

Technical Analysis – Kuwait Stock Exchange

07-January-2016

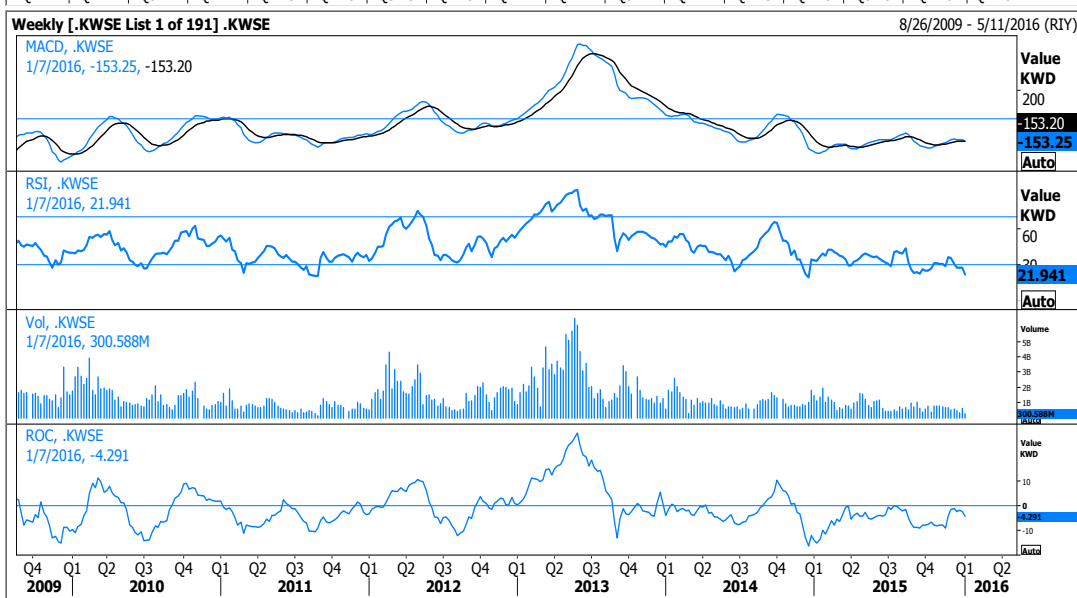
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Kuwait Stock Exchange

Kuwait Stock Exchange Price Index <.KWSE> closed at 5,475.15. The fall below the critical support level at 5,618 point triggered additional weaknesses, as was expected, while further downward move cannot be ruled out on the coming period as the index continues to move within its negative trend channel. No reversal pattern has been spotted on the weekly chart and the next defense line comes at 5,400 point before 5,300 point. On the counter side, some short-term buying momentum could emerge due to the oversold status of the RSI indicators but only a sustainable close above the resistance area at 5,618 point-5,660 point would decrease the downside risk and bring back to focus the horizontal line at 5,816 point.

Medium-term and long-term investors can enter the market once the index closes above 5,660 point and 6,100 point, respectively.



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Agility Public Warehousing Co.

Reuters Ticker: <AGLT.KW>

Price closed at KWD0.445. The stock was under increasing downside pressure and we could see another dip towards the support zone at KWD0.425-KWD0.400, given its continuous close below its MAs. However, some upward momentum could emerge near that area. On the counter side, back above the resistance line at KWD0.495 is needed to alleviate the negative tone and refocus attention on the resistance area at KWD0.550-KWD0.570.



RSI	26.855
MACD	-46.2
ROC	7.183
M10	0.500
M50	0.585
M100	0.660
S1	0.425
S2	0.400
S3	0.380
R1	0.495
R2	0.550
R3	0.580

Oula Fuel Marketing Co.

Reuters Ticker: <OULA.KW>

Price closed at KWD0.108. The stock has been moving within a tight range of KWD0.106-KWD0.120 for the last four months, unable to break below or above the contracting lines. Although the stock is currently located in the negative territory but an escape out of that zone is needed to anticipate the next move, knowing that a dip below KWD0.106 would trigger KWD0.096. However, gaining momentum above KWD0.120 would confirm a jump towards KWD0.140.



RSI	40.841
MACD	-2.4
ROC	0.000
M10	0.112
M50	0.114
M100	0.125
S1	0.106
S2	0.096
S3	0.090
R1	0.120
R2	0.140
R3	0.164

Reuters Ticker: <SREK.KW>

Weekly [KWSE List 1 of 191] SREK.KW 9/15/2010 - 4/20/2016 (191)

Price

1/7/2016, 350.0, 370.0, 325.0, 370.0, +20.0, (+5.71%)
 CndI, SREK.KW
 1/7/2016, 350.0, 370.0, 325.0, 370.0, +20.0, (+5.71%)
 WMA, SREK.KW
 1/7/2016, 342.4
 WMA, SREK.KW
 1/7/2016, 339.1
 WMA, SREK.KW
 1/7/2016, 351.3

MACD, SREK.KW
 1/7/2016, 3.9, -2.6

RSI, SREK.KW
 1/7/2016, 72.347

Vol, SREK.KW
 1/7/2016, 32,520.0

ROC, SREK.KW
 1/7/2016, 15.625

Price
 370.0
 370.0
 351.3
 342.4
 339.1
 280
 240

Value
 3.9
 2.6

Volume
 72,347
 KWf
 Auto
 32,520.0
 15.625
 KWf
 Auto

Q4 2010 Q1 2011 Q2 2011 Q3 2011 Q4 2011 Q1 2012 Q2 2012 Q3 2012 Q4 2012 Q1 2013 Q2 2013 Q3 2013 Q4 2013 Q1 2014 Q2 2014 Q3 2014 Q4 2014 Q1 2015 Q2 2015 Q3 2015 Q4 2015 Q1 2016

RSI	72.347
MACD	-2.6
ROC	15.625
M10	0.340
M50	0.340
M100	0.350
S1	0.350
S2	0.325
S3	0.300
R1	0.375
R2	0.405
R3	0.430

Reuters Ticker: <ZAIN.KW>

Weekly [KWSE List 1 of 191] ZAIN.KW 11/2/2011 - 3/30/2016 (R1Y)

The chart displays the weekly price movement of ZAIN.KW from November 2, 2011, to March 30, 2016. The price is shown as a black candlestick chart. Several moving averages are plotted: a red line for the 5-day EMA, a green line for the 10-day EMA, a blue line for the 20-day WMA, and a purple line for the 30-day WMA. The price shows a general downward trend with a significant dip in early 2015 followed by a recovery. The volume is shown as a blue bar chart at the bottom. The RSI is a blue line fluctuating around the 50 level. The MACD is a blue line with a green signal line. The ROC is a blue line showing percentage changes.

Indicator	Value
BarOHLCL, ZAIN.KW	1/7/2016, 355.0, 360.0, 345.0, 345.0, -5.0, (-1.43%)
CndI, ZAIN.KW	1/7/2016, 355.0, 360.0, 345.0, 345.0, -5.0, (-1.43%)
EMA, ZAIN.KW	1/7/2016, 429.9
EMA, ZAIN.KW	1/7/2016, 364.4
WMA, ZAIN.KW	1/7/2016, 468.2
MACD, ZAIN.KW	1/7/2016, -23.7, -24.6
RSI, ZAIN.KW	1/7/2016, 30.878
Vol, ZAIN.KW	1/7/2016, 3.299M
ROC, ZAIN.KW	1/7/2016, -13.750

RSI	30.878
MACD	-24.6
ROC	-13.750
M10	0.430
M50	0.360
M100	0.470
S1	0.335
S2	0.320
S3	0.310
R1	0.360
R2	0.380
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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