

## Technical Analysis – Boursa Kuwait

17-April-2018

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### Boursa Kuwait

**All Share Market Index <.BKA> closed at 4,806.41 point.** The market remains below its resistance level at 4,852 point and bulls will need to regain this to prevent a test of the support level at 4,768 point. Knowing that a successful break above 4,852 point could turn the trending signal bullish to fulfill 4,895 point before 4,968 point. However, a slide below 4,768 point will confirm the resumption of the bearish tone in an attempt to reach 4,650 point and maybe 4,525 point. Both weekly and daily RSI indicators are looking neutral at present.

Medium-term and long-term investors can re-enter the market at levels higher than 4,852 point and 4,968 point, respectively.



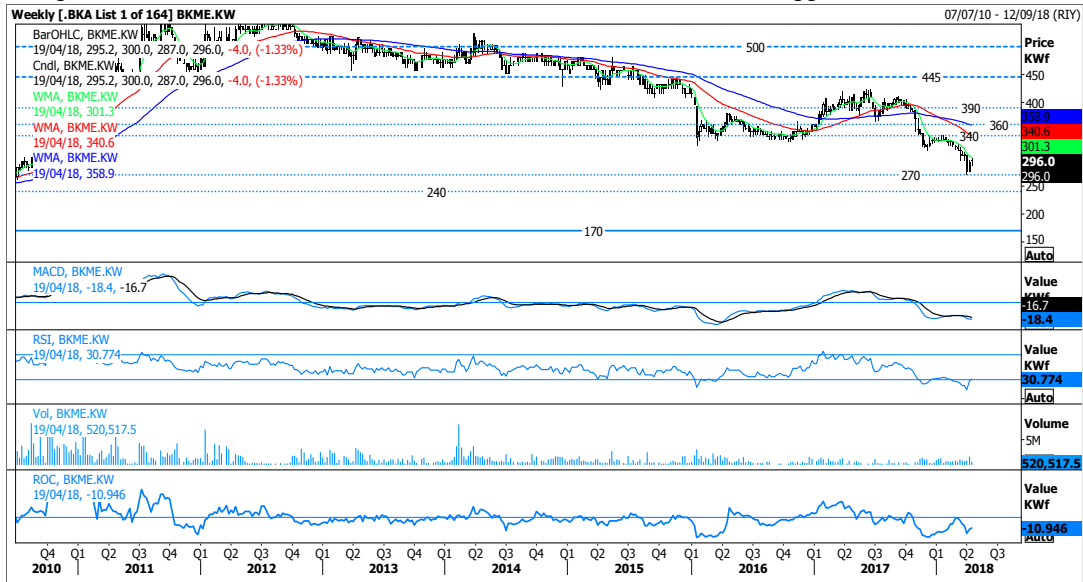
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**Ahli United Bank**

Reuters Ticker: <BKME.KW>

**Price closed at KWD0.296.** The stock saw some relief after a sharp drop that led the RSI indicators to read below the 30% level. Sustaining a close above the recent low at KWD0.270 would anticipate additional strength on the short-term period to KWD0.315, while above this would be a bullish signal that could most likely alleviate the downside pressure and lead to KWD0.340. On the other side, losing the recent low at KWD0.270 will re-instate the bearish tone and trigger KWD0.240.



RSI	30.774
MACD	-16.7
ROC	-10.946
M10	0.300
M50	0.340
M100	0.360
S1	0.270
S2	0.240
S3	0.170
R1	0.315
R2	0.340
R3	0.360

**ALAFCO Aviation Lease and Finance Co.**

Reuters Ticker: <ALAF.KW>

**Price closed at KWD0.369.** The signal will remain bullish as long as the stock is maintaining a close above the horizontal line at KWD0.340 but the bulls encounters a strong resistance area at KWD0.390-0.410. However, this should be cleared to print new history highs, knowing that the next layer comes at KWD0.450 before KWD0.500. On the counter side, losing KWD0.340 would allow a downward correction to take place to KWD0.300.

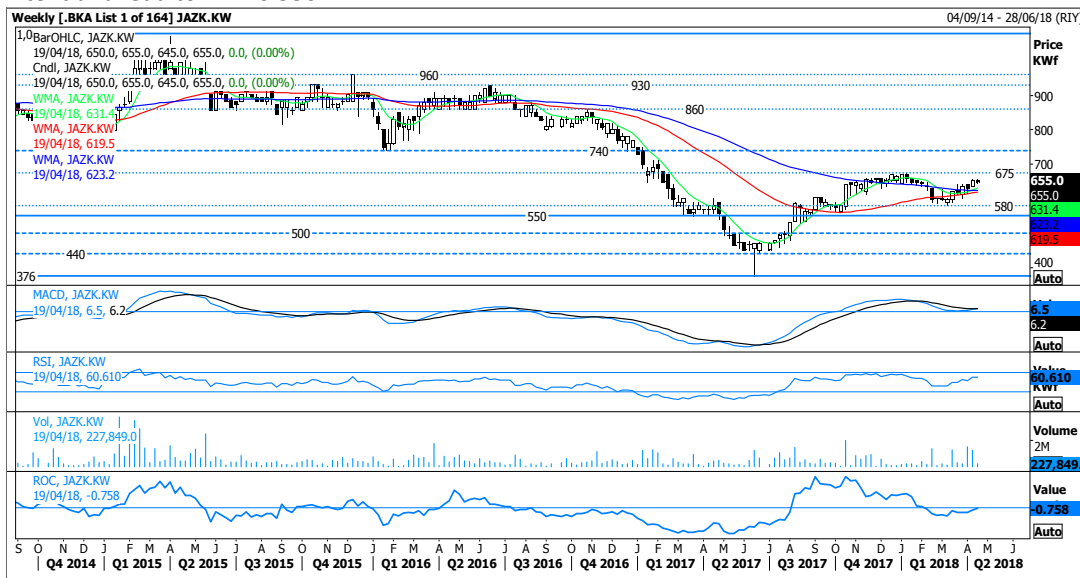


RSI	50.154
MACD	6.7
ROC	-2.895
M10	0.375
M50	0.370
M100	0.330
S1	0.350
S2	0.340
S3	0.300
R1	0.390
R2	0.410
R3	0.450

**Jazeera Airways Co.**

Reuters Ticker: <JAZK.KW>

**Price closed at KWD0.655.** The move of the stock above its MAs is a positive sign but bulls are required to show further upward momentum above the resistance level at KWD0.675 to increase the chances of having another leg up towards KWD0.740. On the negative side, a fall below KWD0.630 would trigger KWD0.600 but only below the support level at KWD0.580 could delay any upward intent and lead to KWD0.550.



RSI	60.610
MACD	6.2
ROC	-0.758
M10	0.630
M50	0.620
M100	0.625
S1	0.620
S2	0.580
S3	0.550
R1	0.675
R2	0.740
R3	0.860

**Boubyan Petrochemical Co.**

Reuters Ticker: <BPCC.KW>

**Price closed at KWD0.812.** The technical picture of the stock is bullish and additional strength can still be seen on the coming period. The next overhead resistance level comes at KWD0.815, while above this would open the space for an advance to KWD0.910 before the strong one at KWD0.980. However, some attempts to go down cannot be neglected, knowing that the nearby support levels are located at KWD0.755, KWD0.720 and KWD0.690 but only below this will delay the bullish tone.



RSI	71.068
MACD	29.7
ROC	11.233
M10	0.745
M50	0.685
M100	0.630
S1	0.720
S2	0.690
S3	0.640
R1	0.815
R2	0.910
R3	0.980

## 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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