



Summarized Outlook:

- Monthly Trend:** Doji Pattern Indicates Choppy & Indecisive Trading – Expected Range 37,300 | 39,700
- Weekly:** Extremely Oversold Conditions and Monthly Supports Have Potential to Trigger Buying
- Daily Trend:** Doji Pattern At Multiple Support Zones Indicate Breather from Bears

Summarized Ranges:

As per Chart Patterns

Upside Potential: 37,900 – 38,300
Downside Risk: 37,200 – 36,900

As per Pivot Point Calculator

Supports: 37,355 – 37,189
Resistances: 37,640 – 37,759

Outlook for The Week (April 08 to 12, 2019): Since the week ending on **March 15, 2019**, the index remained under consolidation and with closing of previous 2 weeks with **Doji** it was confirmed that the bears were taking a breather, as during last week they attacked the charts so brutally that index was pushed to **Monthly Support Level 2** along-with **Monthly Range Bottom** zone. While fading volumes were another signal of continued nervousness from traders buyers, even at such low levels. During the past week, the index opened at **38,634**, which was lower than previous week's closing, went to as low at **37,307** and closed the week at **37,522**. While volumes from **KSE-100 Index Stocks** were at **279 Million**. Noting that the closing as well as the volumes were at their lowest for the year 2019, on Weekly Terms.

Expected Levels for the Week: Multiple support between **37,200 & 36,800** have potential to trigger aggressive short covering and buying, due to which a **Slingshot** effect based corrective move is on cards. This corrective move has potential put index above **38,200** area, during the coming week. While sustaining above **38,440** in session closing terms, would be calling further recovering towards **38,880 – 39,150**, where the corrective wave is like to be completed. **On The Flipside....** Failure to hold the critical support are at **36,800**, would be putting the index into a new bearish channel, where **36,200 & 35,800** would be the next immediate levels to watch out.

Outlook for The Coming Session (April 08, 2019): As discussed in previous report, the index found decent support from **37,300** area, and for the first time in past five sessions it witnessed a positive closing. However, the closing was with a ***Doji** pattern (**Refer to Chart / Candlestick Pattern Explanation on Page 2**), & lower volumes, due to which it cannot be confirmed that a strong bullish reversal is about to be seen, anytime soon. And since the session ended with a **Doji**, most of the factors and indicators, as discussed in the previous report, are unchanged. These are;

- **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 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
	37,355	37,189	37,070	37,640	37,759	37,925
WEEKLY	Support 1	Support 2	Support 3	Resistance 1	Resistance 2	Resistance 3
	37,008	36,494	35,681	38,335	39,148	39,662
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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