

U Capital MSM Virtual Portfolio (MVP)

Contents:

- Analysis of selected stocks.
- Support and resistance levels.
- Stocks target price.
- Stop loss levels for each stock.
- Risk and return analysis.
- Historical performance results

Basheer Rousan
U Capital Brokerage Department

Ubhar Capital SAOC (U Capital)
PO Box 1137, PC 111, Sultanate of Oman.
Tel: +96824949014
Fax: +96824949099
Email: Brokerage@u-capital.net
Website: www.u-capital.net



U Capital MSM Technical Portfolio

Support and resistance levels - Current Picks

Stock Name	MSM	Purchase Price	Target 1	Status	Target 2	Status	Return T1	Return T2	Turnover Ratio	Stop Loss	Risk	Recommendation Date
AL MADINA INVESTMENT		0.059	0.061		0.062		3.39%	5.08%	0.04	0.058	-1.7%	7-Jan-18
AL IZZ ISLAMIC BANK		0.068	0.070		0.071		2.94%	4.41%	0.05	0.067	-1.5%	7-Jan-18
BANK MUSCAT		0.404	0.414		0.420		2.48%	3.96%	0.10	0.400	-1.0%	7-Jan-18
BANK NIZWA		0.092	0.095		0.096		3.26%	4.35%	0.08	0.091	-1.1%	7-Jan-18
AL SHARQIYA INVESTMENT		0.113	0.116		0.118		2.65%	4.42%	0.07	0.112	-0.9%	7-Jan-18
AL JAZEERA SERVICES		0.150	0.155		0.157		3.33%	4.67%	0.06	0.149	-0.7%	7-Jan-18

Last week actual performance for 6 companies

Stock Name	MSM	Closing Price	Purchase Price	Target 1	Status	Target 2	Status	Return T1	Return T2	Turnover Ratio	Stop Loss	Risk	Recommendation Date
AL IZZ ISLAMIC BANK		0.068	0.064	0.066		0.067		3.13%	4.69%	0.31	0.063	-1.6%	31-Dec-17
OMAN AND EMIRATES		0.082	0.081	0.083		0.084		2.47%	3.70%	0.29	0.080	-1.2%	31-Dec-17
AL JAZERRA SERVICES		0.150	0.143	0.146		0.149		2.10%	4.20%	0.28	0.142	-0.7%	31-Dec-17
GALFAR ENGINEERING		0.077	0.075	0.077		0.078		2.67%	4.00%	0.52	0.074	-1.3%	31-Dec-17
AL MAHA CERAMIC		0.292	0.285	0.292		0.295		2.46%	3.51%	0.24	0.283	-0.7%	31-Dec-17
AL ANWAR HOLDING		0.152	0.145	0.149		0.151		2.76%	4.14%	0.48	0.144	-0.7%	31-Dec-17

(Week 46 - 2017) ----- Gain/Loss = +3.91%



Weekly performance for the past 4 weeks

No. of the Week	Report No.	% Gain/Loss for MVP	U Capital Oman 20 Index	MSM30 Index	MSCI Oman Index
Week 46 - 2017	046	3.91%	1.30%	1.14%	1.10%
Week 45 - 2017	045	1.49%	-0.35%	-0.32%	-0.30%
Week 44 - 2017	044	2.43%	-0.84%	-0.91%	0.50%
Week 43 - 2017	043	0.98%	-0.11%	-0.08%	0.40%

Historical performance - Monthly

No. of the Month	Report No.	% Gain/Loss for MVP	U Capital Oman 20 Index	MSM30 Index	MSCI Oman Index
Month 01 - 2017	01-04	5.11%	-1.14%	-0.55%	-0.85%
Month 02 - 2017	05-08	2.70%	1.77%	1.71%	0.61%
Month 03 - 2017	09-12	4.31%	-4.32%	-3.71%	-8.00%
Month 04 - 2017	13-16	4.95%	-0.10%	-2.85%	-2.70%
Month 05 - 2017	17-20	3.84%	-1.57%	-1.08%	-0.90%
Month 06 - 2017	21-24	1.02%	-4.14%	-3.10%	-2.89%
Month 07 - 2017	25-28	5.39%	-0.88%	-1.46%	-0.25%
Month 08 - 2017	29-32	4.48%	-2.81%	-2.10%	-1.69%
Month 09 - 2017	33-36	5.42%	-2.93%	-0.63%	2.30%
Month 10 - 2017	37-40	5.43%	1.68%	0.81%	2.90%
Month 11 - 2017	41-42	2.28%	-1.19%	-1.23%	-1.70%
Month 12 - 2017	43-46	8.81%	0.01%	-0.17%	1.70%

Historical performance - Yearly

Year	% Gain/Loss for MVP	U Capital Oman 20 Index	MSM30 Index	MSCI Oman Index
2015	62.96%	-11.61%	-16.87%	-12.01%
2016	60.00%	4.01%	7.50%	1.03%
2017	53.74%	-15.62%	-14.36%	-11.47%

Note:

Support & Resistance for the week expectations

Stop Loss: the clients should close / decrease his positions if it exceed this level

Risk: difference between price and support 1

Return T1: difference between Purchasing price and Target 1

Return T2: difference between Purchasing price and Target 2

Prices are in Omani Riyals, Gross returns excluding transaction cost

Purchase Price is the last closing prices, if the stock didn't reach our targets we close on Thursday the position depending on the closing price/stop loss whichever is higher.

