

Weekly Technical report



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

22.01.2023





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	Bullish	Buy	81.66	86.00	75.00	5.3%	-8.2%	72.5	129.4
	MT	Neutral	NA	81.66	92.00	71.00	12.7%	-13.1%		
TASI	ST	Bullish	Buy	10682	10860	10517	1.7%	-1.5%	9950	13949
	MT	Bullish	Buy	10682	11283	10040	5.6%	-6.0%		
DFMGI	ST	Neutral	NA	3353	3375	3316	0.7%	-1.1%	3059	3748
	MT	Neutral	NA	3353	3463	3250	3.3%	-3.1%		
QSE INDEX	ST	Bullish	Buy	10811	11611	10690	7.4%	-1.1%	10652	14931
	MT	Neutral	NA	10811	11669	10138	7.9%	-6.2%		

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
SAVOLA	ST	Bullish	Buy	29.200	31.000	28.000	6.2%	-4.1%	25.850	39.000
Al Habib	ST	Bullish	Buy	227.800	240.000	220.000	5.4%	-3.4%	160.000	240.600
SIPCHEM	ST	Bullish	Buy	37.500	40.000	35.000	6.7%	-6.7%	30.900	60.000
ADNOCDIST	ST	Bullish	Buy	4.530	4.800	4.350	6.0%	-4.0%	3.800	4.880

Recommendation Summary

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

WTI Crude USD 81.66



ST	BUY	TGT1	86.000	5.3%	SL1	75.000	-8.2%
MT	BUY	TGT2	92.000	12.7%	SL2	71.000	-13.1%

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



- Crude struggling to get past some solid resistances, we still feel there is enough momentum building to get past the elusive 200EMA.
- We have been bullish on oil for the last couple of weeks and we retain the same view considering the current pattern.
- We expect bulls to get back once oil settles above 86 levels which is our first major target. We can expect a spike from there on.
- Stay invested in moderate quantities till the break out takes place.

TASI 10682.010



ST	BUY	TGT1	10860.000	1.7%	SL1	10517.000	-1.5%
MT	Neutral	TGT2	11283.000	5.6%	SL2	10040.000	-6.0%

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



- TASI is gradually gaining strength as we had envisaged and we have been bullish. We continue to remain bullish as long as this pattern holds and supports are not violated.
- We continue to recommend accumulating fundamentally good large caps.
- Risk reward is favourable currently and keep higher allocation to KSA and invest over the next one month.
- Keep a trailing stoploss in case the market reverses and cut all positions in case the index breaks below 10000 levels.

DFMGI 3352.50



ST	Neutral	TGT1	3375.00	0.7%	SL1	3316.00	-1.1%
MT	Neutral	TGT2	3463.00	3.3%	SL2	3250.00	-3.1%

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



- DFMGI has recovered from a disappointing couple of weeks, clearly closing above the 200EMA. We revert to our positive stance based on the current change in pattern.
- We expect DFMGI to stay afloat for longer than expected, macros improving is a good trigger for the index to catch up.
- We recommend buying into the market at current levels, however only pockets of opportunities are available, hence a judicious approach is warranted. A broad based rally across stocks might not be possible currently.

QE INDEX 10810.57



ST	BUY	TGT1	11611.00	7.4%	SL1	10690.00	-1.1%
MT	Neutral	TGT2	11669.00	7.9%	SL2	10138.00	-6.2%

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



- We had mentioned a volatile movement in QSE, this we believe could be due to the intense struggle between the bulls and bears at this inflexion point.
- QSE has been hit hard and value buying from investors is emerging one side while sharp downward moves post FIFA have been accentuated by the bears.
- We are positive on QSE and recommend exposure to large cap names with high dividend yields.
- We suggest short term traders to enter only after stability emerges, while longer term investors can start accumulating.

Savola Group SAR 29.20



ST	BUY	TGT1	31.000	6.2%	SL1	28.000	-4.1%
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*Neutral ratings have no target prices, indicated are support/resistance levels to watch, ST- Short term, TGT- Target, SL- Stoploss



- Savola has indicated a nice upward move recently and we expect the same to continue over the next couple of weeks.
- Momentum indicators are developing and we may experience volatility on the way.
- Traders can buy with a stop of 28 while longer term investors can accumulate.

About the company

Savola Group operates as an investment holding group, which invests in the food and retail sectors across the Middle East, North Africa and Turkey region. It operates through the following segments: Foods Processing, Retail, Food Services, Frozen Foods, and Investment.

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)	Dividend Yield %
25.850	39.000	15.58	24.60	0.22	38.80	0.68

Al Habib Medical SAR 227.80



ST	BUY	TGT1	240.000	5.4%	SL1	220.000	-3.4%
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*Neutral ratings have no target prices, indicated are support/resistance levels to watch, ST- Short term, TGT- Target, SL- Stoploss

DR. SULAIMAN AL HABIB MEDICAL SERVICES GROUP, 1D, TADAWUL O222.20 H229.00 L222.20 C227.80 +3.20 (+1.42%)
Vol 115.471K
EMA (200, close, 0, SMA, 20) 208.61



- Al Habib is indicating a positive pattern with good momentum build up.
- The stock has already moved quite a bit from its recent lows, however we believe there is more in store.
- As volumes build up and candles get bigger we expect the recent high to be broken over the next few weeks.
- Macro move is essential for the momentum to continue.

About the company

Dr. Sulaiman Al-Habib Medical Group owns and operates a number of hospitals and medical centers. The company was founded by Sulaiman Abdulaziz Al-Habib in 1995 and is headquartered in Riyadh, Saudi Arabia.

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)	Dividend Yield %
160.00	240.60	79.73	7.25	1.38	49.30	1.51

SIPCHEM SAR 37.50



ST	BUY	TGT1	40.000	6.7%	SL1	35.000	-6.7%
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- Like most other petchems that were beaten down, SIPCHEM also hit lows recently and attempting to regain its levels.
- The stock has currently moved from its low of 32 levels and there is adequate volumes created to support further upmove.
- Buy at current levels and hold for a long upside that could take place over the next few months.

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)	Dividend Yield %
30.90	60.00	27.50	9.98	3.59	6.14	8.67

About the company

Sahara International Petrochemical Co. engages in the ownership, establishment, operation, and management of industrial projects particularly in the field of chemical and petrochemical industries.

ADNOCDIST AED 4.53



ST	BUY	TGT1	4.800	6.0%	SL1	4.350	-4.0%
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*Neutral ratings have no target prices, indicated are support/resistance levels to watch, ST- Short term, TGT- Target, SL- Stoploss



- We take one more attempt at ADNOCDIST this time a good bounce back from the 200EMA offering a cushion to the downside.
- The stock can reach its recent highs if the momentum continues, volumes are supportive.
- We are bullish on the stock considering its current move and recommend to buy.
- Risk reward favourable for traders.

About the company

Abu Dhabi National Oil Co. for Distribution PJSC engages in the provision of integrated energy services. It operates through Commercial (B2B) and Retail (B2C) segments. The Consumer (B2B) segment is involved in sale of petroleum products and ancillary products

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)	Dividend Yield %
3.80	4.88	56.63	20.92	2.25	19.40	4.54

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