

Monthly Technical Report

February 2026



This report is intended to present a general view for the market. This report does not take into consideration the specific financial position of every investor and/or his/her risk appetite in relation to investing in the security or any other assets, and hence, no information in this analysis should be considered as being business, financial and legal advice.

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KSA Equity Market Analysis

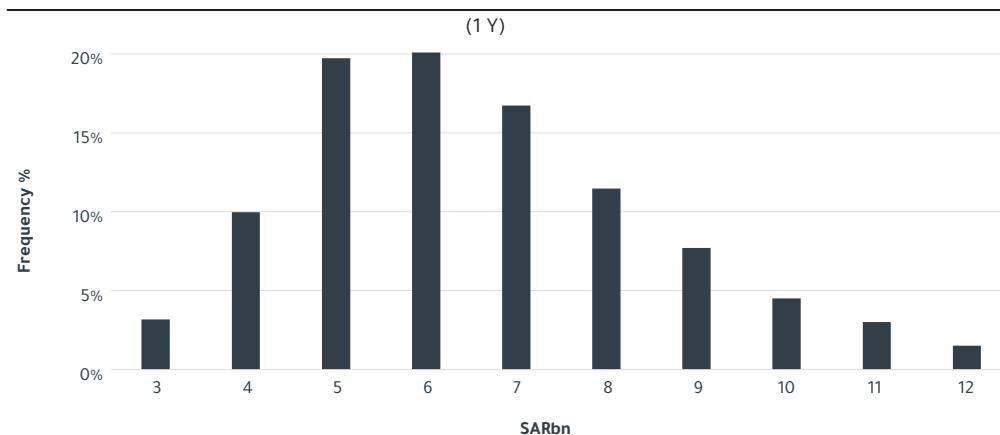


Tadawul Index (Weekly): The index experiences a temporary profit-booking attitude after testing the upper boundary of a potential Falling Wedge pattern near 11,485, which, if penetrated, could suggest upside target near 11,780. Meanwhile, the RSI indicator is currently hovering above the level of 50 after showing a positive divergence. Otherwise, a weekly close below the 20-week SMA around 11,065 could indicate the weakness of the index and pave the way for a possible further decline toward the 10-week SMA around 10,850.



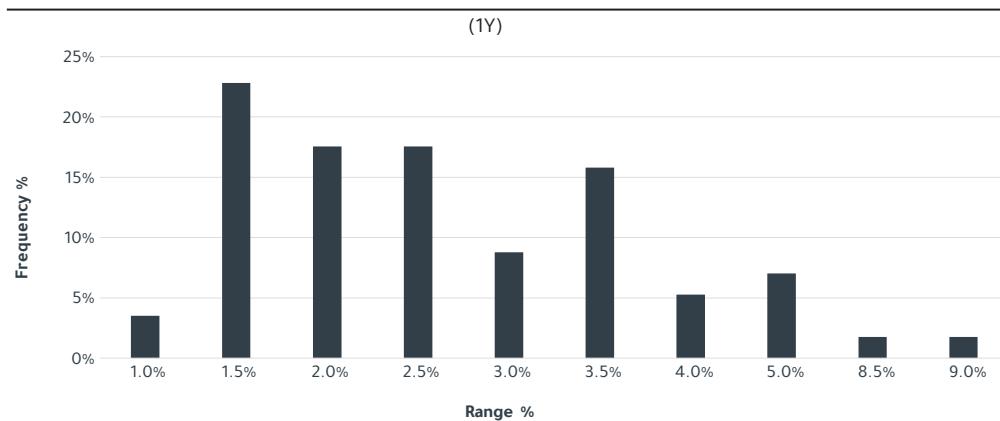
Source: Tradingview.com, Aljazira Capital Research

Daily Turnover



During the last 12 months, TASI recorded daily turnovers between SAR 4 - 7bn nearly two-thirds of the time, with the highest frequency of around SAR 6bn.

Weekly Range %



During the last 12 months, TASI recorded a weekly movement range between 1.5 - 2.5% more than half of the time, with the highest frequency of around 1.5%.

