

## Technical Analysis – Boursa Kuwait

12-November-2018

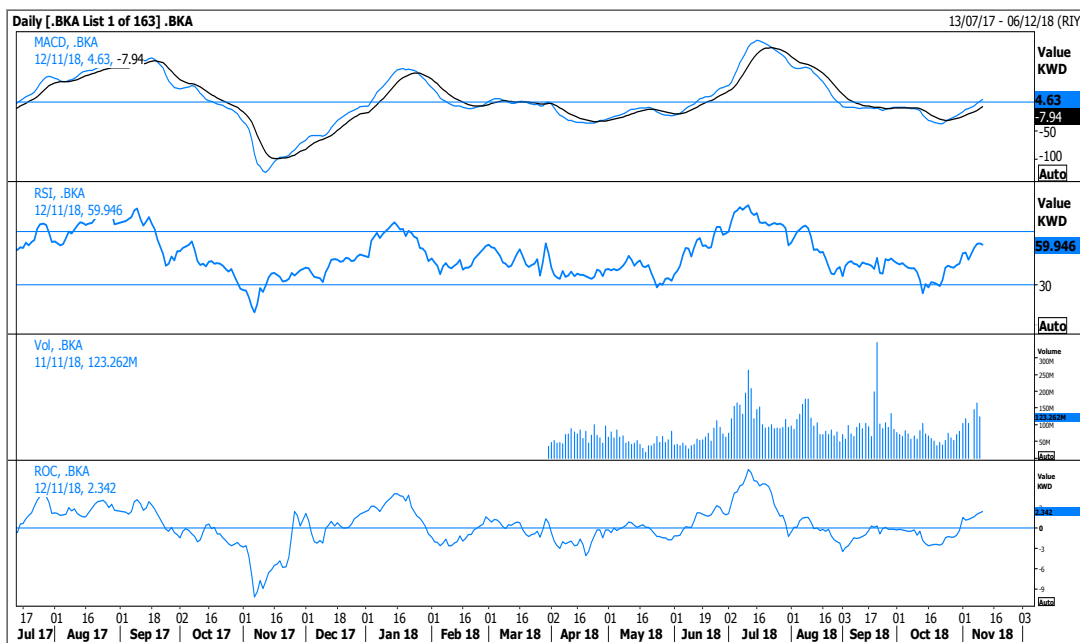
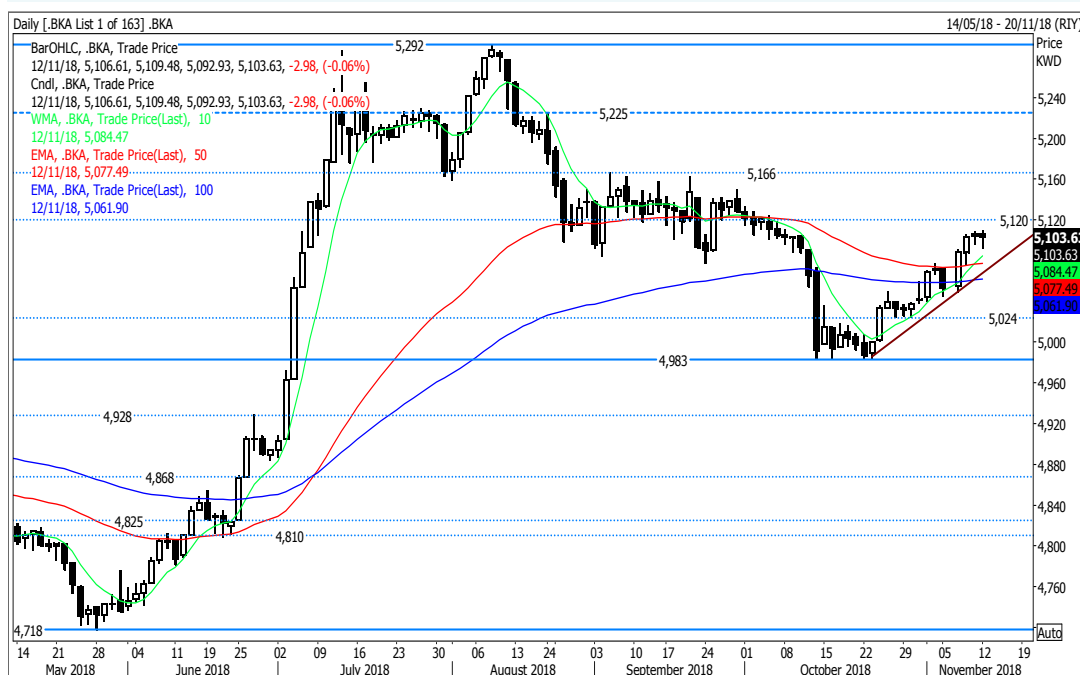
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### Boursa Kuwait

