

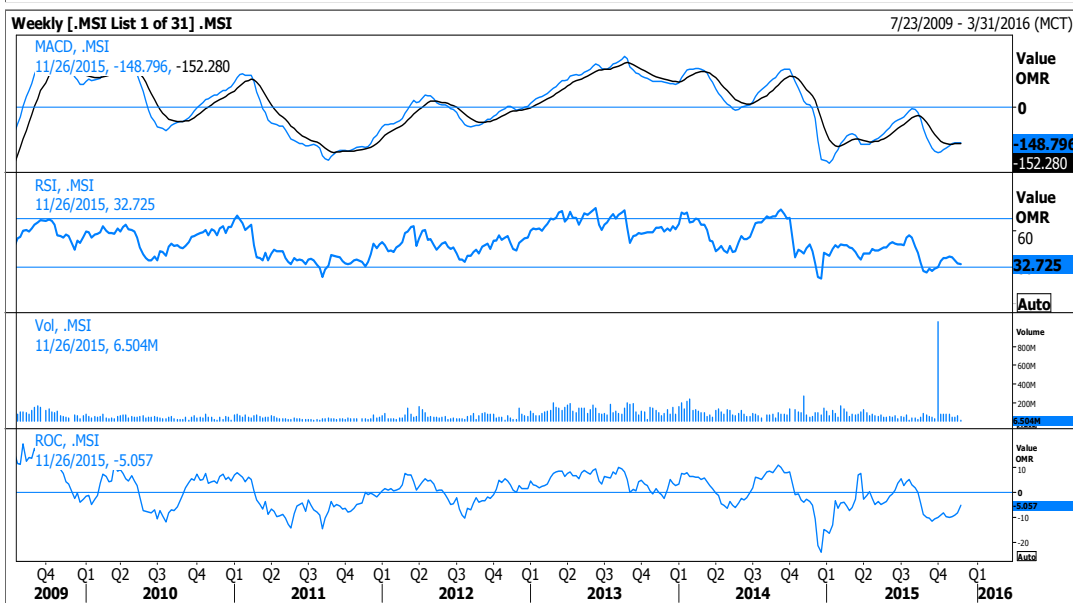
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Muscat Securities Market

MSM 30 Index <.MSI> closed at 5,781.900. As was expected in our last report, the market witnessed some recovery but the resistance area at 6,000 point-6,100 point capped further strength. The index is currently trapped within a wide trading range of 5,700 point-6,000 point, knowing that a break of either level is needed to indicate the next move. However, a fall below 5,700 point would bring back to focus the horizontal line at 5,500 point, while below it will confirm a re-test of the strong support zone at 5,400 point-5,350 point. On the counter side, managing to break above the resistance level at around 6,000 point would enhance additional momentum towards 6,100 point. Both weekly and daily RSI indicators are currently looking neutral.

Short-term investors who would like to enter the market can do so near 5,700 point but should be aware if the index closes below there, while medium-term and long-term investors can do so only above 5,850 point and 6,100 point, respectively.



