

2 December, 2024

KSE-100 INDEX: Extends Gains, Tests Key Fibonacci Resistance

KSE100 – 109,053.95 (+814.99)



The KSE-100 index extended its upward momentum for the seventh consecutive week, closing at a fresh high of 109,053, after testing an intraday peak of 109,478. This level aligns with the 327.20% Fibonacci extension, derived from: 27,046 (March 26, 2020), 48,976 (June 14, 2021), and 38,135 (January 23, 2023). Weekly volumes surged to 3.5 billion shares, up significantly from 2.3 billion shares in the previous week.

The daily RSI is testing a critical resistance at 85.06 for the third time since October. A breakout above this level is required to further strengthen the current trend. Looking ahead, immediate resistance at the 327.20% Fibonacci extension (109,403) and the ascending channel top near 110,900. A breakout above this critical range could pave the way for testing the 361.80% Fibonacci extension at 116,958. On the downside, immediate support lies at 108,346 (a gap from the last session), with critical support at 103,464.

We maintain a positive near-term outlook but suggest cautious profit-taking in the 109,400–110,900 range, particularly for short-term traders.

ATRL: Testing Key Resistance, Eyes Breakout

Attock Refinery Limited. (ATRL) – PKR 537.04



ATRL surpassed its short-term resistance trendline, forming a bullish green candle and testing a high of 550. However, the November high of 540 remains a key resistance level, capping the weekly close at 537.40. The weekly RSI improved to 71.91 from 65.59 last week, but the critical resistance at 73.59, tested multiple times since October 21, remains intact.

Looking ahead, the broader trend is bullish, with the stock trading within an ascending channel. Immediate resistance lies in the 540–570 range, requiring a break and sustained to hold above this level to target the channel top near 620–640. A breakout above the channel resistance could lead to the 261.8% Fibonacci extension level at 712, derived from key pivot points: 59.00 (March 30, 2020), 287.37 (June 14, 2021), and 114.35 (March 21, 2022).

We have adopted a cautiously positive outlook, while recommending waiting for a decisive break and sustained hold above 540-570 range. For long positions, risk should be defined with a closing level below 425. On the downside, immediate support levels are seen at 483 and 460.

OGDC: Sideways Trend with Key Levels in Focus

Oil & Gas Development Company Limited. (OGDC) – PKR 194.78



OGDC has exhibited a sideways trend over the past four weeks, following a breakout above the 2017 peak level of 191.33 on November 4. The stock tested a high of 203.25 on November 18, which has since acted as a strong resistance level, remaining unbroken in the last week. The formation of a spinning top candle on the weekly chart reflects market indecision.

Looking ahead, a breakout and sustained hold above 203.50 are essential to resume the upward trajectory, potentially targeting the critical resistance trendline at 215–220, which aligns with the February 2023 and February 2024 highs. On the downside, immediate support is identified at 191, with critical support at 184.50.

We maintain a positive outlook as long as the stock holds above 191. However, profit-taking is recommended near the 215–220 resistance range. Any long positions should define risk with a closing stop below 184.50.

PPL: Eyes Breakout Beyond Key Resistance

Pakistan Petroleum Limited. (PPL) – PKR 174.57



PPL maintained its bullish momentum, continuing its upward trajectory to test the adjusted all-time high of 179.73, recorded in March 2014. However, profit-taking at higher levels capped gains, leading to a weekly close at 174.57. The weekly RSI improved to 80.22 from 77.98 last week but remains below the December 2023 peak of 84.32, suggesting room for further upside. Weekly volumes remained steady at 39.3 million, slightly higher than the previous week's 38.5 million.

The stock continues to trade within a bullish ascending channel. A decisive breakout and hold above the 180 level are necessary to target the channel top near 218. We maintain a near-term positive outlook, with this view contingent on the stock holding above the 162 level on a weekly basis.

PSO: Channel Top in Focus Amid Bullish Run

Pakistan State Oil Company Limited. (PSO) – PKR 302.79



PSO extended its bullish momentum for the seventh consecutive week, holding above the all-time high of 291.11 (March 2008). Early in the week, the stock tested the ascending channel top, registering a high of 313.85. However, profit-taking near the channel top limited gains, resulting in a weekly close at 302.79. The weekly RSI improved to 85.62 from 84.52 last week but remains capped below the critical recent peak of 85.91 (December 2023).

Looking ahead, the projected resistance range of 310–320 remains a key level to watch. A sustained breakout above this range could pave the way for the 161.8% Fibonacci extension target at 357.60, derived from the February 2021 high of 262.00 and the May 2023 low of 98.80. On the downside, immediate support lies at 286 (last week’s low), followed by the key breakout level of 291.

We maintain a cautious near-term outlook and recommend profit-taking on strength unless a decisive breakout above the resistance range is achieved.

SNGP: Regains Momentum with Bullish Outlook

Sui Northern Gas Pipelines Limited. (SNGP) – PKR 93.75



After a five-week consolidation phase, SNGP regained momentum for the second consecutive week, closing at 93.75. The stock continues to trade within a bullish ascending channel, with an initial target at the 50% Fibonacci retracement level of 105.20 (derived from the 2017 high of 185.00 to the 2022 low of 25.40). A decisive break and hold above 105.50 could pave the way for a move toward the channel top in the 112–115 range.

The weekly RSI improved to 74.36, still below the January 2024 peak of 79.38, suggesting room for further upside. Weekly volumes also surged significantly to 42.78 million shares compared to 28.49 million shares in the previous week, reinforcing bullish momentum.

We maintain a near-term positive outlook, with upside potential targeting 105.50 and the 112–115 range, while defining risk on a weekly close below 85. Immediate downside support is at 91.00, followed by 88.50.

MCB: Ascends within Bullish Channel

MCB Bank Limited. (MCB) – PKR 287.06



MCB broke out of a seven-week consolidation phase on November 18, decisively moving above the key 260 level. The stock has since maintained its bullish momentum over the past four consecutive trading weeks, registering a high of 295.40 before closing at 287.06. During this period, it tested the 78.6% Fibonacci retracement level at 292.49 (derived from the February 2015 high of 343.00 and the January 2023 low of 106.99). Trading volumes have shown a significant buildup, further supporting the bullish sentiment.

Looking ahead, the broader trend is bullish, with the stock moving within an ascending channel. A decisive break and hold above the 296 level are required to sustain upward momentum, targeting 343, which represents 100% retracement and aligns with the channel's top.

We suggested a positive outlook for the stock, contingent on a sustained break above the 296 level. On the downside, immediate support is at 276.30, followed by 260.00.

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