



Summarized Outlook:

- Monthly Trend:** Doji Pattern Indicates Choppy & Indecisive Trading – Expected Range 37,300 | 39,700
- Weekly:** Dragonfly Doji With Higher Volumes Indicates Bullish Reversal - 38,200 Key Turning Point
- Daily Trend:** Bearish Deliberation Block is Likely to Trigger a Minor Pullback

Summarized Ranges:

As per Chart Patterns

Upside Potential: 37,700 – 37,900
Downside Risk: 37,300 – 37,050

As per Pivot Point Calculator

Supports: 37,294 – 37,083
Resistances: 37,707 – 37,909

Outlook for Coming Session (April 16, 2019): On the back of *Dragonfly Doji* on Weekly Closing and *Morning Star* on Last Session's Closing, the index started the day in gains and despite having a bumpy ride during first hour, it remained in green zone throughout the day. While once again the volumes kept rolling-in, as stocks from KSE-100 index generated **134 Million Shares**, indicating that gains were not only a result of just short covering, but also due to decent buying interest. However, after failing to surpass the suggested area of initial resistance at **37,700**, the index came under profit taking that triggered healthy intra-day pullback, due to which the session ended at **37,504** and with a **Bearish Deliberation Block* pattern (*Refer to Chart / Candlestick Pattern Explanation on Page 2*). Moreover, the short term indicators are highly overheated due to which the start of the coming session is likely to be jittery with profit taking to continue further.

Expected Levels for the Session: Closing the session below **37,530** suggests bears are likely to start the session with **37,390 – 37,360** as first exposed levels. While, **37,300 – 37,260** is the area that is likely to limit the pullback and trigger buying orders once again, with **37,600 & 37,730** as immediate target range for the bulls. While expected top for the session is seen at **37,770 – 37,830** area. Noting that index bulls need a solid aggressive push on hourly terms with impressively higher volumes to break the top and bring **37,900 – 37,920** on cards. **On The Flipside....** Failure to hold the short term range bottom at **37,200**, would be exposing **37,050 – 36,950** area. And if volumes start fading out, the support will be dragged to **36,680 – 36,530** area.

Outlook for The Week (April 15 to 19, 2019): The index witnessed a wild roller coaster week, where bears remained in control of the trend for first 3 days and dragged the index below **Monthly & Weekly Support Level 2**. However, they could not hold their aggression below **Weekly Support Level 2**, due to which aggressive buying support was witnessed in the last 2 sessions of the week that triggered higher volumes and helped the index in escaping the aggressive bearish channel, as by end of weekly session, both **Monthly Support Level 2 & Weekly Support Level 1** were reclaimed. Closing of the week was with the highest "weekly" volume since week ending **March 01, 2019** along-with a ***Dragonfly Doji* pattern (*Refer to Chart / Candlestick Pattern Explanation on Page 2*), which indicates that not only aggressive short covering has taken place at **Monthly Support Level 2**, but also fresh buying orders are also triggered. Having said that, it is most important to note that escaping aggressive bearish channel does not mean an immediate comeback by bulls, as there is a lot of effort needed to be put it.

Expected Levels for the Week: Since index has closed the week above **37,300**, the upper hand is with the bulls who need to keep the volumes rolling in and break **38,230** by the end of the week, while immediate resistance is seen at **37,700 – 37,850** area. However, if **38,200** is tested before mid-week session, it would be an indication of a **Hyper Move** and would be triggering aggressive selling once again.

On The Flipside... Failure to hold the support at **36,680** would not only be putting a deep dent to the attempt of recover, but would also be dragging the index into the aggressive bearish channel, where **December 2018** low of **36,275** and even **35,500** would be exposed. Noting that **35,500 – 35,480** is the area, where last leg of bearish spell gets completed.



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 43, indicating that the Index is Going into Neutral Zone.

Support & Resistance Levels as per Pivot Point Calculator						
DAILY	Support 1	Support 2	Support 3	Resistance 1	Resistance 2	Resistance 3
	37,294	37,083	39,881	37,707	37,909	38,120
WEEKLY	Support 1	Support 2	Support 3	Resistance 1	Resistance 2	Resistance 3
	36,684	36,030	35,596	37,772	38,207	38,860
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

***Bearish Deliberation Block:** A set of three candles, where the first two candlesticks are bullish and the final candle is either a Spinning Top or a Doji, indicating that bulls are getting clueless.

****Dragonfly Doji:** A Doji where the open, high and closing of the session are ideally at the same level, causing the shape of the pattern to be like a Capital "T". Like other Doji days, this one normally appears at market turning points.

****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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