such as now with no clear trend, it is best to trade in such large caps which have superior fundamentals.

About the company

First Abu Dhabi Bank PJSC engages in the provision of banking services. Its services include corporate, investment, and personal banking. The company was founded on February 13, 1968 and is headquarter in Abu Dhabi, United Arab Emirates.

| 52 W Low | 52 W high | Market cap (in Bn local CCY) | Revenue (in Bn local CCY) | Net income (in Bn local CCY) | Price/Earnings (x) | Price/Book value (x) | Dividend Yield % |
|----------|-----------|---------------------------------|------------------------------|---------------------------------|-----------------------|-------------------------|---------------------|
| 17.000 | 24.050 | 202.91 | 30.27 | 12.17 | 16.67 | 1.81 | 2.63 |



| | | | | | | | |
|----|-----|------|--------|------|-----|--------|-------|
| ST | BUY | TGT1 | 18.040 | 3.6% | SL1 | 16.840 | -3.3% |
|----|-----|------|--------|------|-----|--------|-------|

*ST- Short term, MT – Medium Term, TGT- Target, SL- Stop loss

QATAR ELECTRICITY AND WATER QPSC, 1D, QSE O17.31 H17.79 L17.31 C17.42 -0.30 (-1.69%)
Vol 532.702K
EMA (200, close, 0, SMA, 20) 18.04



- We revisit our recommendation on QEWS which we successfully exited at 19.50. The stock has been hit hard in the recent fall and currently at a good support level.
- The risk reward has again turned favourable and we expect a bounce from the current level.
- QEWS is a safe utility company to play on under the current circumstance with a upside target of

About the company

Qatar Electricity & Water Co. engages in the generation of electricity and desalination of water. It also engages in the ownership, development, and operation of plants for the production of electricity and supply it to the state owned Qatar General Electricity and Water Corporation.

| 52 W high | 52 W Low | Market cap (in Bn local CCY) | Revenue (in Bn local CCY) | Net income (in Bn local CCY) | Price/Earnings (x) | Price/Book value (x) | Dividend Yield % |
|-----------|----------|---------------------------------|------------------------------|---------------------------------|-----------------------|-------------------------|---------------------|
| 16.35 | 20.00 | 19.78 | 2.47 | 1.47 | 13.40 | 2.00 | 4.45 |

Saudi National Bank SAR 53.0



| | | | | | | | |
|----|-----|------|--------|------|-----|--------|-------|
| ST | BUY | TGT1 | 56.000 | 5.7% | SL1 | 51.000 | -3.8% |
|----|-----|------|--------|------|-----|--------|-------|

*ST- Short term, MT – Medium Term, TGT- Target, SL- Stop loss



- SNB has been slaughtered post the third quarter results along with the impact of lower oil prices. However we are witnessing early signs of recovery.
- Supports are appearing at current level backed by higher volumes. If these levels hold, we expect a decent upside for the stock.
- Fundamentals provide solid support to this trade.

About the company

Saudi National Bank engages in the provision of conventional and Shariah-compliant banking services. It operates through the following segments: Retail, Corporate, Treasury, Capital Market, and International.

| 52 W Low | 52 W high | Market cap (in Bn local CCY) | Revenue (in Bn local CCY) | Net income (in Bn local CCY) | Price/Earnings (x) | Price/Book value (x) | Dividend Yield % |
|----------|-----------|---------------------------------|------------------------------|---------------------------------|-----------------------|-------------------------|---------------------|
| 0.56 | 0.97 | 1.49 | 0.52 | 0.20 | 7.41 | 0.36 | 0.00 |

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