

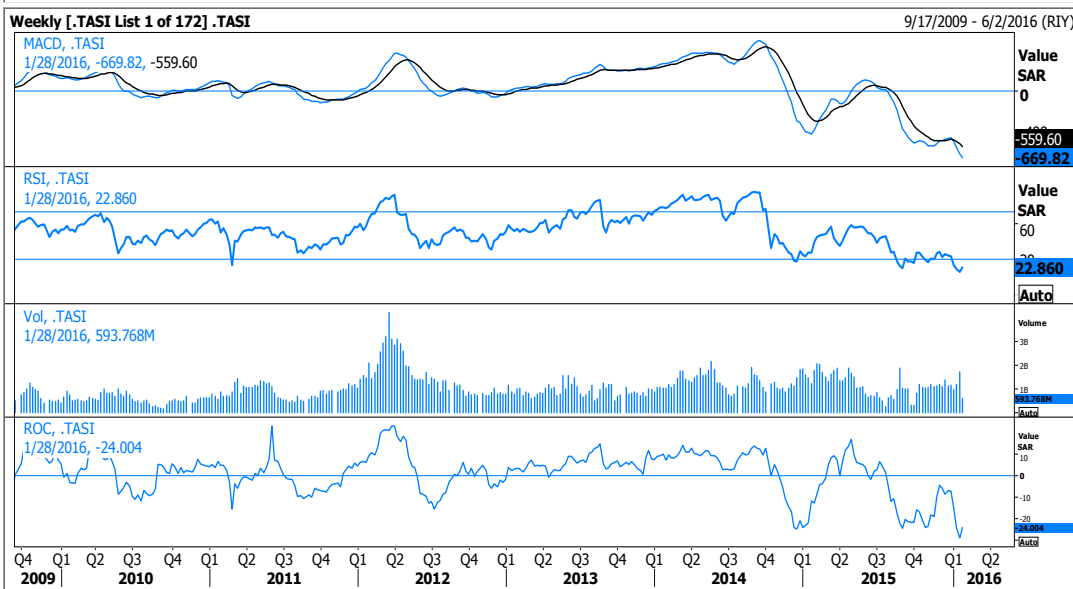
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### Saudi Stock Exchange

**Tadawul All Share Index <.TASI> closed at 5,610.45.** The market witnessed a brief recovery after a steep downward move, while further attempts to inch upwards cannot be ruled out on the short-term period. Overhead resistance lines are intense as we have 5,850 point, 6,200 point and 6,400 point; however, a jump over the last level is required to decrease the downside level and open the space for 7,000 point. On the counter side, the horizontal line at around 5,200 point is considered to be a strong support line, while a sustainable close below there would be enough to anticipate a deeper bearish move, knowing that the nearby support levels come at 5,000 point, 4,800 point and 4,550 point. Both weekly and daily RSI indicators are currently looking neutral, but continues to reside in the oversold territory.

Short-term investors can enter the market at levels near 5,200 point, while medium-term and long-term investors can do so only above 6,400 points and 7,600 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)

## Saudi Basic Industries Corp.

Reuters Ticker: &lt;2010.SE&gt;

**Price closed at SAR64.00.** The break below the support line at SAR70.25 increased the downside pressure along with its move below all MAs and within a descending trend line. The stock found a support line at SAR59.50 (slightly above the horizontal line at SAR55.25) before seeing some relief, while re-gaining momentum above SAR70.25 would increase the probability of moving further up towards SAR78.50 and SAR84.00. However, only a dip below SAR55.25 would trigger SAR50.00.



RSI	30.337
MACD	-4.05
ROC	19.714
M10	75.20
M50	84.65
M100	91.95
S1	59.50
S2	55.25
S3	50.00
R1	70.25
R2	78.50
R3	84.00

## Yanbu National Petrochemical Co.

Reuters Ticker: &lt;2290.SE&gt;

**Price closed at SAR29.00.** An aggressive move down from SAR46.50 took place, breaking below the support line at SAR38.30. The stock witnessed some buying activity after posting a low of SAR23.80 due to the oversold status of the RSI indicators, while additional correction is still expected to be seen on the coming period towards SAR32.45 and maybe SAR35.10. On the counter side, a deep bearish move is not favored but a break below SAR23.80 would lead to SAR21.00 and SAR18.00.



RSI	30.679
MACD	-3.82
ROC	-35.268
M10	34.15
M50	43.05
M100	48.80
S1	23.80
S2	21.00
S3	18.00
R1	32.45
R2	35.10
R3	37.75

## Jarir Marketing Co.

Reuters Ticker: &lt;4190.SE&gt;

**Price closed at SAR117.25.** The last price action of the stock on the weekly chart is suggesting a short-term reversal pattern. The price encounters an initial resistance line at SAR122.80, while a break above there would most likely allow additional natural correction towards SAR130.80 and maybe SAR137.30. However, a fall below the recent low at SAR110.00 would deepen the bearish tone and trigger the support level at SAR98.00.



RSI	22.023
MACD	-15.59
ROC	-35.488
M10	141.50
M50	177.65
M100	189.85
S1	110.00
S2	98.00
S3	87.50
R1	122.80
R2	130.80
R3	137.30

## Fawaz Abdulaziz Alhokair Co.

Reuters Ticker: &lt;4240.SE&gt;

**Price closed at SAR42.50.** The stock continued to print fresh lows for this period, reaching levels last seen on April 2013. However, although the overall picture is bearish, chances of witnessing some short-term recovery have grown as the RSI indicators is pointing to an oversold status. The nearby resistance levels are located at SAR48.00 and SAR54.00, while above the zone of SAR58.00-SAR63.00 would confirm further strength. However, losing SAR40.00 would trigger SAR30.00.



RSI	23.085
MACD	-7.49
ROC	-39.929
M10	60.35
M50	76.10
M100	88.00
S1	40.00
S2	30.00
S3	24.00
R1	48.00
R2	54.00
R3	58.00

## 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>