

BlueStar Israel Technical Analysis Update

0517
Monthly Update

Market Trends & Technical Analysis: BIGI®

Israel Global Equities (BIGI®) Performance Since 2007



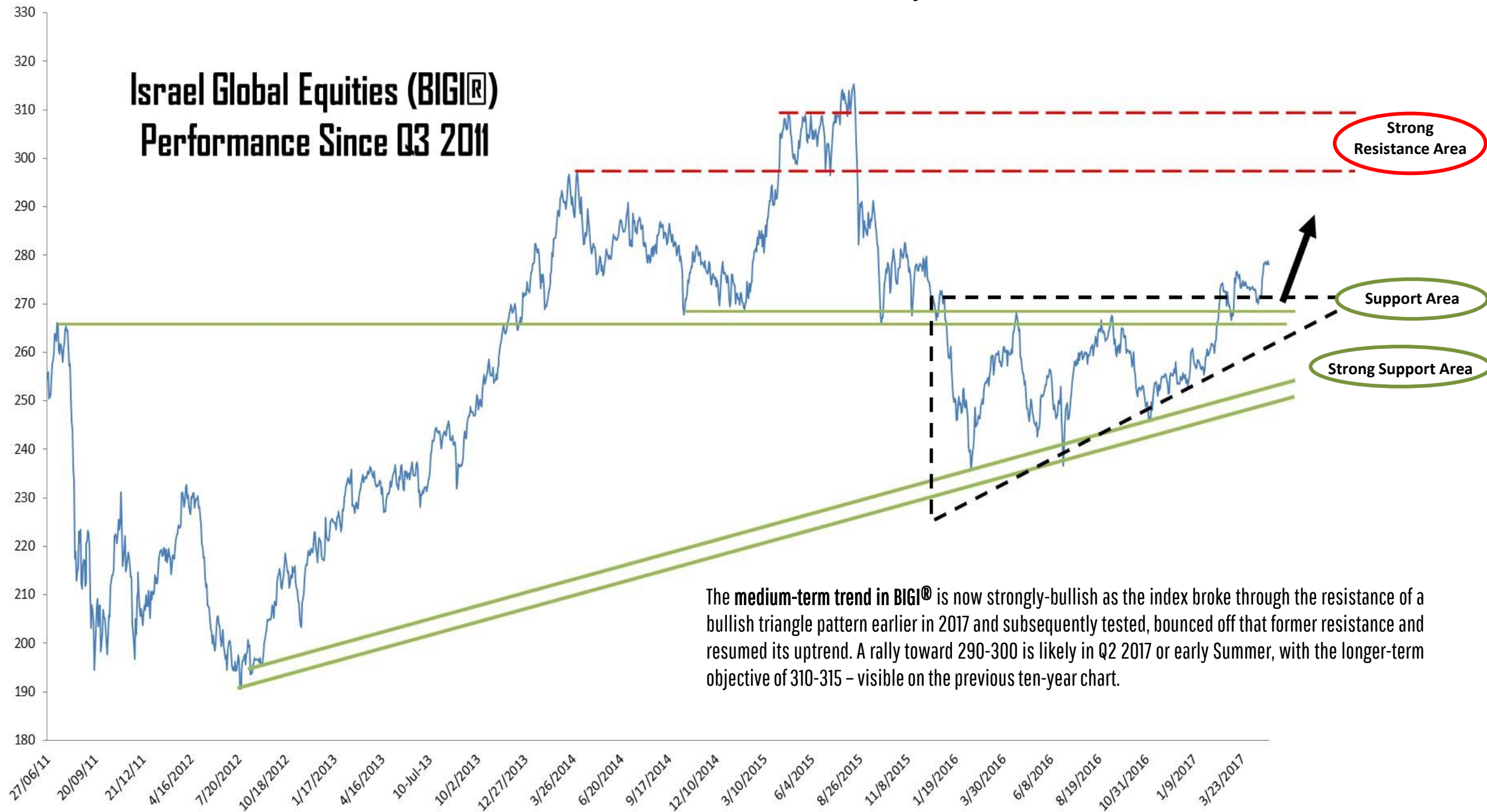
The medium-term trend in BIGI® has shifted to positive in early Spring and is poised for an upward acceleration. This ten-year chart of BlueStar's flagship BIGI® benchmark consolidated below the parallel trend lines which served as major support for the seven-year rally off the Q1 2009 lows, and has now rallied strongly above the solid support following a higher low. In early April, BIGI briefly paused to digest its Q1 gains, and its late month rally confirms potential for a further rally toward major resistance near the 300 level. We now recommend longs can be comfortable with new support at the 255 breakout point.

