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KSE-100 INDEX: Support Holds Amid Low Momentum

KSE100 – 78,444 (-83.29)



The KSE-100 index exhibited rangebound activity throughout the week, lingering below the short-term resistance trend line despite improved trading volumes. The RSI on the daily chart indicated subdued momentum with continued negative divergence. However, the index managed to sustain the key support level of 77,900, closing at 78,444.

The index remains above the 30- and 50-day moving averages, suggesting a cautious buying stance. A break above the short-term resistance range of 79,400 to 80,100 is needed for a bullish move. On the downside, key support levels are at 77,900, 77,300, and 76,248 points. Any closing below 76,248 would raise a red flag.

OGDC: Indecision Amid Ascending Channel

Oil & Gas Development Co. Ltd. (OGDC) – PKR 135.37



Despite improved weekly trading volume, the stock failed to test the key resistance level of 142.00, peaking at 138.40 and forming a spinning top candle on the weekly chart, indicating indecision. The RSI on the daily chart at 56.05, while the stock price holds above the 30- and 50-day moving averages.

The stock is trading within a short-term ascending channel, topping between 147.00 and 148.00. Immediate support levels are at 132.00 and 128.00, with major support between 120.35 and 118.80. We suggest a cautious with stock and a risk defined on closing below **118.00**.

PPL: Stock Struggles Below Averages

Pakistan Petroleum Limited. (PPL) – PKR 117.11



Throughout the week, the stock demonstrated lackluster activity, failing to sustain above its 30- and 50-day moving averages. However, on June 13, there is a gap between 114.90 and 116.12, highlighting an immediate support level. Additionally, medium-term trend line support around 112 is a key area to watch.

We recommend adopting a wait-and-watch approach until the stock manages to break either above the resistance or below the support trend line.

NCL: Testing Support with Upside Potential

Nishat Chunian Limited (NCL) – PKR 26.21



NCL is trading within a short-term descending channel, testing the lower trend with support from the 200-day SMA at 26.00. The stock recently peaked at 32.24. The last two sessions formed small doji candles, indicating waning selling pressure since May 14. The daily RSI is 35.70, down from a peak of 78.14, indicating oversold conditions.

We suggest accumulating NCL at the current level and on dips, with immediate support at 25.60 and a risk defined by a close below 24.60 (long-term bullish trend line). The immediate potential upside targets are 27.90, 28.90, and 29.90.

UBL: Correction in Play

United Bank Limited (UBL) – PKR 256.24



In our last weekly report, we anticipated a corrective move, which was evident throughout the week. The stock tested the 38.2% retracement level at 255.48, from the recent rally (June 10 low of 212.5 to June 21 high of 282.03), and closed at 256.24. This correction may continue to test the major support range between **247.28 and 239.08** (50% to 61.8% Fibonacci retracement). The corrective outlook would be invalidated with a close above 264.00.

FABL: Price, Volume & Momentum Harmony

Faysal Bank Limited (FABL) – PKR 52.44



The stock is currently in a robust bullish trend, closing above the 161.8% Trend-Based Fibonacci Extension level at 52.44 in the last session. Momentum is poised to persist into the upcoming sessions, targeting the shorter resistance trend line around 55.00, which aligns with the 200% Trend-Based Fibonacci Extension. A potential breakout above the short-term ascending channel, nearing the 56.00 level, could signal an opportunity for further advancement towards the next target at 63.35, representing the 261.8% Trend-Based Fibonacci Extension. Our recommendation is to maintain a positive outlook on the stock, with a risk defined by a close below **49.00**.

NRL: Caution Advised

National Refinery Limited (NRL) – PKR 265.48



TradingView

The stock has encountered persistent resistance near shorter moving averages, particularly the 30-day SMA, and has struggled to maintain above the 200-day SMA. The last closing approached the short-term bullish trend line, and a violation of this trend line could indicate potential downside towards the 252.5 level. If this level is breached, the next support to monitor would be at 225.6.

We advise caution with a recommendation to sell on strength in the stock. Any upward movement is likely to face resistance in the range of 275 (100SMA) to 277.00 (50SMA). Our bearish outlook would be reconsidered on a closing above the 277 level.

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