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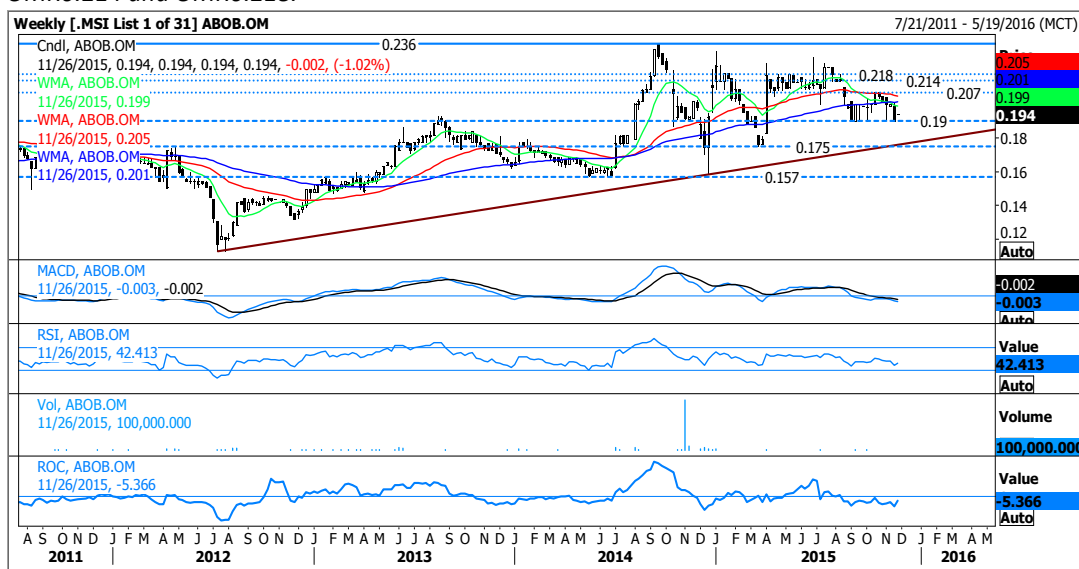
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Ahli Bank

Reuters Ticker: <ABOB.OM>

Price closed at OMR0.194. The price is currently threatening to go below the support line at OMR0.190 as it trades below its MAs, a case if happens would trigger OMR0.175 and maybe further to the critical line at OMR0.157. However, only back above the resistance line at OMR0.200 would delay the downside move and increase the chances to head north, aiming for OMR0.207 before OMR0.214 and OMR0.218.



RSI	42.413
MACD	-0.002
ROC	-5.366
M10	0.200
M50	0.205
M100	0.200
S1	0.190
S2	0.175
S3	0.157
R1	0.207
R2	0.214
R3	0.218

Bank Sohar

Reuters Ticker: <BKSB.OM>

Price closed at OMR0.173. The stock is primed to a firm close above OMR0.182 to alleviate the downside pressure and open the space for a re-visit to OMR0.195, while a break through there for the coming period would be enough to promote OMR0.208. On the counter side, the nearby support line comes at OMR0.170, while a dip below it would trigger the support area at OMR0.159-OMR0.155 but only below this will call for a sharp negative move.

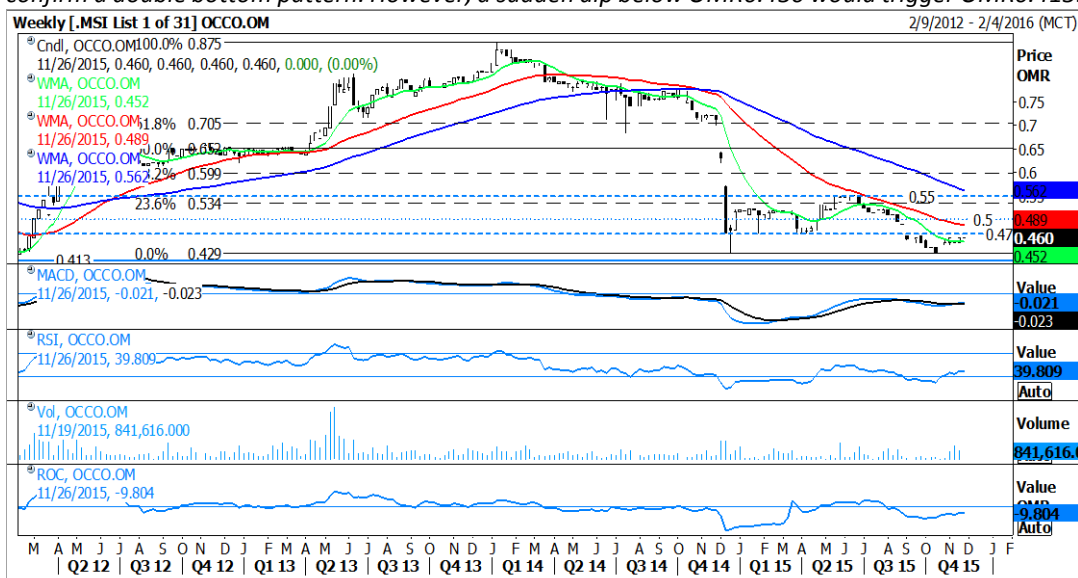


RSI	43.602
MACD	-0.006
ROC	-2.809
M10	0.172
M50	0.182
M100	0.194
S1	0.170
S2	0.159
S3	0.155
R1	0.182
R2	0.195
R3	0.208

Oman Cement Co.

