

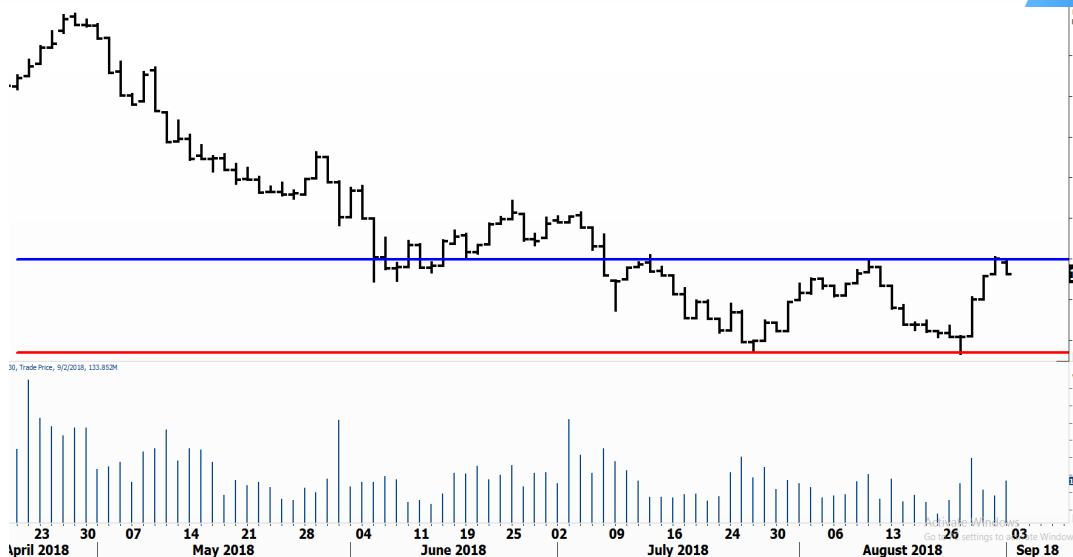


PIONEERSECURITIES

# TECH TO THE POINT

3-Sep-18

This report must be read with the disclaimer  
on the last page



Price EGP	Last	15,852.36
18,000	High Today	15,995.25
17,600	Low Today	15,852.36
17,200	Volume	M 133.852
16,800	First Support	15,600.00
16,400	Second Support	15,100.00
16,000	First Resistance	16,000.00
15,852	Second Resistance	16,600.00
15,600	Stop Loss	15,100.00
15,200		
	HISTORICAL RETURN %	
	1 WEEK	4.02%
	1 MONTH	0.29%
	1 QUARTER	-4.94%
	1 YEAR	18.16%
	YTD	5.55%

## Analysis

Yesterday's market decline was due to GTHE's news, which had a bearish effect on the market across the board. Despite yesterday's bad sentiment, we believe that the market's short-term rise did not end yet. The 16,000 served as resistance as the EGX 30 was not able to break it upwards and closed at 15,852. A decline to 15,600 is possible; we believe, however, that if the index hits 15,500-15,600 it will rebound once again to break 16,000 to the upside.

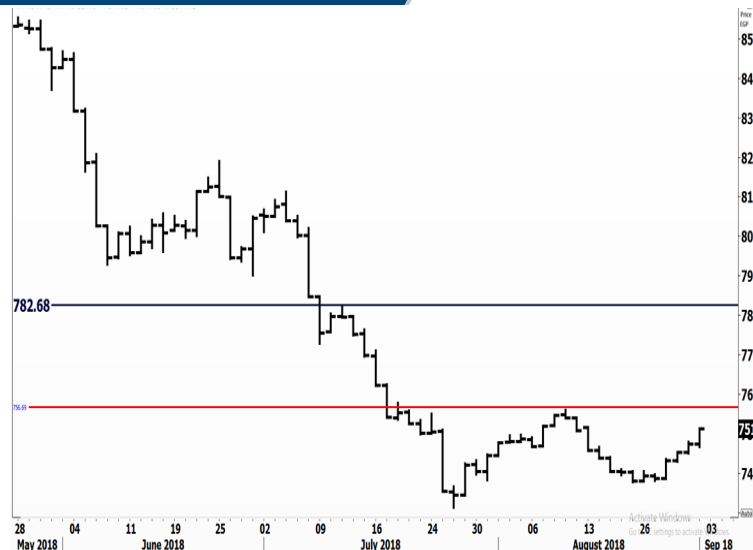
Thus, we are still biased to the bullish side despite yesterday's decline and believe that the current rise did not end yet.

