

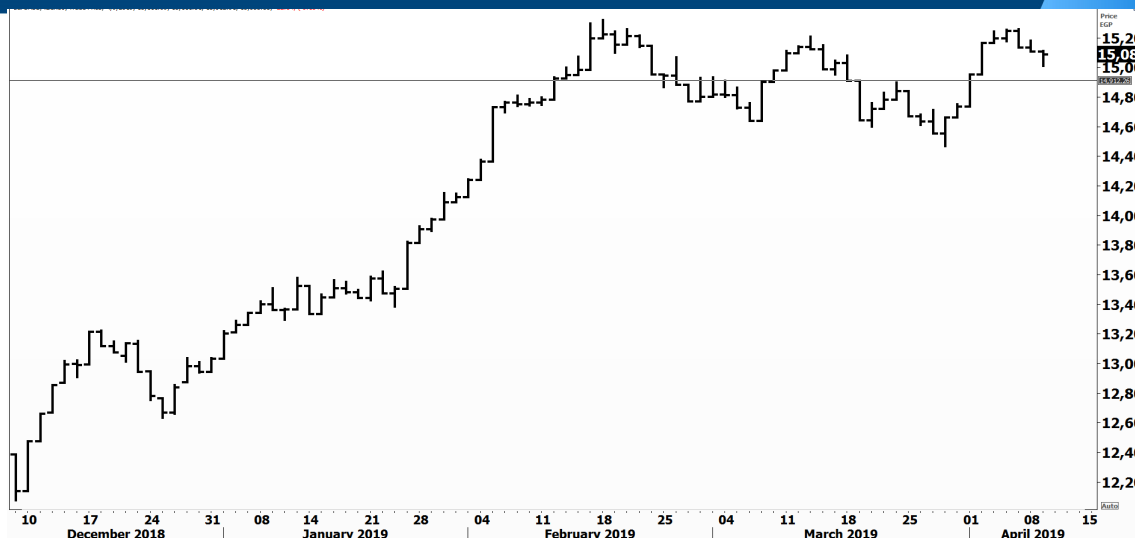


PIONEERSECURITIES

TECH TO THE POINT

10-Apr-19

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



Price	15,200
EGX	15,088.55
High Today	15,111.81
Low Today	15,012.91
Volume	M 151.294
First Support	14,900.00
Second Support	14,600.00
First Resistance	15,300.00
Second Resistance	16,000.00
Stop Loss	14,600.00
HISTORICAL RETURN %	
1 WEEK	-0.53%
1 MONTH	0.71%
1 QUARTER	12.56%
1 YEAR	-13.35%
YTD	15.73%

Analysis

The market stabilized yesterday, closing near 15,000; as we mentioned, the 14,900 is our current support level. Any violation below it will be short-term bearish. On the other hand, if the index rebounds from this support, the next rise will probably break the peak.

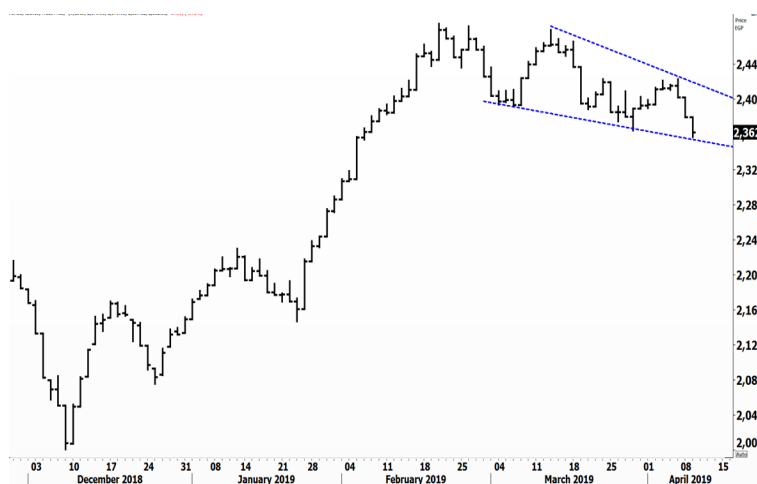
The overall market situation still looks weak, especially that lots of stocks are still under strong selling pressure. For new entries, we need to make sure that the 14,900 level will hold the decline; it goes without saying that a break above the peak will trigger a buy signal. For now, we are on the sidelines watching.

Egyptian Exchange Equal Weights Index EGX50

Analysis

Despite that the EGX 50 index is breaking below support, it is creating a falling wedge formation. This formation can be considered bullish only if the price rebounds; what happens in this formation is that sellers make new lows but with lower momentum; in other words, despite that sellers break support, their momentum shrinks.


As we mentioned before, the EGX 50 index is important to watch as it shows the overall market situation because of its equal weights constituents. Only a rebound from current levels will give hope to investors of a potential market rise.




Resistance

No stocks broke their resistance yesterday.


Support


POUL  The stock has been witnessing a downtrend since Feb 2019. POUL broke 6 lately, closing at 5.71 at the end of the session. The stock is already approaching its lows once again, our next target lies at 5.2-5.3.


