

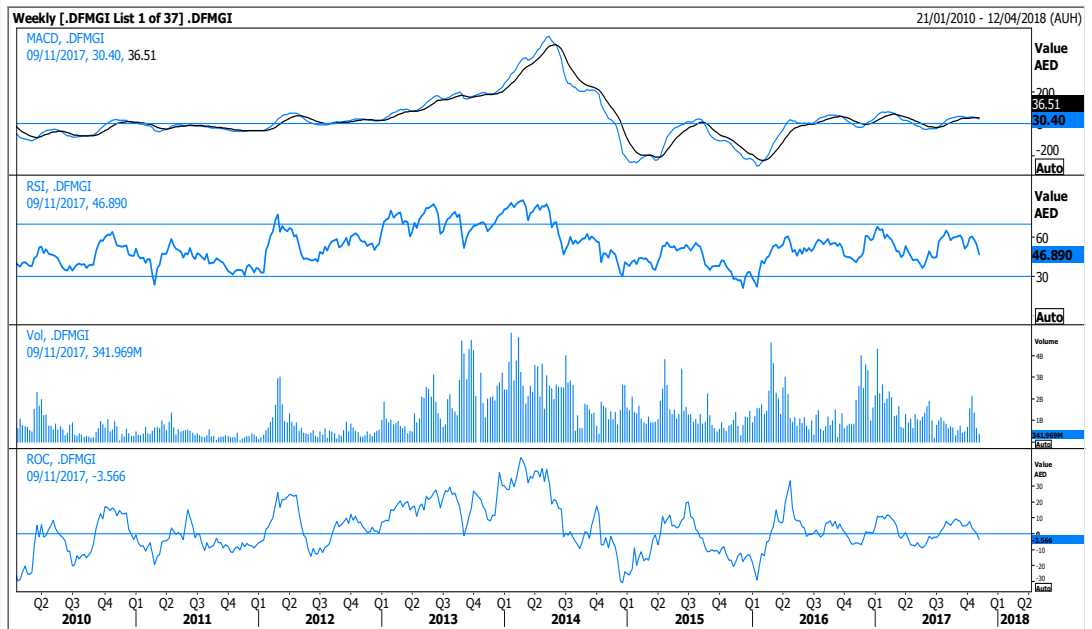
In this Report...

DFM Index.....	1
DIB.....	2
DSI.....	2
UPRO.....	3
EMAAR Malls.....	3

Dubai Financial Market

DFM General Index <.DFMGI> closed at 3,544.08. Selling was pronounced since the failure of the market to overcome the resistance level at 3,685 point. This downward pressure could more likely continue and lead to a more bearish move towards 3,465 point (near 50% level of the Fibonacci Retracements from 3,265 point-3,685 point). On the other side, some short-term buying activity could be seen as part of a natural correction after a steep move down but not expected to be sharp, knowing that the nearby resistance levels are located at 3,600 point, 3,620 point and 3,650 point but only above 3,685 point would change the picture. Daily and weekly RSI indicators are looking negative at present.

Medium-term and long-term investors who would like to stay in the market can do so with a stop-loss below 3,540 point and 3,500 point, respectively.



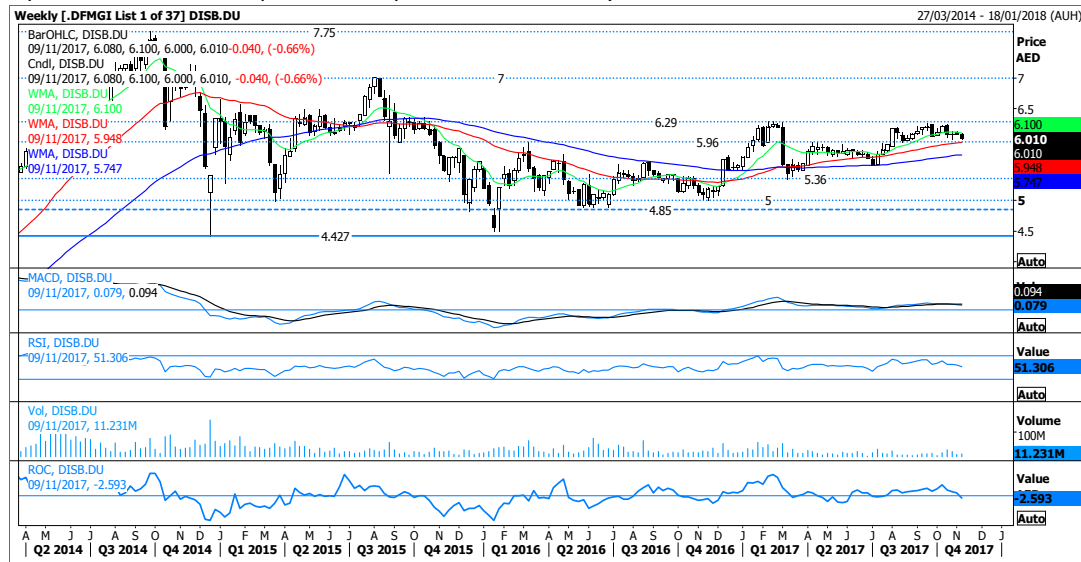
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Dubai Islamic Bank

Reuters Ticker: <DISB.DU>

Price closed at AED6.010. The high of this year at AED6.290 remains an obstacle and arrested additional strength. The stock has been trading within the range of AED5.960-AED6.290 for almost two months, awaiting a fresh signal, knowing that a fall below AED5.960 would delay any upward potential and trigger AED5.570. However, managing to print a close above AED6.290 would confirm a positive continuation pattern and promote the next layer at AED7.000.