## Egyptian Exchange Small Caps Index EGX70

### Analysis

The EGX 70 index closed at 751 and is approaching its resistance that lies at 755. The index looks good, especially after yesterday's rise, and is currently challenging its resistance.

Those who are out of small and medium caps stocks are recommended to wait for a break above 755. If this level is broken, the next rise will be significant and our target will be set at around 780.



## Resistance

**HELI**

The stock witnessed a higher low followed by a higher high, breaking 29.75 upwards and closing at 30.1 at the end of the session. We recommend short-term investors to step in at intraday dips with a target at around 32.5.

## Support

**GTHE**

The break below 3.9-4 looked bad as the stock declined sharply with high volumes. Unfortunately, GTHE broke support despite that it looked like it had potential before its news. The 4-4.1 area is expected to serve as strong resistance should any minor rise occurs.

## Testing

### Support

**CCAP**

The 3.35 is the current support for CCAP. It is important to note that if the stock breaks below this support, the next target will be set near 2.95. Thus, short-term investors can place their stop below 3.35.

### Resistance

**CANA**

Approached its resistance that lies at 9.9 but witnessed a decline, to close at 9.4 at the end of the session. Those who want to step in are recommended to wait for a breakout with a target at around 11.

**SWDY**

Tested 198 yesterday but was not able to break it upwards. We recommend short-term investors to enter the stock either at a decline near 180 or at a break above 198-200.

**TMGH**

The stock is trading near its resistance that lies at 12.75. We do not recommend investors to buy until the breakout occurs. If TMGH breaks 12.75, its first target will be set at 13.75.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	86.90	80.00	77.00	88.50	92.50	↔	Hold	80.00
EAST.CA	EASTERN CO	103.85	96.50	91.00	110.00	113.00	↓	P.SELL	113.00
SWDY.CA	ELSWEDY ELECTRIC	191.02	171.00	166.00	198.00	208.00	↔	Hold	171.00
TMGH.CA	TALAT MOSTAFA	11.50	9.90	9.50	11.85	12.44	↔	Hold	9.90
ABUK.CA	ABU QIR FRT&CHM	33.09	30.50	28.50	34.00	36.65	↑	Hold	28.50
EKHO.CA	EGYPT KUWAIT HLD	1.19	\$1.15	\$1.12	\$1.20	\$1.25	↔	Hold	\$1.12
HRHO.CA	EFG HERMES HOLD	17.86	17.20	16.70	18.90	19.60	↔	Hold	16.00
GTHE.CA	GLOBAL TELECO	3.71	3.86	3.35	4.50	5.00	↓	P.SELL	4.50
AMOC.CA	ALX MINERAL OILS	11.35	10.85	10.44	11.80	12.20	↔	Hold	10.85
MNHD.CA	MEDINET NASR HOU	9.05	9.10	8.00	10.45	11.00	↔	Hold	10.45
SKPC.CA	SIDI KERIR PETRC	24.00	23.00	22.44	25.30	27.00	↔	Hold	22.44
OCDI.CA	6TH OCT DEV INV	23.00	21.50	20.00	24.25	25.30	↔	Hold	24.25
JUFO.CA	JUHAYNA FOOD IND	12.10	11.20	10.60	13.00	14.00	↔	Hold	10.60
ESRS.CA	EZZ STEEL	26.25	25.65	24.00	27.50	28.50	↔	Hold	28.50
ETEL.CA	TELECOM EGYPT	13.70	13.70	13.40	14.60	15.50	↔	Hold	13.40
CCAP.CA	CITADEL CAPITAL	3.40	3.38	3.05	3.75	4.00	↔	Hold	3.75
QNBA.CA	QNB ALAHLI	47.00	45.50	43.00	51.80	54.50	↔	Hold	45.50
PHDC.CA	PALM HILL DEV CO	3.12	2.90	2.75	3.28	3.60	↓	P.SELL	3.60
ORAS.CA	ORASCOM CONST	146.50	140.00	130.00	151.00	165.00	↔	Hold	140.00
HELI.CA	Misr Gedida Hou	30.10	28.00	26.30	31.70	32.50	↑	P.Buy	28.00
EFID.CA	EDITA FOOD INDS	18.50	17.50	16.00	19.00	21.50	↔	Hold	17.50
ISPH.CA	IBNSINA PHARMA	10.92	10.40	10.12	11.15	11.50	↔	Hold	10.12
EMFD.CA	EMAAR MISR DEV	4.56	4.25	3.95	4.55*	4.75	↔	Hold	3.95
PIOH.CA	PIONEERS HLDG	6.65	6.15	5.85	7.05	7.50	↓	P.SELL	7.50
OIH.CA	ORASCOM INVESTMENT HOLD- ING	0.67	0.66	0.63	0.72	0.76	↓	P.SELL	0.72
EGAL.CA	EGYPT ALUMINIUM	42.81	41.65	39.50	44.00	48.00	↓	P.SELL	48.00
EGTS.CA	EGYPTIAN RESORTS	1.91	1.55	1.45	1.94	2.04	↔	Hold	1.57
PORT.CA	PORTO GROUP	0.22	0.20	0.17	0.24	0.28	↓	P.SELL	0.28
IRON.CA	EGYPTIAN IR & ST	6.28	6.00	5.35	7.40	8.00	↔	Hold	6.80
ACGC.CA	ARAB COTTON GIN.	2.37	2.30	2.10	2.73	2.90	↔	Hold	2.30