www.bluestarindexes.com

BlueStar Israel Technical Analysis Update

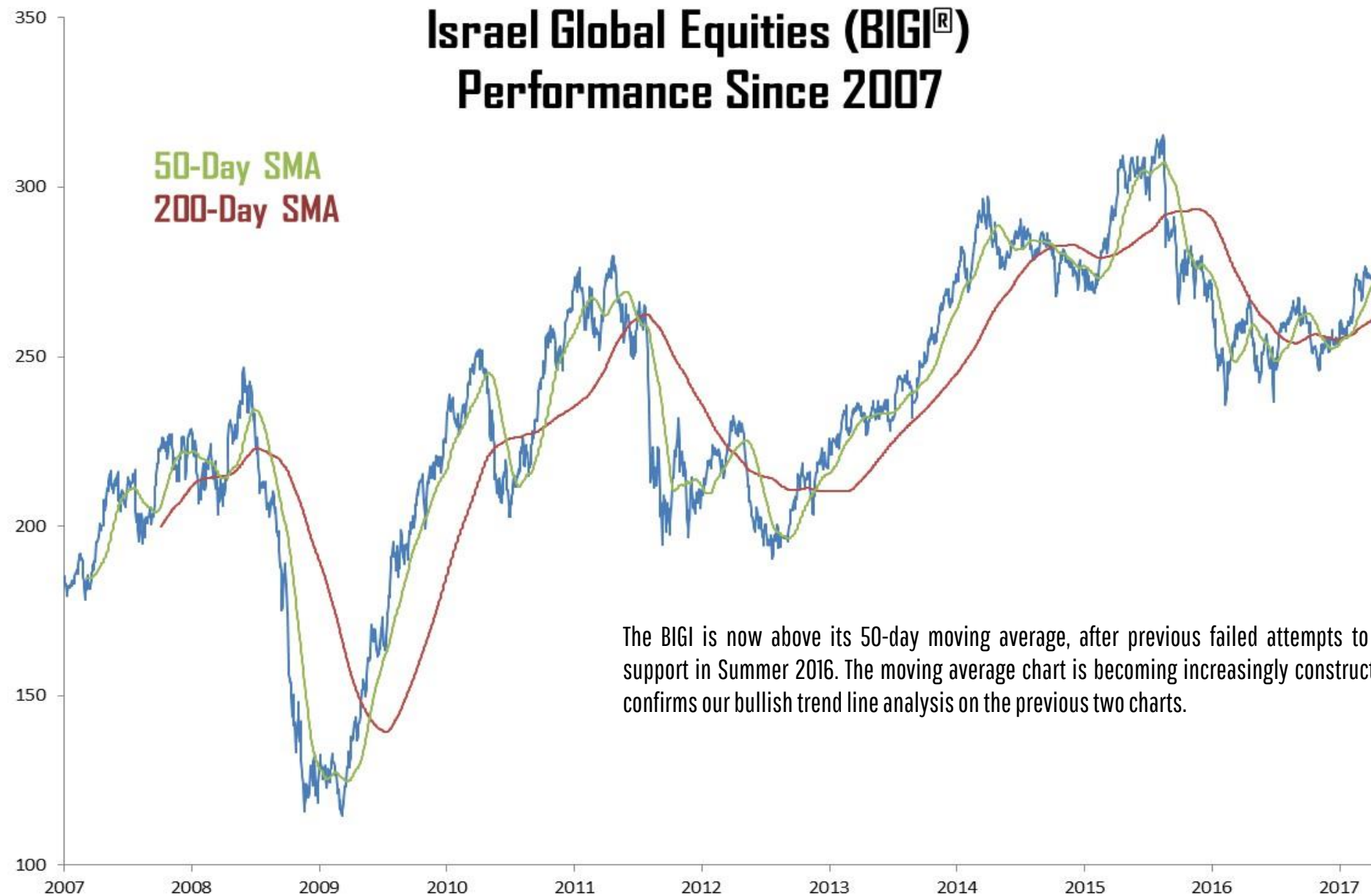
0517
Monthly Update

Market Trends & Technical Analysis: BIGI®



The **medium-term trend in BIGI®** is now strongly-bullish as the index broke through the resistance of a bullish triangle pattern earlier in 2017 and subsequently tested, bounced off that former resistance and resumed its uptrend. A rally toward 290-300 is likely in Q2 2017 or early Summer, with the longer-term objective of 310-315 – visible on the previous ten-year chart.