AL MADINA INVESTMENT: In line with U Capital technical analysis, the stock now changed the trend from down to up channel. The stock crossed up the MA10, so we expect that the next Short-Term level should be at OMR 0.062 In MACD both lines MA are crossed up zero line.	Market Cap.	52Wk High	52Wk Low
	OMR 12.20mn	OMR 0.077	OMR 0.054
	P/E	P/B	Div. Yield
	-	0.50	-%
AL IZZ ISLAMIC BANK: In line with U Capital technical analysis, last week the stock changed its direction to the upward trend. There is accumulative at this level since the beginning of last week. So we expect the next target level to be at OMR 0.071.	Market Cap.	52Wk High	52Wk Low
	OMR 68.0mn	OMR 0.093	OMR 0.062
	P/E	P/B	Div. Yield
	-	0.87	-%
BANK MUSCAT: In line with U Capital technical analysis, the stock now is trying to cross up the upward trend line, so at this level we suggest a good entry point. We see that the target level in the short term will be at OMR 0.420.	Market Cap.	52Wk High	52Wk Low
	OMR 1094.6mn	OMR 0.463	OMR 0.354
	P/E	P/B	Div. Yield
	6.9	0.66	5.89%
BANK NIZWA: In line with U Capital technical analysis, the stock now is trying to cross up the upward trend line, so at this level we suggest a good entry point. We see that the target level in the short term will be at OMR 0.096.	Market Cap.	52Wk High	52Wk Low
	OMR 138.0mn	OMR 0.100	OMR 0.086
	P/E	P/B	Div. Yield
	64.0	1.07	-%
AL SHARQIYA INVESTMENT: Currently the RSI, MFI and MACD are attractive to buy. The stock already crossed up EMA14 and MA5. We expect this week the trend will cross the strong resistance level of OMR 0.113 in upside momentum. Therefore, we expect the first target to be after crossing this level at OMR 0.118.	Market Cap.	52Wk High	52Wk Low
	OMR 10.20mn	OMR 0.156	OMR 0.098
	P/E	P/B	Div. Yield
	17.16	0.81	4.42%
AL JAZEERA SERVICES: In line with U Capital technical analysis, the RSI is below (70 points) it's at 0.150 point, and the MACD is positive. Current price is a good entry point to accumulate. So we expect the next target level should be at OMR 0.157 as a Mid-Term.	Market Cap.	52Wk High	52Wk Low
	OMR 37.0mn	OMR 0.208	OMR 0.128
	P/E	P/B	Div. Yield
	15.12	0.72	9.87%

Main Technical Indicators:

MACD: A trend-following momentum indicator that shows the relationship between two moving averages of prices. The MACD is calculated by subtracting the 26-day exponential moving average (EMA) from the 12-day EMA. A nine-day EMA of the MACD, called the "signal line", is then plotted on top of the MACD, functioning as a trigger for buy and sell signals.

RSI: A technical momentum indicator that compares the magnitude of recent gains to recent losses in an attempt to determine overbought and oversold conditions of an asset, the RSI ranges from 0 to 100. An asset is deemed to be overbought once the RSI approaches the 70 level, meaning that it may be getting overvalued and is a good candidate for a pullback. Likewise, if the RSI approaches 30, it is an indication that the asset may be getting oversold and therefore likely to become undervalued. The RSI calculation will depend on 14 days for this report.

MFI: A momentum indicator that is used to determine the conviction in a current trend by analyzing the price and volume of a given security. The MFI is used as a measure of the strength of money going in and out of a security and can be used to predict a trend reversal. The MFI is range-bound between 0 and 100 and is interpreted in a similar fashion as the RSI. The MFI calculation will depend on 14 days for this report.

Bollinger Bands (BB): A band plotted two standard deviations up and down from a simple moving average, standard deviation is a measure of volatility, and Bollinger bands adjust themselves to the market conditions. When the markets become more volatile, the bands widen (move further away from the average), and during less volatile periods, the bands contract (move closer to the average). The tightening of the bands is often used by technical traders as an early indication that the volatility is about to increase sharply. The BB calculation will depend on 21-day simple moving average.

Moving Average: An indicator frequently used in technical analysis showing the average value of a security's price over a set period. Moving averages are generally used to measure momentum and define areas of possible support and resistance. For this report, we will use 5, 11, 21 and 50 days to calculate MA.

C.P.: Current Price, MA: Moving Average, L.P.: Last Price, HP: High Price

For more information about the content of this report, please contact Mr. Basheer Al Rousan at the following number: +968 24949014 - Source: Bloomberg

Disclaimer:

This report has been prepared by brokerage department in Uthmaniyah Capital SAOC (U Capital), and is provided for information purposes only. Under no circumstances is to be used or considered as an offer to sell or solicitation of any offer to buy. While all reasonable care has been taken to ensure that the information contained therein is not untrue or misleading at the time of publication, we make no representation as to its accuracy or completeness and it should not be relied upon as such, and the U Capital accepts no responsibility whatsoever for any direct or indirect consequential loss arising from any use of this report or its contents. All opinions and estimates included in this document constitute U Capital Brokerage department judgment as of the date of production of this report, and are subject to change without notice. This report may not be reproduced, distributed or published by any recipient for any purpose.