### Guidelines



**Bullish**



**Bearish**



**Neutral**

Trend: (Upgrade, Downgrade): Change in trend color refers to upgrade or downgrade in the trend relative to the previous trend direction. E.g. change from "↓ Down" to "↔ Flat" is considered an upgrade and vice versa.

Buy: Buy the full position.

P.Buy: Buy portion of a position

Hold: Don't Buy or sell.

P.SELL: Sell portion of a position.

Sell: Sell the full position.

Stop Loss: Completely exit the position (or) Re-entry in cases of Selling.

## Disclaimer

This report has been prepared according to the general data available for public, in accordance with the professional standards applied in that career to the best knowledge of the reporter. The recommendations mentioned are a guiding tool representing a professional opinion, and not granting any profits, consequently it is not obligatory for our valued customers and investors. Pioneers Securities©, Egypt shall not be liable for any direct, indirect, incidental, or consequential damages, including limitation losses, lost revenues, or lost profits that may result from these materials. Republishing this report or any of its contents is subject to prior approval; referring to the source is a must. Opinions expressed are subject to change without notice and may differ or be contrary to the opinions or recommendations of Pioneers Securities©, Egypt Research or the opinions expressed by other business areas or groups of Pioneers Securities©, Egypt as a result of depending solely on the historical technical behavior (price and volume).

## Technical Analysis Department

### Saleh Nasser

Chief Technical Strategist

### Ahmed Hassan

Senior Technical Analyst

### Dina Fahmy

Senior Technical Analyst

### Tips on reading the report

The first page includes an analysis of two major indices in the Egyptian Stock Market; the norm is that we will analyze both the EGX 30 and 70, but sometimes we will compare the EGX 30 to its 50 counterpart if there is important information in this comparison. We also use the Hermes Last Index interchangeably with the EGX 30. The .HRMSL index has an important edge; it uses last prices instead of VWAP. First thing our clients should do is to read the indices analysis carefully to have a clear understanding on our overall view.

The second page includes stocks that broke out beyond their resistance levels, and those that violated their support levels. It also includes stocks that are testing their support levels and those that are testing their resistance. This analysis is important and it is the core of our recommendations. It is important to note though that not all stocks that are testing their support levels are bullish, and not all that are testing their resistance levels are bearish. To make it easier for our clients, we have placed a bull face 🐮 if we consider the stock under study bullish, and a bear face 🐻 if we consider it bearish. We also added a big bullet 🟩 if we are neutral.

It is important to note that you might find a stock that we consider bullish in our analysis (in the breakouts/testing section) but it remains as a hold or partial sell in the table. The conflict here is that the table is more conservative. This will not be an issue with our clients, because our analysis will explain why we are being bullish/bearish on the stock.