



**Summarized Outlook:**

**Monthly Trend:** Doji Pattern Indicates Choppy & Indecisive Trading – Expected Range 37,300 | 39,700

**Weekly:** Doji Pattern Indicates Choppy & Indecisive Trading – Expected Range 37,700 | 39,450

**Daily Trend:** Rising Volumes A New Lows Indicate Change of Hands Scenario – Buy on Dips

**Summarized Ranges:**

**As per Chart Patterns**

**Upside Potential:** 37,900 – 38,300

**Downside Risk:** 37,200 – 36,900

**As per Pivot Point Calculator**

**Supports:** 37,272 – 37,027

**Resistances:** 37,902 – 38,287

**Outlook for The Coming Session (April 04, 2019):** During today's session, the bears completely rejected the previous session's *Doji* based closing and attacked the charts so brutally that not only **Monthly Support Level** was taken out, but also **Weekly Support Level 2** was broken. The index started the day with mere gains, but by the time of closing of first hour, the attempt of recovery was failed by the bears. And when an hour closed below **37,800**, the bears triggered bloodbath and kept on breaking major support zones on every hourly closing. The index witnessed a low of **37,413**, before closing the session at **37,516**, the lowest closing of the year **2019** so far. While volumes from **KSE100 Index** remained on higher side to clock at **63.15 Million Shares**. Interestingly, it was the third consecutive session to witness a new low on closing basis, with volumes rising. This indicates that change of hands scenario is taking place and prices are deliberately kept lower, so that weaker ones lose hope and sell in panic, while stronger ones can take benefit. Moreover, the index has come to a point from where the downside is getting limited and a *Slingshot* based effect cannot be ruled out. Some of the factors and indicators, which are pointing to a sharp corrective bounce, are mentioned below;

- *RSI is not breaking down with fall of index*
- *Swing and Oscillating indicators are rising up*
- *Bottom of the Current Range and Wave Pattern is lying at 37,200 – 37,150 area*
- *Monthly Support Level is Lying at 36,950. Noting that since the year 2010, there are only 15 instances, when index has broken Monthly Support Level 2, or is kept below it. Moreover, reaching Monthly Support Level 2 in first 10 days of the Month indicates a Hyper Move, or a move that the Hare made, in the story of "The Hare & the Tortoise".*
- *Lower end Weekly & Monthly Bollinger Bands is seen at 36,800, which also is the double bottom area since December 2018.*

All the above indicators are suggesting that index bears are about to take a healthy breather, due to which a corrective bounce or slingshot effect is in the making. Nothing that, such correction can wither be seen right from the start of coming session, or after reaching the final leg of the bearish cycle at **37,200 – 36,800** area. While upside potential for **37,900 – 38,300** cannot be ruled out, initially.

**Outlook for The Week (April 01 to 5, 2019):** Likewise the Month, the Week has also ended with a *\*Doji* pattern (*Refer to Chart / Candlestick Pattern Explanation on Page 2*), which indicates that the index is likely to remain in a thin range with choppy and indecisive trend. The expected range for the week is between **37,700 & 39,450**, which initial support & resistance for the week is seen at **38,100 & 39,050**, respectively. It is also to be noted that since the last session of the week ended with a *\*Doji* pattern too, the first session is also likely to witness choppy and indecisive trading. However, the thinning range and some from volumes, indicate that any drop towards **38,200 – 37,900** are, during the session would be triggering good and aggressive buying orders.



**Outlook for The Coming Month (April 2019):** As discussed in the previous Monthly Outlook, the *Spinning Top* pattern kept index under choppy and indecisive mode, while lack of participation narrowed the range. The Month of March 2019, was the first month since **August 2016**, where the benchmark of **40K** was not even tested, and during the month index saw a high of **39,955** and went to as low as **38,040** before ending the month at **38,649**. And if we look at the volumes, the stocks from **KSE-100 index** generated **1.46 Billion Shares**, the lowest monthly figure since **October 2018**. Closing of the month below **38,900** keeps bears on the front-foot, however, the *\*Doji* pattern (*Refer to Chart / Candlestick Pattern Explanation on Page 2*) suggests that it is going to be a very choppy, indecisive and thin ranged month ahead.

**Levels for April 2019:** Closing the month below **38,900** suggest that bears would remain in control, with **38,100 – 37,900** as their first target, while closing a session below **37,800 (Monthly Support Level 1)** would be pushing the index to a deadly and brutal bearish zone, where next immediate support would be lying at **37,300 - 37,100**, where bottom of the range for the month is seen. Noting that this is the region where multiple supports are lying and this is where buying support must be seen, in order to protect the market from a crash. If not, then be ready for **35,800 &** the expected support for the year 2019 at **34,000 – 33,800** area. **On The Upside....** Unless a week closes above **39,700**, the index is likely to remain under bearish pressure. However, surpassing the indicated resistance would be help it to sail in safe waters, with **40,550 & 40,700** as next immediate target range for the month.

*RSI is at 33, indicating that the Index is in Highly Oversold Region.*

Support & Resistance Levels as per Pivot Point Calculator						
DAILY	Support 1	Support 2	Support 3	Resistance 1	Resistance 2	Resistance 3
	37,272	37,027	36,642	37,902	38,287	38,532
WEEKLY	Support 1	Support 2	Support 3	Resistance 1	Resistance 2	Resistance 3
	38,132	37,615	37,191	39,073	39,497	40,014
MONTHLY	Support 1	Support 2	Support 3	Resistance 1	Resistance 2	Resistance 3
	37,807	36,966	35,892	39,722	40,796	41,637

**Explanation of Candlestick Pattern(s) Used in This Report**

*\*Doji: As the name suggests, the Doji indicates “Dodging” pattern or indecisiveness. The candlestick looks like a cross, or a “plus” sign, suggesting that neither the bears nor the bulls got hold onto the trend and closing was at or near the mid point.*



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