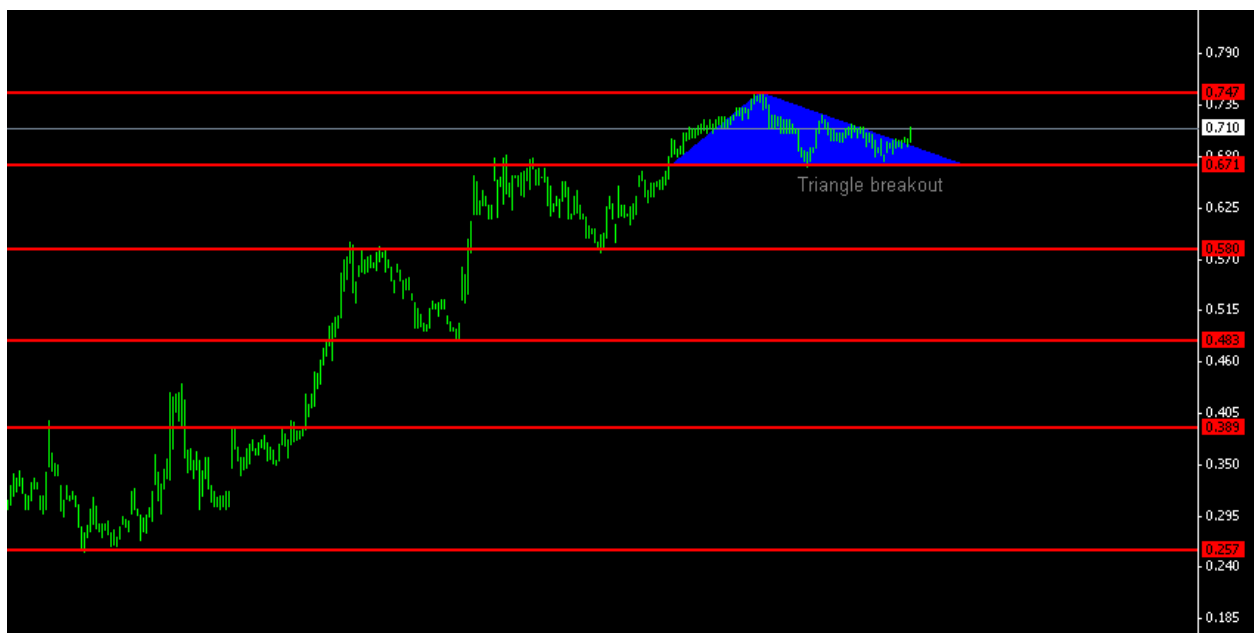


Technical Analysis

December 4th 2012

SIF Muntenia – SIF4



Intraday bias for SIF4 titles remains on the upside, as the titles continued their rally after a short period of consolidation. The price extended since the beginning of 2012 to as high as 0.747 so far, and further rise could still be seen, the retest of this area being expected in the following period.

The upper trendline of the triangle pattern formed in the last weeks was broken, which could indicate a possible bullish momentum.

In the case in which 0.747 resistance will be broken and retested, we expect upside movements to be continue, being limited in the first phase at 0.80, round number.



SIF4 titles recorded this year a steady upwards trend, the price being sustained by 50 and the 100 simple moving averages (SMA), which are now confirmed as a strong dynamic area of support. The SMA50, indicating the medium term potential, stood all year above the SMA100, confirming the bullish bias. The breakout of the triangle pattern was confirmed also by the RSI indicator, which passed above its 50 level, after a divergence formed in the last weeks.

The ADX indicator also suggests a continuation of the trend, with the +DI crossing above the -DI.



In the bigger picture, SIF4 titles are in a steady uptrend, despite the recent correction occurred in Q4 2012. The bias remains on the upside and current rally should extend to 0.85 area, representing the projection of the last 2 upward waves. Currently, the price is approaching the year's high, at 0.75. In the case of a breakout of this area, we can expect the price to rally to 0.80 level and 0.85 projection point.

- SIF4 trade plan -

Our recommendation: BUY positions above 0.70 level with targets at 0.80 and 0.85 levels.