

## Technical Analysis – Kuwait Stock Exchange

19-October-2015

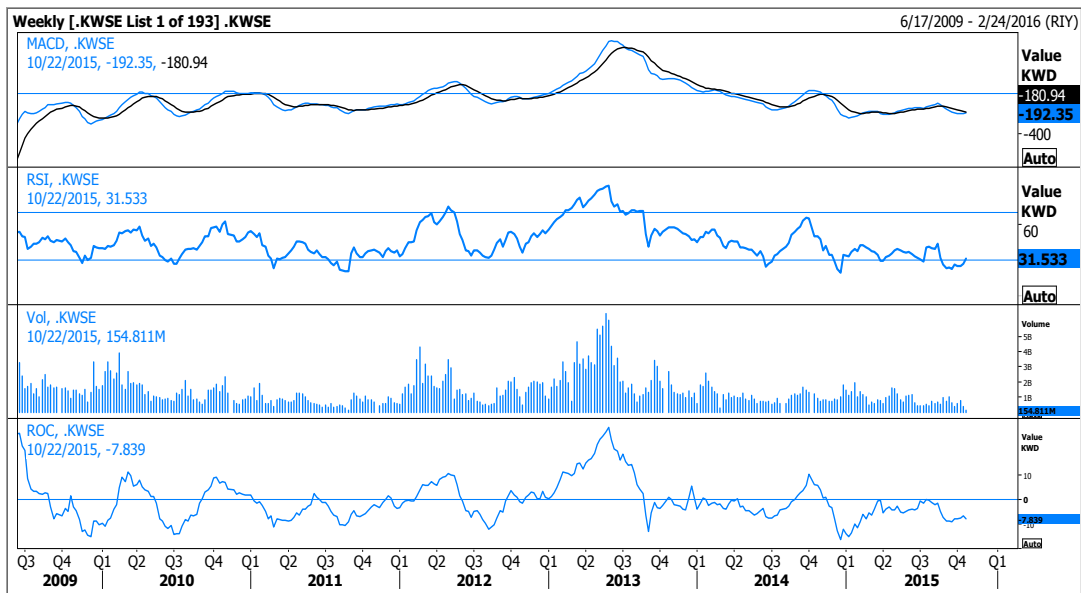
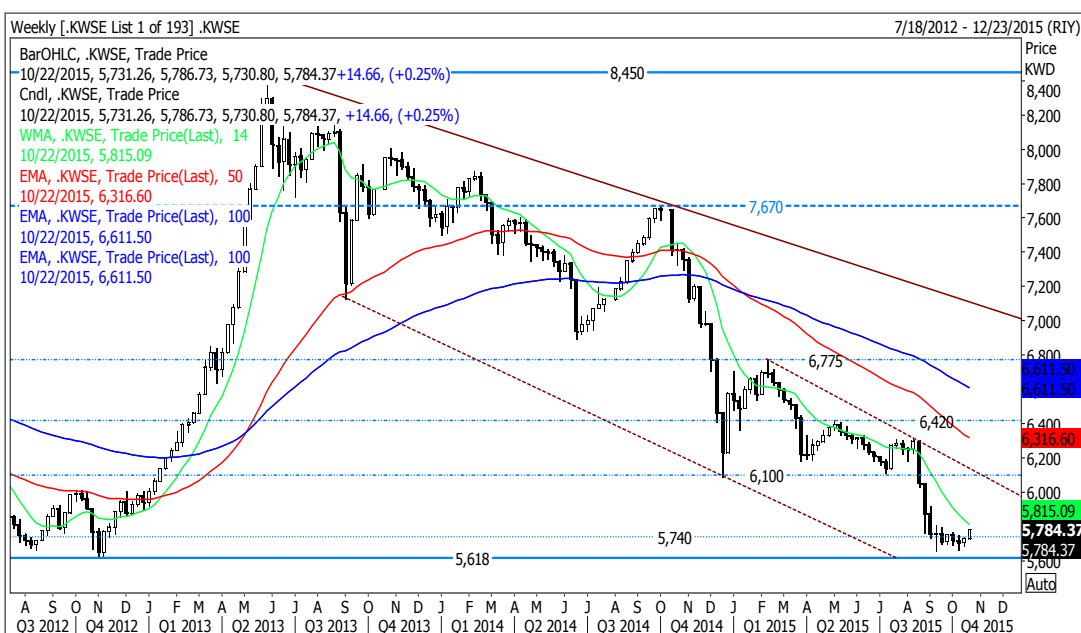
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## Kuwait Stock Exchange

**Kuwait Stock Exchange Price Index <.KWSE> closed at 5,784.37.** Eyes now have shifted towards the resistance level at around 5,800 point, while a close above this should be enough to attract further buying potential towards 5,900 point (38.2% level of the Fibonacci Retracement from 6,300 point-5,650 point) and maybe to 6,000 point (50% level). However, the current positive status of both weekly and daily RSI indicators is suggesting that additional strength is underway. On the counter side, it is still believed that a fall below the critical support level at 5,618 point (low of year 2012) would delay any positive move and re-instate the negative tone towards an initial level at 5,300 point.