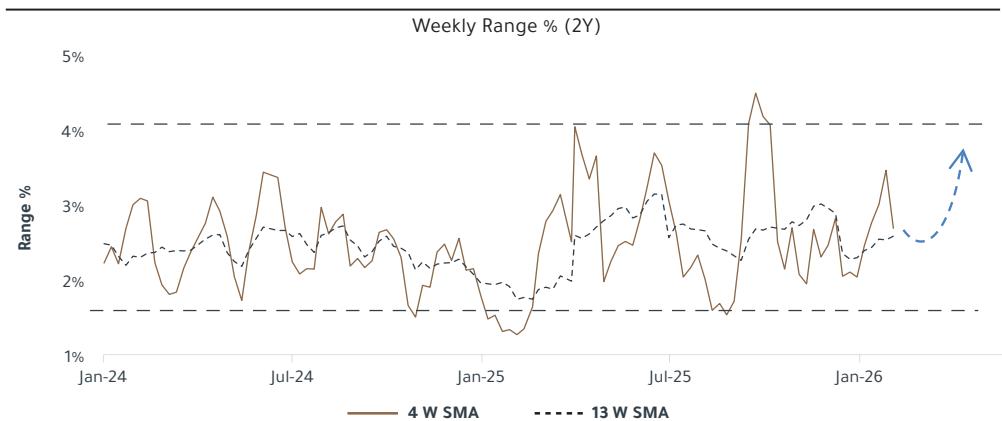
Source: Argaam, Aljazeera Capital Research

Liquidity Trend (2Y)



The trend of the liquidity of the index is heading to test the upper boundary of a declining channel around 6.5bn, where a decisive breakout above it could pave the way for additional rise toward 9.0bn.

Volatility Trend



The trend of the volatility is hovering around the mid-range of the sideways trend near 2.5%, where a possible reversal toward the upper boundary near 4.0% may occur.

Banks Sector (Weekly): The index started to experience a temporary profit-booking attitude after retesting the level of the prior peak near 13,725, which, if penetrated, would suggest an upside target near 14,215. Moreover, the RSI indicator is hovering near the overbought zone near the level of 70. On the flip side, a decisive weekly close below the 20-week SMA near 12,800 could pave the way for a possible further decline toward the 200-week SMA near 12,200.



Energy Sector (Weekly): The index is approaching a test of the resistance zone of around 4,985 - 5,075, which, if penetrated, would suggest an upside target near 5,240. Moreover, the RSI indicator penetrated the level of 50, indicating a positive momentum. Otherwise, a weekly close below the 10-week SMA around 4,700 could pave the way for a further decline toward the support near 4,500.



Telecommunication Services Sector (Weekly): The index experiences a temporary profit-booking attitude after testing the resistance zone of around 9,245 - 9,355, which, if penetrated, would suggest an upside target near 9,735. Moreover, the RSI indicator is hovering above the level of 50. Otherwise, a weekly close below the 10-week SMA near 8,900 could pave the way for a further decline toward the prior bottom near 8,480.



Insurance Sector (Weekly): The index penetrated the boundary of a positive Falling Wedge pattern near 8,190, suggesting a potential upside target near 9,050, followed by 9,600. Meanwhile, the RSI indicator penetrated a declining trendline as well as the level of 50. Otherwise, a weekly close below the 10-week SMA near 7,915 could pave the way for a possible further decline toward the level of around 7,575.



Source: Tradingview.com, Aljazeera Capital Research

Utilities Sector (Weekly): The index is still hovering around the support of the 127.2 - 161.8% Fibonacci levels around 7,050 - 6,400, where a potential positive reversal toward the 20-week SMA near 7,810 may occur. Moreover, the decisive penetration above it could suggest an upside target near 9,440. Additionally, the RSI indicator is still showing a positive divergence. Otherwise, a weekly close below the level of 6,400 could pave the way for a possible further decline toward the level of 5,685.



Global Broad Markets Analysis



S&P500 (Weekly): The index is still testing the significant resistance of the 161.8% level near 6,960, where a possible profit-booking attitude toward the level of the prior trough, as well as the 50-week EMA near 6,550 - 6,460 may occur. Moreover, the RSI indicator is showing a negative divergence near the overbought zone near the level of 70. Otherwise, a decisive weekly close above 6,970 could pave the way for a possible further rise toward the 200% Fibonacci level near 7,460.



