

KSE INDEX: APPROACHING RESISTANCE LEVELS

.KWSE – DAY CHART



- **KSE Index** [.KWSE: 5,869.10 points] is approaching the resistance at 5,922 points. The trend is up. Buy the dips. Use a stop loss at 5,740 points. Support remains at 5,815 points. Investors: Add/Hold.
- **Salhiah Real Estate** [SREK.KW: KDo.206] is stuck between the falling trend at KDo.206 and the horizontal support at KDo.200. The major trend remains down. Traders can sell the rallies. A close above KDo.206 means a rally to the resistance at KDo.230. Traders: Wait for a breakout and act accordingly. Investors: Reduce/Hold.
- **National Mobile Telecommunications Company** [NMTC.KW: KD2.000] is moving sideways. Support is at KD1.880-1.900. Resistance is at KD2.000-2.040. Enter at support and exit at resistance. Use a stop loss at KD1.850. Investors: Hold.

BURGAN BANK: FALLING CHANNEL – SELL THE RALLIES

BURG.KW – DAY CHART



- **Burgan Bank** [BURG.KW: KDo.460] we adjust our chart. The stock is moving in a falling channel. Traders can sell the rallies. A pullback to KDo.470 is a selling opportunity. Investors: Hold.
- **KIPCO** [KPRO.KW: KDo.315] is going through a pullback close to KDo.310-0.320. This is a selling opportunity. We might witness a nose dive to KDo.250. Investors: Reduce/Hold.
- **Kuwait Finance House (KFH)** [KFIN.KW: KDo.860] seems to be moving in a falling channel and is currently testing the falling trend. Support is expected at KDo.840. The trend is down. Sell the rallies. Investors: Reduce/Hold.

DEMAND, SUPPLY AND DIRECTION - HOW TO USE TECHNICAL ANALYSIS

Name [RIC]	Last/Close	Trend		Support		Resistance	
		Short Term	Long Term	First	Second	First	Second
Kuwait Stock Exchange Index [KWSE]	5,869.10	UP	UP	5,300.00	5,000.00	5,872.00	5,965.00
Banks							
Gulf Bank [GBKK.KW]	0.490	DOWN	DOWN	0.460	0.400	0.580	0.630
Kuwait Finance House (KFH) [KFIN.KW]	0.860	DOWN	DOWN	0.860	0.800	0.960	1.100
Commercial Bank of Kuwait (COBK) [CBKK.KW]	0.750	DOWN	DOWN	0.680	0.580	0.78	0.88
Al Ahli Bank of Kuwait [ABKK.KW]	0.680	FLAT	FLAT	0.580	0.480	0.680	0.780
Ahli United Bank (AUB) [BKME.KW]	0.900	UP	UP	0.860	0.770	1.000	1.060
Burgan Bank [BURG.KW]	0.460	FLAT	FLAT	0.400	0.300	0.550	0.700
Telecom							
Mobile Telecommunications Company [ZAIN.KW]	0.840	DOWN	DOWN	0.840	0.740	0.920	1.020
National Mobile Telecommunications (Wataniya) [NMTC.KW]	2.000	FLAT	FLAT	1.900	1.700	2.040	2.300
Others							
Commercial Facilities (CFC) [FACI.KW]	0.255	DOWN	DOWN	0.230	0.160	0.300	0.370
Agility [AGLT.KW]	0.370	DOWN	DOWN	0.360	0.310	0.410	0.46
KIPCO [KPRO.KW]	0.315	UP	DOWN	0.290	0.260	0.340	0.360
National Industries (NIG) [NIND.KW]	0.224	DOWN	DOWN	0.190	0.140	0.240	0.280
United Real Estate [JUREK.KW]	0.104	UP	FLAT	0.090	0.080	0.110	0.130
Salhiah Real Estate [SREK.KW]	0.206	FLAT	FLAT	0.200	0.170	0.230	0.260
Mabane Company [MABK.KW]	0.860	DOWN	FLAT	0.780	0.660	0.900	0.102

- **Combining Technical & Fundamental Analysis** Investors can combine TA with FA for fine tuning their investment decisions. FA and asset allocation are building blocks for creating an investment portfolio/fund. TA is used to maximize gains/losses through trading the minor zigzag moves during a bull/bear trend. Technical trading signals do not weaken the validity of the fundamental buy/sell recommendations.
- **Trend Direction** The methods used to determine trend direction are subjective in nature. We use a range of MA's between 13 & 55 period moving averages, combined with accurately drawn trend lines (which ever is more reliable) to determine the direction of the short and long term trends.
- **Investment Horizon** (As an approximate guideline, and not a rule) Time horizon for traders/short term trend is 1-3 weeks, and 1-3 months for investors/long.
- **Trading Tactics** According to your investment horizon watch the direction of the trend. During down trends, investors attempt selling close to resistance levels. During up trends, investors attempt buying close to support levels.
- **Support & Resistance** The table indicates horizontal S&R levels, and can be used for the longer term. The text observes rising and falling S&R points.