**All Share Market Index <.BKA> closed at 5,103.63 point.** The market witnessed a correction upwards after finding a strong support at 4,983 point. The next layer of resistance comes at 5,138 point (50% level of the Fibonacci Retracement from 5,292 point-4,983 point), while above it would promote 5,166 point. However, back below the support level at 5,075 point would lead to 5,045 point but only a close below 4,983 point will re-instate the bearish tone and call for a deeper downward move to 4,930 point.

Medium-term and long-term investors can stay in the market with a stop-loss below 5,025 point and 4,850 point, respectively.



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## Boubyan Bank

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

**Price closed at KWD0.529.** Although the upward potential has decreased, the stock remains within the positive territory. Re-gaining momentum above KWD0.565 would target the horizontal line at KWD0.590 and maybe KWD0.620. On the counter side, further correction downwards cannot be neglected, while a fall below KWD0.520 will most likely call for KWD0.478, which should hold additional weaknesses.



RSI	55.306
MACD	18.3
ROC	1.927
M10	0.537
M50	0.511
M100	0.472
S1	0.520
S2	0.478
S3	0.429
R1	0.565
R2	0.590
R3	0.620

## Kuwait International Bank

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

**Price closed at KWD0.243.** The technical picture remains positive, given its close above all MAs on the weekly chart, but bulls need to show strength above KWD0.270 to confirm another leg up towards KWD0.290 and KWD0.310. However, losing the recent low at KWD0.228 would change the tone and allow a fall to the strong support zone at KWD0.213-KWD0.199. Both weekly and daily RSI indicators are of no help at present as they look neutral.



RSI	54.935
MACD	2.3
ROC	-5.814
M10	0.240
M50	0.236
M100	0.236
S1	0.228
S2	0.213
S3	0.199
R1	0.270
R2	0.290
R3	0.310

## Agility Public Warehousing Co.

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

**Price closed at KWD0.824.** The stock retreated from this year high at KWD0.913 but the horizontal line at KWD0.785 arrested additional loses. Knowing that a dip below this would increase the chances of further downward correction to take place to KWD0.708 and KWD0.650. On the counter side, managing to surpass KWD0.913 would lead to the strong resistance level at KWD0.968, while a close above this will confirm a jump to KWD1.030.



RSI	52.528
MACD	21.7
ROC	-4.519
M10	0.835
M50	0.805
M100	0.755
S1	0.785
S2	0.708
S3	0.610
R1	0.913
R2	0.968
R3	1.030

## Kuwait Real Estate Co.

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

**Price closed at KWD0.052.** Once again, the strong support zone at KWD0.044-KWD0.041 prevented additional weaknesses and forced the price to move up. The next overhead layer comes at KWD0.058 before KWD0.062. However, some attempts to go down could be seen on the short-term period due to the overbought status of the daily RSI indicator, knowing that the nearby support levels come at KWD0.049 and KWD0.046 but an aggressive move down is not favored.



RSI	58.923
MACD	-1.1
ROC	3.600
M10	0.048
M50	0.049
M100	0.053
S1	0.049
S2	0.046
S3	0.044
R1	0.058
R2	0.062
R3	0.069

## 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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