Standard Capital
Securities (Pvt) Ltd

Technical Note

NOTE PREPARED · 05 AUG 2026

FATIMA Fatima Fertilizer Company Ltd.

PSX · DAILY

Close · Wed 5 Aug 2026: **165.63** · **+5.19%** vs prior session (2026-08-04) · a trendline breakout the analyst is watching for continuation toward the levels above.

THE SETUP

The analyst identifies a breakout above the trendline resistance that had capped FATIMA, a shift the analyst reads as a positive change in technical momentum. The zone the analyst is watching sits at **PKR 165.16–166.10**, with a confirmed hold above the trendline, not the first touch, marking the change the analyst describes. On the upside, the analyst identifies further structural levels at **PKR 171.15**, **PKR 175.25**, and **PKR 181.25**, provided the breakout remains intact. The level below which the analyst's read no longer holds is **PKR 150.30**. The chart poses the question of whether price builds on the trendline breakout toward those overhead levels, or slips back through the zone and the trendline it just cleared.

LEVELS IN FOCUS

Third overhead level — **181.25**
The furthest structural level the analyst identifies, provided the breakout remains intact

Second overhead level — **175.25**
The next structural level the analyst is watching above 171.15

First overhead level — **171.15**
The nearest overhead level the analyst identifies following the breakout

Breakout zone — **165.16-166.10**
The range the analyst is watching following the trendline breakout

Invalidation level — **150.30**
The level below which the analyst's breakout read no longer holds

WHAT TECHNICIANS WATCH FROM HERE

- **165.16-166.10 is the zone the analyst is watching**: whether price holds this range on a close, rather than a single touch, is the next signal following the trendline breakout.
- **171.15 is the nearest overhead level the analyst identifies**: whether price presses toward it is what the continuation read asks for next.
- **175.25 and 181.25 are the further levels the analyst identifies**: they become relevant reference points if momentum carries above 171.15 and the breakout remains intact.
- **150.30 is the level below which the analyst's read no longer holds**: a close below it would indicate the breakout has failed and the setup needs to be reassessed.

GENERAL CONCEPT · EDUCATION, NOT A VIEW ON THIS STOCK

FATIMA Surges Above Key Resistance, Confirming Bullish Continuation

A trendline resistance breakout refers to price moving above a line drawn across a series of declining highs, a line that has previously capped rallies. As long as each successive high sits below the last, the trendline slopes downward and acts as a ceiling: every time price approaches it, sellers have historically stepped in. When price finally closes above that line, technicians read it as a signal that the balance between buyers and sellers has shifted, since the pattern of lower highs that defined the downtrend has been broken. The distinction between a touch and a confirmed close matters here: a single wick through the line can be a false signal, while a sustained close above it carries more weight. Traders typically also watch whether price holds above the broken trendline on a pullback, since a former resistance line that now acts as support reinforces the breakout read. The technique is a way of using the shape of prior price action, rather than a single data point, to judge whether momentum has genuinely changed direction.