

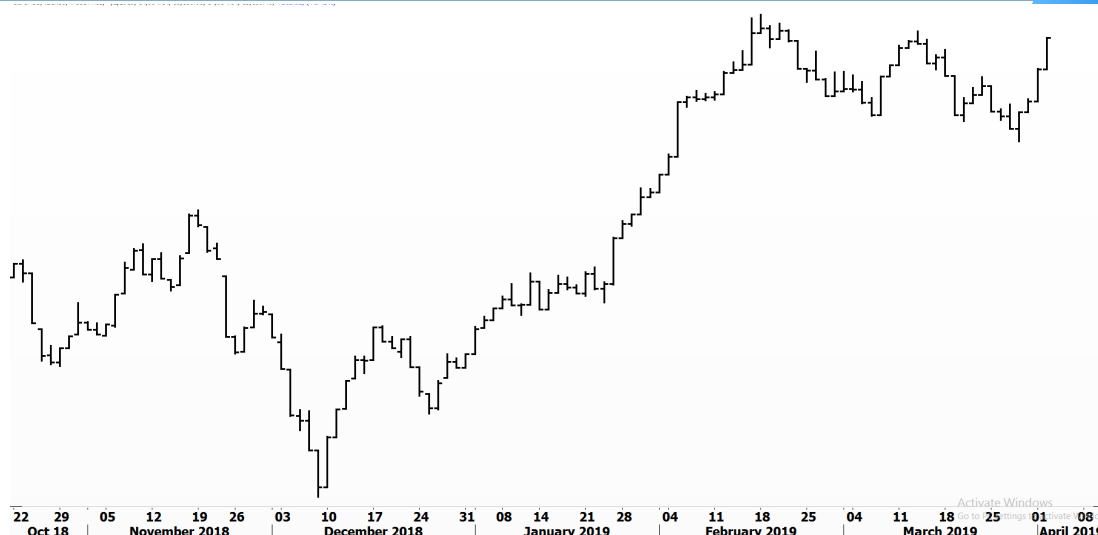


PIONEERSECURITIES

TECH TO THE POINT

3-Apr-19

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



| | |
|---------------------|-----------|
| Last | 15,166.46 |
| High Today | 15,166.93 |
| Low Today | 14,954.14 |
| Volume | M 133.485 |
| First Support | 14,600.00 |
| Second Support | 14,000.00 |
| First Resistance | 15,300.00 |
| Second Resistance | 16,000.00 |
| Stop Loss | 14,600.00 |
| HISTORICAL RETURN % | |
| 1 WEEK | 3.61% |
| 1 MONTH | 2.34% |
| 1 QUARTER | 16.34% |
| 1 YEAR | -14.24% |
| YTD | 16.34% |

Analysis

First of all, the market confirmed its 14,900 breakout, closing clearly above it yesterday. Based on this action, we should be buyers in the market; our buying action will take place during market dips, which is the classical technique we usually use during strong market moves.

However, despite this EGX 30 bullish action, we are still worried about the overall situation; this conservatism is due to the handful of stocks that are rising; stocks still move individually and it is obvious that the same money steps from one stock to another. Thus, we need to be picky and careful when buying.

Those who use margin need to be quick in their trading actions and never leave a losing margined position. We can always step in once again.

We are joining the market strength with stocks that are witnessing upward moves.

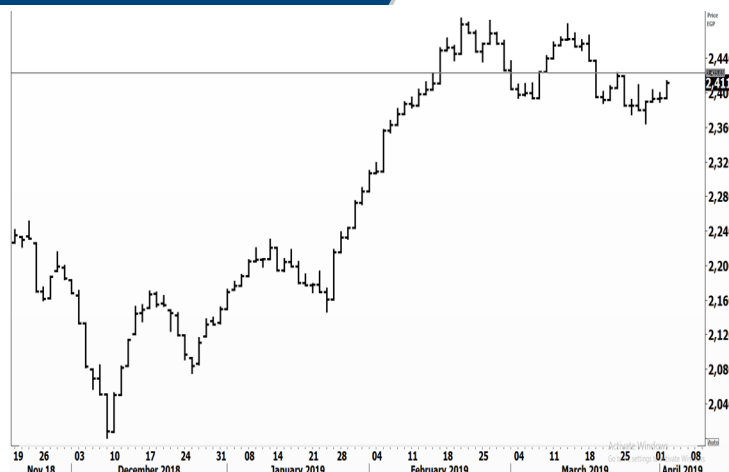
Egyptian Exchange Equal Weights Index EGX50

Analysis


One of the things that we need to see is a breakout above the 2,425 on the EGX 50 index.

As we can see, the relatively weak EGX 50 tells us that market breadth is still weak despite the EGX 30 strength.

Thus, we will recommend trading stocks that are showing superior performance, and in the same time will wait the EGX 50 index to break 2,425. Such a breakout will add to the bullish situation.



Resistance


COMI  Continued its sharp rise, breaking its second resistance that lies at 71.5-72. The 76 is the current resistance to watch; if this level is broken upwards, the stock will probably reach new historical highs once again.


Support


No stocks broke their support yesterday.

Testing


Support


ACAMD  Support lies at 2.75. If the stock rebounds from here, a buy signal will be triggered with a target around 3. Those who want to step in for a quick short-term trade, should wait for a minor rebound before buying.

CCAP  The 3.8-3.85 range is the current support for the stock. A rebound should occur from here; if, however, CCAP breaks below 3.8 all stops will be hit as our target will be set near 3.5-3.6 initially.

PHDC  It is important to monitor PHDC as any violation of the 2.65 level will be considered bearish on the short-term. On the other hand, we do not recommend stepping in until the 2.8 is clearly broken upwards.

