

# MARKET WAVE

## Weekly Market Technical Analysis

**KSE-100 Index: Likely to End Consolidation; Holding above 30-DMA  
Medium Term Indicator Signals Bullish Trend !**



KSE-100		
	24.12.09	Change
Prv. Close	9,183.73	
Open	9,205.58	21.85
High	9,429.03	245.30
Low	9,171.95	-11.78
Close	9,422.23	238.50
Avg. Vol.	119,686,568	

Indicators (KSE-100)		
	24.12.09	21.12.09
9-D RSI	68.36	57.93
14-D RSI	61.59	54.43
25-D RSI	56.79	52.95
30-DMA	9149.09	9107.54
60-DMA	9265.49	9277.65
90-DMA	9082.24	9037.14
200-DMA	8058.67	8004.38

### Analysis & Strategy: - Buy on Weakness

The KSE-100 index sustained above 30-DMA throughout the week and closed with the increment of 238.5 points. The average volume of the market during the week was 119.5 mn shares.

The index breached the strong resistance of 9,380 points and closed above it. We analyze that index may face resistance at upper Bollinger Band. Due to this, the market may witness high intraday volatility. However sustainability above the resistance level is likely to strengthen the positive outlook in the market. The Candle Sticks Pattern on daily as well as weekly charts hints that the consolidation may end in short term because Stochastic Oscillator, RSI and other leading indicators are now generating buy signals. Our top picks for the week are PPL, POL, PSO, PTC, ENGRO, DGKC, & AICL.

We therefore recommend investors assume to take long positions at lower levels. The projected resistance levels are 9,464, 9,578 points. While support levels are 9,204 points and 9,150 points with a stop loss at 9,000 points.

KSE-30		
	24.12.09	Change
Prv. Close	9,652.90	
Open	9,684.25	31.35
High	9,916.24	263.34
Low	9,638.93	-13.97
Close	9,903.13	250.23
Avg. Vol.	67,403,642	

Percentage Change in Indices	
KSE-100	2.597%
KSE-30	2.592%

Source: Karachi Stock Exchange & IGI Sales

**Wajahat Ali Khan**  
Assistant Vice President  
Equity Institutional Sales  
IGI Finex Securities Limited  
Call: (92 21) 530-1403  
wajahat.khan@igi.com.pk

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