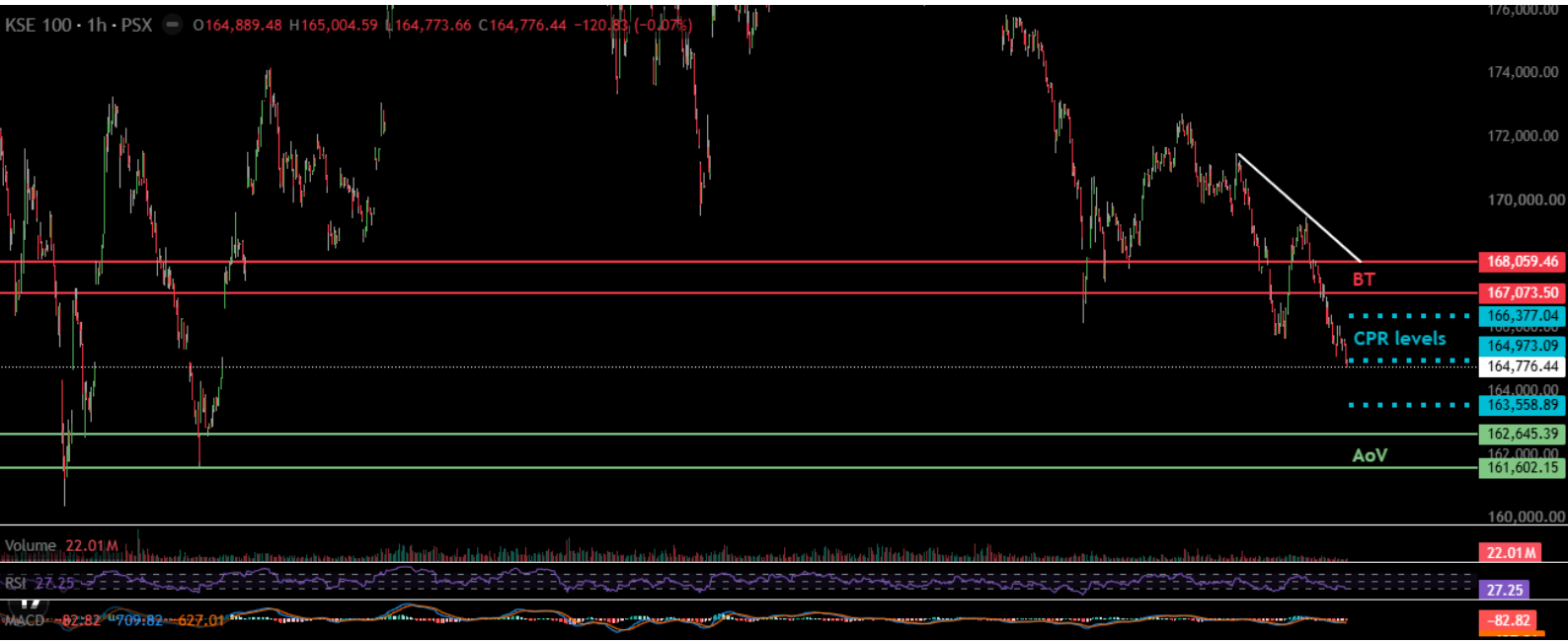
14 October 2026, Wednesday



Technical Review ~ KSE-100 ~ Hourly chart

The chart displays a **short-term downtrend structure** showing index is sloping down, making **lower highs** (LH) and **lower lows** (LL). Currently the market is closed at **164,776**, just below **middle band** (MB) of CPR at **164,975** **(decisive level)** and has made a new **(LL).** The index must break and sustain above **breakout trajectory** (BT) between **167,075** and **168,060** to come out from current bearish setup. Right now a clear **white diagonal line** is acting as a **major trendline resistance** at **168,060**. If the index breaks above **upper band** (UB) of CPR at **166,380** then it will come to retest that level to make another **(LH).**

Currently the index is going down to retest **lower band** (LB) of CPR at **163,560** to take support, while the **area of value** (AoV) between **162,645** and **161,600** is acting as **dynamic support level** of the current setup. The index must sustain above **(AoV)** for an **aggressive bounce** or reversal of short –term bearish momentum.

Volume: 22 MN**,** is higher than previous candle showing strong participation at lower side, indicating heavy selling pressure from traders.

RSI: is currently sitting at **27.25**, which places the market in deeply **oversold territory (<30).** This suggests selling pressure is overextended, signalling in strong momentum trends, an oversold RSI can drag lower before an **aggressive pullback** occurs.

MACD: the MACD is still below signal line and sloping down towards historical **pullback value** around **-900**. Histogram is negative but small bars show that current **bearish momentum is weakening**, hinting pullback or **short-term recovery** is expected in near term.

Suggestion: Avoid to take **short entry** at this level as RSI is **deeply oversold** and bearish MACD is weakening. **Take long position** at support levels (LB of CPR and AoV) mentioned. Technically it is mostly observed that **liquidity sweep** lies below breakdown of a **pennant or a wedge**. Trail stop loss of **1% to 2%** of RRR.