CSAG  Closed at 12.77 after breaking the neckline of a short-term head and shoulders. If the target is hit, the stock will test 11.5 where buying power will probably appear. On the other hand, we do not recommend entering (in case the stock rebounds from here) unless the 13.75 level is broken upwards.


Testing

Support

BTFH  The 6.35-6.5 area should serve as support for the stock. We do not recommend stepping in until a rebound occurs. If the stock rebounds from the current support range, it might reach 7.5, where selling pressure will probably intensify.

EFIC  The 8.8 support level is currently at risk of being violated. Position holders are recommended to place their stops below support. For new entries, we will not think of stepping in until the 9.5 level is broken upwards.

MCQE  MCQE is trading near its major support. The failure to witness any strength at current levels is bearish signal. Despite that the stock is seen as bottoming, it still has some room to go down.

AMER  Trading near its major support and witnessing low volumes. AMER is still weak and unable to rise. For now, we recommend position holders to sell at any rises. It is not a good idea to invest in underperformers.

Resistance

No stocks were approaching their resistance yesterday.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	73.70	72.00	69.00	76.00	77.20	↔	Hold	72.00
EAST.CA	EASTERN CO/d	18.25	17.80	17.00	19.00	19.80	↔	Hold	19.00
SWDY.CA	ELSWEDY ELECTR/d	16.08	15.00	13.80	16.50	17.50	↓	Hold	17.50
TMGH.CA	TALAT MOSTAFA/d	11.63	11.00	10.85	11.70	11.90	↔	Hold	11.00
ACAMD.CA	Arab Co. for Asset Management	2.72	2.60	2.42	2.94	3.07	↔	Hold	2.60
EKHO.CA	EGYPT KUWAIT H/d	1.55	\$1.48	\$1.44	\$1.68	\$1.75	↑	Hold	\$1.44
HRHO.CA	EFG HERMES HOL/d	16.72	16.35	15.60	17.70	18.50	↔	Hold	16.60
GTHE.CA	GLOBAL TELECO/d	4.70	4.40	4.00	4.80	4.90	↔	Hold	4.40
AMOC.CA	ALX MINERAL OI/d	6.13	5.85	5.50	6.44	6.70	↔	Hold	5.85
MNHD.CA	MEDINET NASR H/d	7.03	6.85	6.20	7.28	7.70	↔	Hold	7.70
CIRA.CA	Cairo Investment & Real Estate	10.60	10.00	9.00	11.28	12.50	↔	Hold	10.00
OCDI.CA	6TH OCT DEV IN/d	16.90	15.90	15.20	17.49	18.00	↔	Hold	18.00
JUFO.CA	JUHAYNA FOOD I/d	13.10	13.00	12.00	14.00	N.A	↑	Hold	12.00
ESRS.CA	EZZ STEEL/d	16.00	15.50	13.50	16.80	17.90	↓	P.SELL	17.90
ETEL.CA	TELECOM EGYPT/d	14.73	14.00	13.00	15.10	16.00	↔	Hold	15.10
CCAP.CA	CITADEL CAPITA/d	3.87	3.80	3.60	3.99	4.10	↔	Hold	3.80
SRWA.CA	Sarwa Capital Holding	6.20	6.00	5.50	6.40	6.80	↔	Hold	6.00
PHDC.CA	PALM HILL DEV /d	2.50	2.45	2.35	2.65	2.87	↓	P.SELL	2.87
AUTO.CA	GB AUTO S.A.E/d	4.60	4.50	4.00	5.00	5.40	↓	P.SELL	5.40
HELI.CA	Misr Gedida Ho/d	26.07	25.75	24.25	28.00	29.50	↑	Hold	24.25
AINH.CA	Arab Investment Holding	0.69	0.66	0.63	0.73	0.78	↔	Hold	0.78
EGCH.CA	EGYPT CHEM IND/d	6.03	5.85	5.68	6.11	6.83	↓	P.SELL	6.83
EMFD.CA	EMAAR MISR DEV/d	3.52	3.35	3.20	3.75	3.90	↔	Hold	3.35
PIOH.CA	PIONEERS HLDG/d	7.36	6.95	6.80	7.65	8.00	↔	Hold	7.65
OIH.CA	ORASCOM INVESTMENT HOLDING	0.59	0.57	0.55	0.63	0.69	↓	P.SELL	0.69
ORHD.CA	ORASCOM DEV/d	7.30	7.13	6.80	7.60	8.00	↔	Hold	8.00
EGTS.CA	EGYPTIAN RESOR/d	1.94	1.87	1.83	2.00	2.04	↓	Hold	2.04
ORWE.CA	ORIENTAL WEAVE/d	12.00	11.50	11.00	12.40	13.00	↔	Hold	11.50
IRON.CA	EGYPTIAN IR & /d	4.94	4.85	4.40	5.24	5.50	↓	P.SELL	5.24
ACGC.CA	ARAB COTTON GI/d	2.05	2.04	1.95	2.20	2.40	↔	Hold	2.04

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).

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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.