Market Trends & Technical Analysis: **BIGI®**

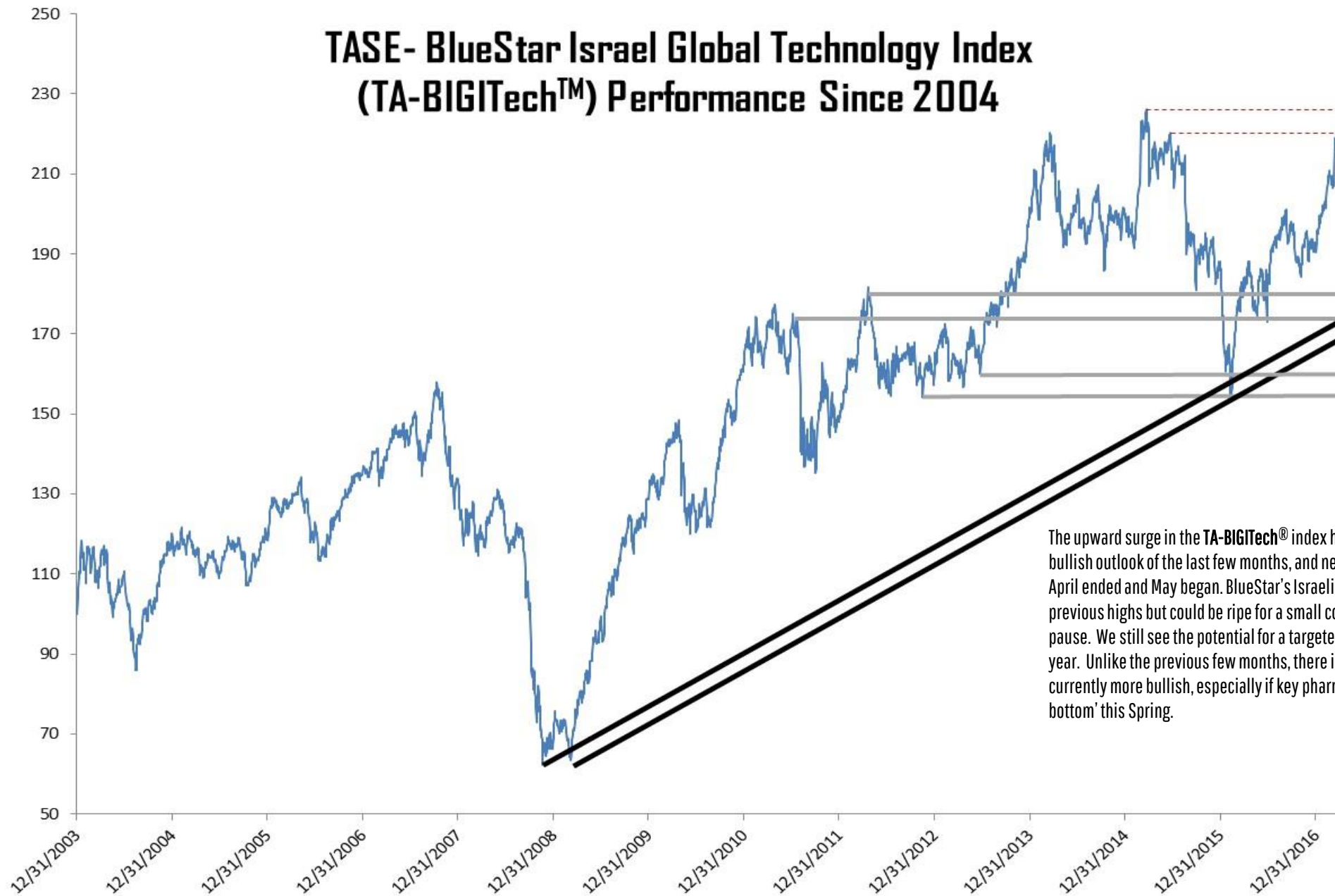


BlueStar Israel Technical Analysis Update

0517
Monthly Update

Market Trends & Technical Analysis: [TA-BIGITech®](#)

TASE- BlueStar Israel Global Technology Index (TA-BIGITech™) Performance Since 2004



The upward surge in the **TA-BIGITech®** index has dramatically confirmed our bullish outlook of the last few months, and nearly achieved an all-time-high as April ended and May began. BlueStar's Israeli Tech Index is bullishly above previous highs but could be ripe for a small correction or at least a consolidating pause. We still see the potential for a targeted move to 270 before the end of the year. Unlike the previous few months, there is a good chance that **BIGI®** is currently more bullish, especially if key pharma stocks like Teva 'carve out a bottom' this Spring.

BlueStar Israel Technical Analysis Update

0517
Monthly Update

Market Trends & Technical Analysis: USD:ILS Rate



The technical outlook for the Israeli Shekel has been impressively-strong amidst US Dollar strength, and our technical outlook remains bullish, with a growing probability that the massive ten-year triangle will resolve in with a long-term bullish breakout of the Shekel. However, in the short/medium-term, the upside for the Israeli currency is limited by the two downward sloping resistance lines extending from 2007/2008 highs. Thus the Shekel has a medium-term upside limited to approximately \$0.28 - \$0.285, below the 2013 highs and the two resistance lines. Medium-term support is now \$0.265, above the mid-2016 breakout level, and long-term support for the Shekel is now \$0.255 marked by the parallel yellow support lines. The clear pattern of "higher-highs" since early 2014 through early 2016 further confirm our bullish long-term outlook for Israel's currency.