

## Technical Analysis – Kuwait Stock Exchange

18-April-2016

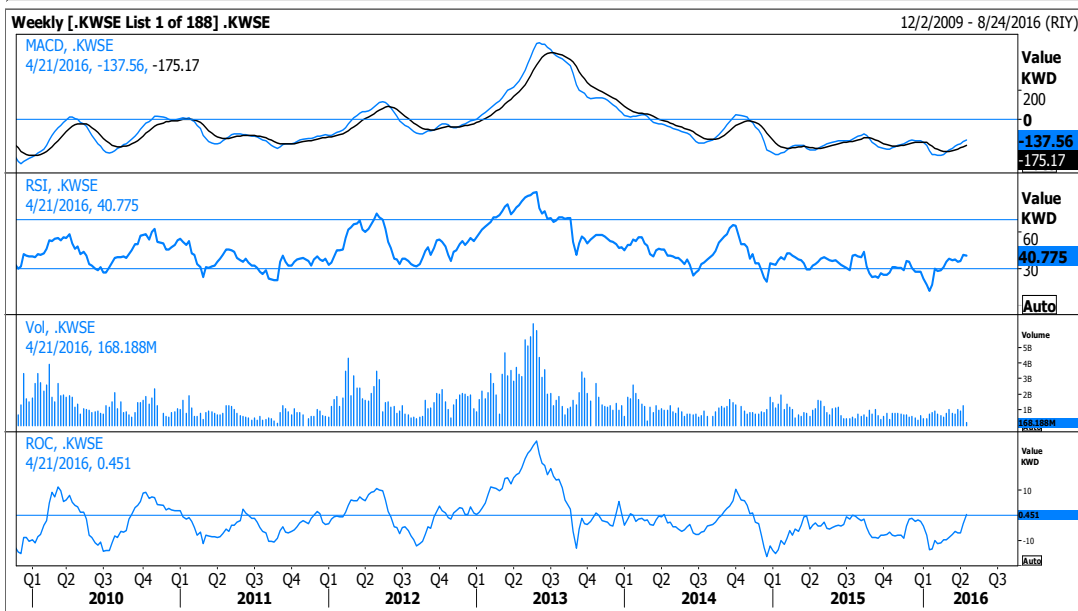
## Kuwait Stock Exchange

## In this Report...

<i>Kuwait Index</i> .....	1
<i>KFH</i> .....	2
<i>NBK</i> .....	2
<i>Jazeera</i> .....	3
<i>ZAIN</i> .....	3

**Kuwait Stock Exchange Price Index <.KWSE> closed at 5,289.68.** Although the market continues to move above its 10-weeks MA and the support line at 5,180 point, but needs to jump over the tiny resistance line at 5,320 point to enhance further buying momentum towards 5,400 point before 5,450 point and 5,550 point. However, a firm close above 5,550 point would shift the trading range to 5,550 point-5,816 point. On the counter side, only a dip back below the horizontal level at 5,180 point would increase the downside risk of re-visiting 5,100 point and maybe 5,000 point. Both weekly and daily RSI indicators are currently looking neutral.

*Medium-term investors can stay in the market but should be aware if the index closes below 5,180 point, while the long-term investors can only enter above 5,700 point.*



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Reuters Ticker: <KFIN.KW>

[illegible]

RSI	50.618
MACD	-18.9
ROC	8.624
M10	0.475
M50	0.490
M100	0.540
S1	0.465
S2	0.430
S3	0.395
R1	0.495
R2	0.535
R3	0.550

Reuters Ticker: <NBKK.KW>

**Weekly [KWSE List 1 of 188] NBKK.KW** 9/14/2011 - 7/20/2016 (R1Y)

**Price**  
Kwf  
900  
850  
800  
750  
700  
650  
600  
550  
500  
450  
400  
350  
300  
250  
200  
150  
100  
50  
0

**Value**  
37.669  
Auto

**Volume**  
2.727M  
Auto

**Value**  
-25.6  
-26.8

**Value**  
Kwf  
-6.351  
Auto

4/21/2016, 680.0, 680.0, 660.0, 660.0, -20.0, (-2.94%)  
WMA, NBKK.KW  
4/21/2016, 678.8  
WMA, NBKK.KW  
4/21/2016, 728.8  
WMA, NBKK.KW  
4/21/2016, 768.3  
4/21/2016, 768.3  
910  
620  
570  
RSI, NBKK.KW  
4/21/2016, 37.669  
Vol, NBKK.KW  
4/21/2016, 2.727M  
MACD, NBKK.KW  
4/21/2016, -26.8, -25.6  
ROC, NBKK.KW  
4/21/2016, -6.351

2011 2012 2013 2014 2015 2016

RSI	37.669
MACD	-25.6
ROC	6.842
M10	0.680
M50	0.730
M100	0.770
S1	0.660
S2	0.640
S3	0.620
R1	0.680
R2	0.725
R3	0.750

## Jazeera Airways Co.

Reuters Ticker: &lt;JAZK.KW&gt;

**Price closed at KWD0.890.** The close above the support level at KWD0.850 is a positive sign but the stock should escape out of the trading range between KWD0.850-KWD0.910 to give a brighter signal. However, the horizontal line at KWD0.850 should prevent a fall back to KWD0.800 and maybe KWD0.770, while the bulls are required to show a cross over KWD0.910 to anticipate a move up towards an initial target at KWD0.960.



RSI	54.622
MACD	-7.2
ROC	8.537
M10	0.880
M50	0.870
M100	0.880
S1	0.850
S2	0.800
S3	0.770
R1	0.910
R2	0.960
R3	1.000

## Mobile Telecommunications Co. (ZAIN)

Reuters Ticker: &lt;ZAIN.KW&gt;

**Price closed at KWD0.350.** No signs of trending at present as the stock is range-bound between KWD0.320-KWD0.385 since late October. A break above the tiny resistance line at KWD0.360 would increase the probability for a re-test of KWD0.385 but it is clear that the price needs to print a firm close above this to promote KWD0.405 and KWD0.440. On the other side, losing KWD0.320 is not favored but if happens would trigger KWD0.300.



RSI	43.013
MACD	-11.0
ROC	4.478
M10	0.355
M50	0.395
M100	0.420
S1	0.340
S2	0.320
S3	0.300
R1	0.360
R2	0.385
R3	0.405

## 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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