Resistance

TMGH  One of the stocks that are considered outperformers and are always on our radar. TMGH is currently challenging 11.75. A break above this level will trigger a buy signal with an upward target at 12.3 initially.

CSAG  Those who want to step in are recommended to wait for a break above 13.8. Such a breakout will lead the stock near 14.75.

| Symbol | S. Description | Last | Support 1 | Support 2 | Resistance 1 | Resistance 2 | Trend | Recommendation | Stop Loss/ Re-Entry |
|----------|--------------------------------|-------|-----------|-----------|--------------|--------------|-------|----------------|------------------------|
| COMI.CA | COM INTL BK | 73.95 | 69.00 | 65.50 | 76.00 | 77.20 | ↔ | Hold | 72.00 |
| EAST.CA | EASTERN CO | 18.40 | 17.80 | 17.00 | 19.00 | 19.80 | ↔ | Hold | 19.00 |
| SWDY.CA | ELSWEDY ELECTRIC | 16.49 | 15.00 | 13.80 | 16.90 | 17.80 | ↓ | Hold | 17.80 |
| TMGH.CA | TALAT MOSTAFA | 11.65 | 11.00 | 10.85 | 11.70 | 11.90 | ↔ | Hold | 11.00 |
| ACAMD.CA | Arab Co. for Asset Management | 2.82 | 2.75 | 2.60 | 3.07 | 3.25 | ↔ | Hold | 2.60 |
| EKHO.CA | EGYPT KUWAIT HLD | 1.58 | \$1.48 | \$1.44 | \$1.68 | \$1.75 | ↑ | Hold | \$1.44 |
| HRHO.CA | EFG HERMES HOLD | 17.20 | 16.60 | 15.60 | 17.70 | 18.50 | ↔ | Hold | 16.60 |
| GTHE.CA | GLOBAL TELECO | 4.55 | 4.40 | 4.00 | 4.80 | 4.90 | ↔ | Hold | 4.40 |
| AMOC.CA | ALX MINERAL OILS | 6.01 | 5.85 | 5.50 | 6.44 | 6.70 | ↔ | Hold | 5.85 |
| MNHD.CA | MEDINET NASR HOU | 7.00 | 6.85 | 6.20 | 7.28 | 7.70 | ↔ | Hold | 7.70 |
| CIRA.CA | Cairo Investment & Real Estate | 11.28 | 10.00 | 9.00 | 11.50 | 12.50 | ↔ | Hold | 9.00 |
| OCDI.CA | 6TH OCT DEV INV | 16.61 | 15.70 | 15.20 | 18.00 | 19.20 | ↔ | Hold | 18.00 |
| JUFO.CA | JUHAYNA FOOD IND | 13.05 | 13.00 | 12.00 | 14.00 | N.A | ↑ | Hold | 12.00 |
| ESRS.CA | EZZ STEEL | 17.70 | 16.80 | 16.30 | 18.30 | 19.30 | ↓ | P.SELL | 19.30 |
| ETEL.CA | TELECOM EGYPT | 15.00 | 14.00 | 13.00 | 15.10 | 16.00 | ↔ | Hold | 15.10 |
| CCAP.CA | CITADEL CAPITAL | 3.88 | 3.80 | 3.60 | 4.10 | 4.22 | ↔ | Hold | 3.80 |
| SRWA.CA | Sarwa Capital Holding | 6.27 | 6.00 | 5.50 | 6.75 | 7.40 | ↔ | Hold | 6.00 |
| PHDC.CA | PALM HILL DEV CO | 2.68 | 2.65 | 2.55 | 2.87 | 3.00 | ↔ | Hold | 2.65 |
| AUTO.CA | GB AUTO S.A.E | 4.93 | 4.90 | 4.70 | 5.40 | 5.68 | ↔ | Hold | 4.90 |
| HELI.CA | Misr Gedida Hou | 24.46 | 22.50 | 21.35 | 25.75 | 29.50 | ↑ | Hold | 25.75 |
| AIND.CA | The record could not be found | 0.75 | 0.70 | 0.67 | 0.78 | 0.83 | ↔ | Hold | 0.83 |
| EGCH.CA | EGYPT CHEM IND | 6.25 | 6.10 | 5.68 | 6.80 | 7.12 | ↓ | P.SELL | 7.12 |
| EMFD.CA | EMAAR MISR DEV | 3.46 | 3.35 | 3.20 | 3.75 | 3.90 | ↔ | Hold | 3.35 |
| PIOH.CA | PIONEERS HLDG | 7.10 | 6.80 | 6.65 | 7.30 | 7.65 | ↔ | Hold | 7.65 |
| OIH.CA | ORASCOM INVESTMENT HOLDING | 0.67 | 0.63 | 0.60 | 0.69 | 0.74 | ↓ | Hold | 0.74 |
| ORHD.CA | ORASCOM DEV | 7.32 | 7.26 | 6.80 | 7.60 | 8.00 | ↔ | Hold | 8.00 |
| EGTS.CA | EGYPTIAN RESORTS | 1.92 | 1.87 | 1.83 | 2.00 | 2.04 | ↓ | Hold | 2.04 |
| ORWE.CA | ORIENTAL WEAVERS | 11.72 | 11.50 | 11.00 | 12.15 | 13.00 | ↔ | Hold | 11.50 |
| IRON.CA | EGYPTIAN IR & ST | 4.95 | 4.65 | 4.40 | 5.20 | 5.50 | ↓ | P.SELL | 5.50 |
| ACGC.CA | ARAB COTTON GIN. | 2.14 | 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

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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.