



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:** Previous Session’s Bearish Deliberation Block Played its Vital Role – 37,050 Key Support

Summarized Ranges:

As per Chart Patterns

Upside Potential: 37,570 – 37,670
Downside Risk: 37,260 – 37,050

As per Pivot Point Calculator

Supports: 37,269 – 37,155
Resistances: 37,566 – 37,749

Outlook for Coming Session (April 17, 2019): As discussed and indicated in previous, the *Bearish Deliberation Block* pattern has played its vital role and has brought a pause in smooth recovery. The index, after starting the session on a positive note and testing the suggested area of resistance at 37,600, lost its bullish momentum immediately after closing of first hour. While, fading out volumes put additional pressure to the slide, due to which none of the hourly candles were able to give a positive closing that helped the bears in dragging the index to an intra-day low of 37,339, just a little lower than our first suggested bearish target of 37,360. While closing of the session was at 37,382, with volumes from KSE100 Index clocking at 95.3 Million Shares, down by 29.4% from previous session. Now, the index is likely to remain choppy and continue its consolidation between a thin range of 37,050 & 37,700 for quite sometime, however, constant rejection from **Weekly Resistance Levels** would be keeping the recovery in check and transform profit taking into an aggressive bearish spell once again, as since **February 2019**, no weekly closing is witnessed above **Weekly Resistance Level 1** yet.

Expected Levels for the Session: Closing the session below 37,450 keeps bears on the front-foot with 37,290 – 37,260 as the first exposed range. This is where short term range bottom along-with 10-DMA support is lying and bears need to break this level on hourly closing basis in order to change the scenario from profit taking into aggressive selling and expose the critical support zone at 37,150 – 37,050, where bottom for the coming session is also expected. However, if volumes do not start rolling in, the support will be dragged to 36,680 – 36,530 area. **On The Upside....** Resistance at 37,650 – 37,770 area is becoming a string hurdle for the bulls and unless a session closing is seen above 37,870, the recovery is not expected to transform into any bullish reversal. While immediate resistance is seen at 37,560 – 37,630 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 41, 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
	37,269	37,155	36,972	37,566	37,749	37,863
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

**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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