RSI	51.306
MACD	0.094
ROC	-2.593
M10	6.100
M50	5.950
M100	5.750
S1	5.960
S2	5.570
S3	5.360
R1	6.290
R2	7.000
R3	7.750

Drake & Scull International

Reuters Ticker: <DSI.DU>

Price closed at AED1.860. The stock lost its upward potential but remains above MAs and the support level at AED1.720. However, further attempts to inch upwards cannot be neglected, while a jump over AED2.290 would call for a re-test of the strong resistance level at AED2.660. On the counter side, a dip below AED1.720 will most likely lead to the support area at AED1.430-AED1.320 but a fall below this would bring back to focus all-time low at AED1.164.



RSI	57.104
MACD	0.002
ROC	16.834
M10	1.790
M50	1.700
M100	1.817
S1	1.720
S2	1.320
S3	1.164
R1	2.130
R2	2.290
R3	2.660

Union Properties Reuters Ticker: <UPRO.DU>

Price closed at AED0.877. Although the current signal is bearish, the stock continues to move within its 20-months ascending trend line. However, the negative move could continue on the coming period towards the horizontal line at AED0.770 but a sudden fall below this could deepen the negative tone to AED0.620. On the positive side, a break above AED1.035 will target AED1.130 but only a firm close above this would confirm a positive continuation pattern and promote AED1.286 and AED1.390.



RSI	47.343
MACD	-0.009
ROC	-3.094
M10	0.880
M50	0.910
M100	0.866
S1	0.770
S2	0.620
S3	0.550
R1	1.035
R2	1.130
R3	1.286

Emaar Malls Reuters Ticker: <EMAA.DU>

Price closed at AED2.280. The stock continues to inch down as it moves within its more than 2-years descending trend line, unable to establish a new bull trend. However, some short-term buying momentum might take place due to the oversold status of the RSI indicators, knowing that the nearby resistance levels are located at AED2.380 and AED2.500, while above this would be the first positive sign. On the other side, further slippage could call for a re-test of last year low at AED2.020.



RSI	31.780
MACD	-0.062
ROC	-8.434
M10	2.340
M50	2.466
M100	2.563
S1	2.230
S2	2.020
S3	1.900
R1	2.380
R2	2.500
R3	2.700

Definitions

Technical Analysis: Aims to identify the direction of prices and reveal any indication of possible changes as soon as possible, so it can be used as much as possible in making buying and selling decisions in the most appropriate time in order to minimize risk and maximize profits.

Trend: The general direction of a market or of the price of an asset.

Resistance: A chart point or range that caps an increase in the level of a stock or index over a period of time.

Support: The price level which, historically, a stock has had difficulty falling below. It is thought of as the level at which a lot of buyers tend to enter the stock.

Breakout: A signal that prices are beginning to trend, either upward or downward.

Bull: An investor who thinks the market, a specific security or an industry is likely to rise.

Bear: An investor who thinks the market, a specific security or an industry is likely to decline.

Channel: is two parallel trend lines either rising or declining.

Consolidation Area: is a sideways movement in prices that interrupts or reverse a trend.

Moving Average (MA): The most common applications of MAs are to identify the trend direction and to determine support and resistance levels.

MACD (Moving Average Convergence-Divergence): A trend-following momentum indicator that shows the relationship between two moving averages of prices.

Relative Strength Index: A technical momentum indicator (ranges from 0 to 100) that compares the magnitude of recent gains to recent losses in an attempt to determine overbought and oversold conditions of an asset.

Overbought: A situation in which the price of a security has risen to such a degree that an oscillator has reached its upper bound. This is generally interpreted as a sign that the price of the asset is becoming overvalued and may experience a pullback.

Oversold: A situation in which the price of a security has fallen to such a degree that an oscillator has reached its upper bound. This is generally interpreted as a sign that the price of the asset is becoming undervalued and may represent a buying opportunity for investors.

Fibonacci: A term refers to areas of support or resistance and to help identify strategic places for transactions to be placed, target prices or stop losses.

On Balance Volume (OBV): is a simple running total of up day (added) and down day (subtracted) volume. If OBV is moving with price, it confirms the current trend. Divergences between OBV and price indicates the price may be due for a reversal.

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