Source: Tradingview.com, Aljazeera Capital Research

Brent (Weekly): The price started to experience a profit-booking attitude after testing the resistance zone of USD 70.30 - 73.85, which, if penetrated, would suggest an upside target near the zone of USD 80.80 - 82.50. Moreover, the RSI indicator is hovering above the level of 50. On the flip side, a decisive weekly close below the 20-week SMA around USD 63.85 could pave the way for a possible further decline toward the support zone of around USD 59.85 - 58.50.



Source: Tradingview.com, Aljazeera Capital Research

Natural Gas (Weekly): The price breached the 20-week SMA near USD 3.75, approaching a retest of the lower boundary of a rising channel near the zone of USD 3.00 - 2.89, where a possible positive reversal toward the 10-day SMA near USD 3.85 may occur. Moreover, the RSI indicator is approaching a retest of a rising trendline. On the flip side, a decisive weekly close below the level of USD 2.89 could pave the way for a possible further decline toward the level of around USD 2.60, followed by USD 2.21.



Gold (Weekly): The price approaches the significant resistance of the 261.8% Fibonacci level around USD 5,200, where a potential profit-booking attitude toward the support of the 10-week SMA around USD 4,645 may occur. Moreover, the RSI indicator is still showing a negative divergence within the overbought zone above the level of 70. Otherwise, a decisive weekly close above the level of USD 5,200 could pave the way for a possible further rise toward the 300% Fibonacci level around USD 5,390.



Source: Tradingview.com, Aljazeera Capital Research

U.S. Dollar Index (Weekly): The index approaches the support zone near the 127.2% Fibonacci level and the lower boundary of a declining channel near 96.35 - 95.45, where a possible positive rebound toward the zone of the 20-and 50-week SMAs near 98.60 - 99.60 may start. Meanwhile, the RSI indicator is showing a positive divergence. On the flip side, a weekly close below the support of 95.45 could pave the way for a possible further decline toward the previous bottom near 93.65.



Source: Tradingview.com, Aljazeera Capital Research

Bitcoin (Weekly): The price breached the significant support of the previous bottom near USD 74,350, suggesting a possible additional decline toward the target of the lower boundary of declining channel near USD 52,500. Meanwhile, the RSI indicator hovers near the oversold zone around the level of 30. On the flip side, a weekly close above the 10-week SMA around USD 85,550 could pave the way for a possible further rise toward the 20-week SMA near USD 94,375.



Source: Tradingview.com, Aljazeera Capital Research

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Candlestick: A candlestick (candle) is a type of price chart used to display the high, low, opening, and closing prices of a security for the period under consideration. The candlestick's wide part is known as the 'real body' and shows opening and closing levels of the security for the period. The shadows of the candlestick show the high and low prices for the period. The shape of the candlestick varies based on the relationship between the high, low, opening, and closing prices.

Bullish candle: This is a candle whose closing value is higher than the opening value (usually green in color).

Bearish candle: This is a candle whose closing value is lesser than the opening value (usually red in color).

Support: This is the price level at which demand is strong enough to avoid any further price decline.

Resistance: This is the price level at which supply is strong enough to stop any further price increase.

Pattern/formation: This is a plot of a security's price activity over a certain period that can be used to identify potential trends, reversal of trends, price targets, entry and exit points, etc. There are various formations - such as head & shoulders, triangles, flags, etc.

Simple moving average: A simple moving average is formed by computing the average price of a security over a specific number of periods. Moving averages are based on closing prices; for example, a 5-day simple moving average is the five-day sum of closing prices divided by five.

Exponential moving averages (EMA): Exponential moving averages reduce the lag by applying more weight to recent prices. The weights applied to the most recent price depend on the number of periods in the moving average.

Relative strength index (RSI): RSI is a momentum indicator that compares a security's price gains to its losses for a predetermined number of periods (generally, 14 periods are used). The RSI attempts to point out how security, in relative terms, is in the overbought/oversold zone. Securities with a RSI above 70 could be considered "overbought" and those below 30 could be considered "oversold".

Moving average convergence/divergence (MACD): MACD is a trading indicator that shows changes in the strength, direction, momentum, and duration of a trend in a stock's price through a collection of three-time series calculated from historical closing prices.

Fibonacci retracements: These are horizontal lines that indicate the expected areas of support/resistance for a security based on a predetermined price movement. These are usually indicated by Fibonacci ratios of 23.6%, 38.2%, 50.0%, 61.8%, and 100% from that movement.

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