

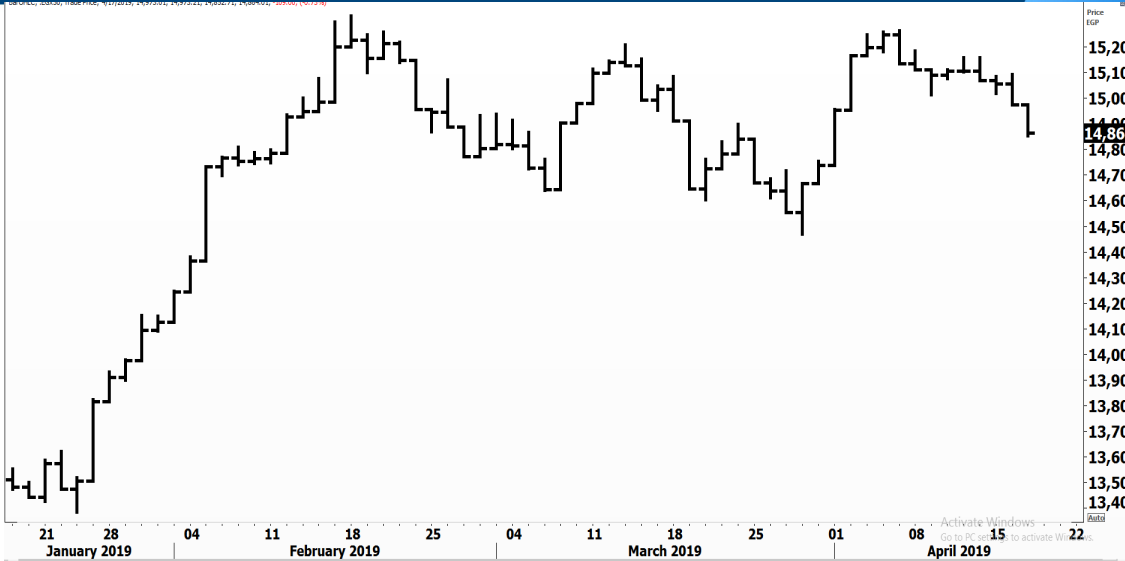


PIONEERSECURITIES

# TECH TO THE POINT

18-Apr-19

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



Last	14,864.01
High Today	14,973.21
Low Today	14,852.71
Volume	M 56.551
First Support	14,900.00 *
Second Support	14,500.00
First Resistance	15,300.00
Second Resistance	16,000.00
Stop Loss	14,500.00
HISTORICAL RETURN %	
1 WEEK	-1.61%
1 MONTH	-0.31%
1 QUARTER	10.02%
1 YEAR	-16.51%
YTD	14.02%

## Analysis

The market continued its decline yesterday as the EGX 30 index closed at 14,864. As we mentioned, the 14,500-14,600 area is the current support for the index; we are already approaching this support range, which means that we might witness a rebound. The amplitude and strength of this rebound will depend on the buyers' strength. If we look at the current situation, we will note that buyers are almost absent. This means that the rebound might be of a minor magnitude.

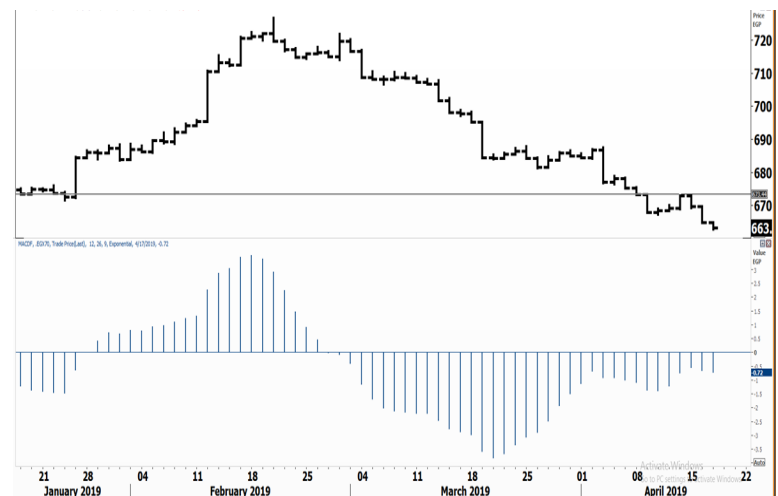
To be more to the point in our analysis, let us put it this way. If the market witnesses a rebound and the index closes near 15,000 by the end of the session, the probability of a significant rebound will be higher. Apart from that, we are on the sidelines watching.

## Egyptian Exchange Small Caps Index EGX70

### Analysis

Despite that the EGX 70 index is witnessing a lower low from the most recent minor bottom, the MACD histogram is witnessing a positive divergence. Such a divergence is not considered very significant, but at least is telling us that the momentum of the decline is drying a bit.


We will not, however, step in until the 673 is broken to the upside. As we know, the 650-655 area is the current support for the index; if we rebound from current levels (above major support) we will not enter until a clear confirmation appears. Our confirmed short-term buy signal is a break above 673.