Reuters Ticker: <OCCO.OM>

Price closed at OMR0.460. A temporarily double bottom has been formed on the weekly chart at OMR0.430, while additional signs are needed to confirm the pattern. The stock is currently leaning more towards the bulls and a jump above OMR0.470 should accelerate the upward move towards OMR0.500 and maybe more to OMR0.550, but it is necessary for the stock to close above there to confirm a double bottom pattern. However, a sudden dip below OMR0.430 would trigger OMR0.413.

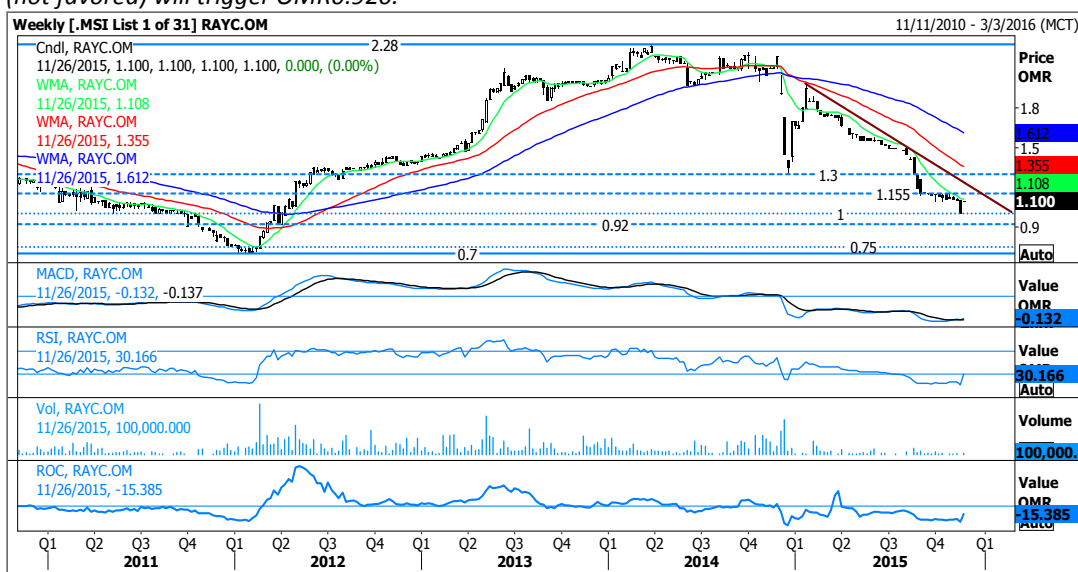


RSI	39.809
MACD	-0.023
ROC	-9.804
M10	0.450
M50	0.490
M100	0.560
S1	0.430
S2	0.413
S3	0.390
R1	0.470
R2	0.500
R3	0.550

Raysut Cement Co.

Reuters Ticker: <RAYC.OM>

Price closed at OMR1.100. The last bullish action seen is considered natural after an aggressive fall from January high at OMR1.985 supported by the extreme oversold status of the RSI indicators. Eyes now are towards the tiny resistance line at OMR1.155, while above there would call for further momentum towards OMR1.300 and OMR1.450. However, a fall below the recent low at OMR1.000 (not favored) will trigger OMR0.920.



RSI	30.166
MACD	-0.137
ROC	-15.385
M10	1.110
M50	1.360
M100	1.600
S1	1.000
S2	0.920
S3	0.750
R1	1.155
R2	1.300
R3	1.450

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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