Short-term investors are still advised to stay in the market as long as the index is holding a close above 5,618 point, while medium-term and long-term investors can enter the market only above 5,800 point and 6,300 point, respectively.



**Faisal Hasan, CFA**  
*Head - Investment Research*  
 +(965) 2233 6907  
[faisal.hasan@kamconline.com](mailto:faisal.hasan@kamconline.com)

**Raed Diab**  
*Vice President*  
+(965) 2233 6908  
[raed.diab@kamconline.com](mailto:raed.diab@kamconline.com)

Reuters Ticker: <ABKK.KW>

[illegible]

RSI	54.293
MACD	-11.40
ROC	-1.351
M10	0.340
M50	0.360
M100	0.390

S1	0.345
S2	0.320
S3	0.305
R1	0.390
R2	0.415
R3	0.445

Reuters Ticker: <KIBK.KW>

**Weekly KIBK.KW** 12/22/2010 - 1/20/2016 (R1Y)

**Price**  
**KWF**  
**300**

10/22/2015, 232.0, 232.0, 230.0, 232.0, N/A, N/A  
 CndI, KIBK.KW |  
 10/22/2015, 232.0, 232.0, 230.0, 232.0, N/A, N/A  
**WMA, KIBK.KW**  
 10/22/2015, 230.6  
**WMA, KIBK.KW**  
 10/22/2015, 241.7  
**WMA, KIBK.KW**  
 10/22/2015, 262.8

**MACD, KIBK.KW**  
 10/22/2015, -6.8, -7.5

**RSI, KIBK.KW**  
 10/22/2015, 38.279

**Vol, KIBK.KW |**  
 10/22/2015, 115,952.0

**ROC, KIBK.KW**  
 10/22/2015, -4.132

**Auto**  
**Value**  
**KWF**  
**-6.8**  
**Auto**

**Auto**  
**Value**  
**38.279**  
**Auto**

**Auto**  
**Volume**  
**115,952.0**  
**Auto**

**Auto**  
**Value**  
**-4.132**  
**Auto**

RSI	38.279
MACD	-7.50
ROC	-4.132
M10	0.230
M50	0.240
M100	0.260
S1	0.224
S2	0.204
S3	0.182
R1	0.238
R2	0.250
R3	0.270

## Al Enmaa Real Estate Co.

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

**Price closed at KWD0.062.** The stock could not fall below the strong support line at KWD0.051, posting a temporarily low of KWD0.054 before rebounding up. A jump above the horizontal line at KWD0.064 would shift the trading range from KWD0.054-KWD0.064 to KWD0.064-KWD0.069, while above this would promote KWD0.075. On the negative side, a fall below the tiny support level at KWD0.060 would allow a re-test of KWD0.054.



RSI	44.681
MACD	-2.70
ROC	-7.463
M10	0.061
M50	0.064
M100	0.072
S1	0.060
S2	0.054
S3	0.051
R1	0.069
R2	0.075
R3	0.097

## National Real Estate Co.

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

**Price closed at KWD0.084.** Continues failure to dip below the recent low at KWD0.075 has pushed the price upwards along with the recovery of both weekly and daily RSI indicators from the oversold territory. Another sign of improvement would develop once the stock breaks above KWD0.085, which should then lead to a gradual move towards KWD0.097. However, below KWD0.075 would trigger KWD0.060 and maybe to KWD0.048.



RSI	40.065
MACD	-9.30
ROC	-9.072
M10	0.081
M50	0.097
M100	0.114
S1	0.075
S2	0.060
S3	0.048
R1	0.085
R2	0.097
R3	0.116

## 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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**KAMCO Investment Company - K.S.C. (Public)**

Al-Shaheed Tower, Khalid Bin Al-Waleed Street- Sharq

P.O. BOX : 28873, Safat 13149, State of Kuwait

Tel: (+965) 1852626 Fax: (+965) 22492395

Email : [Kamcoird@kamconline.com](mailto:Kamcoird@kamconline.com)

Website : <http://www.kamconline.com>