## Resistance

No stocks broke their resistance levels yesterday


## Support

**SWDY**  Broke 15.9, closing near 15.7. SWDY still has an important support at 15.5; a rebound from this support level might trigger a new short-term signal.


**ETRS**  Showing a weak performance and unable to witness any strength. Any rise to 8.5 will be a chance to sell. We expect ETRS to reach 7.5.


## Testing

### Support

**ACAMD**  The 2.6-2.65 is the current support for the stock. ACAMD tested its support and rebounded, to close at 2.73 at the end of the session. Those who want to initiate a new trade should wait for a breakout above 2.8. This break can create a new short-term trading signal with an upward target at around 2.95.

### Resistance

**ADCI**  Arab Drugs is in the Pharmaceutical sector, which is considered as an outperforming sector. The stock is still illiquid but began to show higher volumes lately. The 30-30.5 area should be broken upwards. Such a breakout will lead the stock to much higher levels.

**IFAP**  Trying to break its minor resistance that lies at 3.4. A break above this level will trigger a short-term buy signal with a target around 3.8.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	73.2	72	69	74.75	76.4	↔	HOLD	72
EAST.CA	EASTERN CO	18.69	17.7	17	19	19.8	↔	HOLD	19
SWDY.CA	ELSWEDY ELECTR/d	15.7	15	13.8	16.6	17.5	↓	P.SELL	17.5
TMGH.CA	TALAT MOSTAFA/d	11.69	11.45	11	11.9	12.2	↔	HOLD	11
ACAMD.CA	Arab Co. for Asset Management	2.73	2.6	2.42	2.85	2.97	↔	HOLD	2.6
EKHO.CA	EGYPT KUWAIT H/d	1.41	\$1.36	\$1.30	\$1.48	\$1.59	↔	HOLD	1.59
HRHO.CA	EFG HERMES HOL/d	16.72	16.35	15.6	17.7	18.5	↔	HOLD	16.35
GTHE.CA	GLOBAL TELECO/d	4.53	4.35	4	4.75	4.9	↔	HOLD	4.35
AMOC.CA	ALX MINERAL OI/d	6.16	5.85	5.5	6.44	6.7	↔	HOLD	5.85
MNHD.CA	MEDINET NASR H/d	6.74	6.6	6.2	7.28	7.7	↓	P.SELL	7.28
CIRA.CA	Cairo Investment & Real Estate	11	10	9	11.28	12.5	↔	HOLD	10
OCDI.CA	6TH OCT DEV IN/d	17	16.6	15.9	17.49	18	↔	HOLD	18
JUFO.CA	JUHAYNA FOOD I/d	12.97	12	11	14	N.A	↔	HOLD	12
ESRS.CA	EZZ STEEL/d	16.96	15.5	13.5	17.2	18.4	↓	P.SELL	18.4
ETEL.CA	TELECOM EGYPT/d	14.4	14	13	15.1	16	↔	HOLD	15.1
CCAP.CA	CITADEL CAPITA/d	3.66	3.6	3.4	3.85	3.99	↓	P.SELL	3.99
SRWA.CA	Sarwa Capital Holding	6.2	6	5.5	6.4	6.8	↔	HOLD	6
PHDC.CA	PALM HILL DEV /d	2.51	2.45	2.35	2.65	2.87	↓	P.SELL	2.87
AUTO.CA	GB AUTO S.A.E/d	4.59	4.5	4	4.75	5	↓	P.SELL	5
HELI.CA	Misr Gedida Ho/d	26.65	25.75	24.25	28	29.5	↑	HOLD	24.25
AINH.CA	Arab Investment Holding	0.67	0.66	0.63	0.73	0.78	↓	P.SELL	0.78
EGCH.CA	EGYPT CHEM IND/d	5.9	5.68	5.45	6.15	6.4	↓	P.SELL	6.4
EMFD.CA	EMAAR MISR DEV/d	3.47	3.35	3.2	3.8	3.9	↔	HOLD	3.35
PIOH.CA	PIONEERS HLDG/d	7.31	7.25	6.95	7.65	8	↔	HOLD	7.65
OIH.CA	ORASCOM INVESTMENT HOLDING	0.56	0.55	0.51	0.6	0.63	↓	P.SELL	0.63
ORHD.CA	ORASCOM DEV/d	6.9	6.7	6.25	7.6	8	↔	HOLD	8
EGTS.CA	EGYPTIAN RESOR/d	1.94	1.87	1.83	2	2.04	↔	HOLD	2.04
ORWE.CA	ORIENTAL WEAVE/d	11.96	11.5	11	12.4	13	↔	HOLD	11.5
IRON.CA	EGYPTIAN IR & /d	4.75	4.6	4.4	5.24	5.5	↓	P.SELL	5.24
ACGC.CA	ARAB COTTON GI/d	2.05	2	1.92	2.2	2.4	↔	HOLD	2

## 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.