

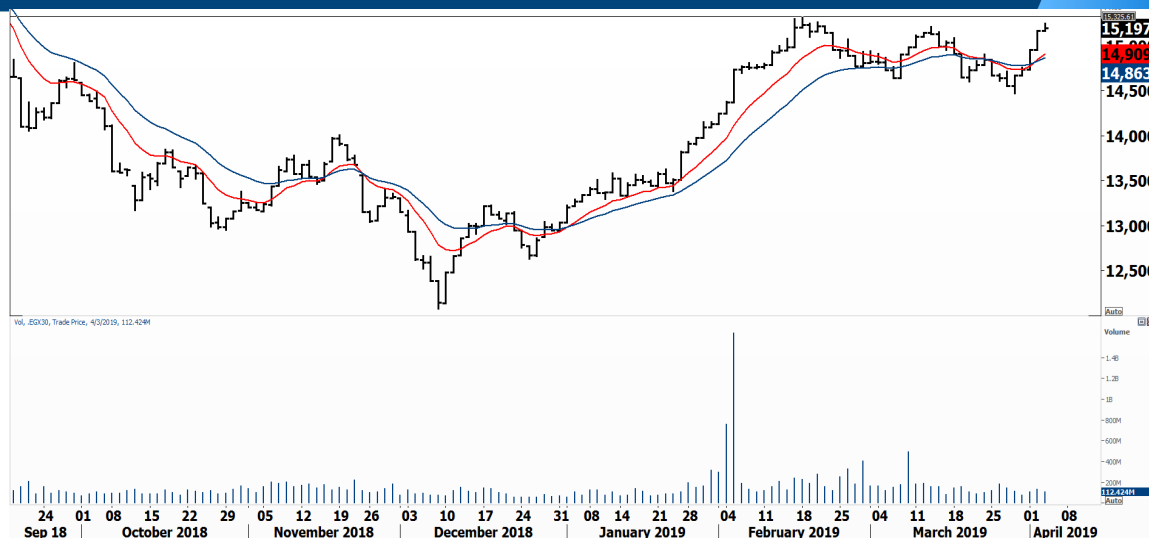


PIONEERSECURITIES

TECH TO THE POINT

4-Apr-19

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



Last	15,197.84
High Today	15,246.15
Low Today	15,166.46
Volume	M 112.424
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	4.42%
1 MONTH	2.58%
1 QUARTER	15.10%
1 YEAR	-13.12%
YTD	16.59%

Analysis

In our previous reports, and as the index was struggling at the 14,600 level, our vision was to wait and see whether the market will break support or not. Actually, the probability of a support break versus the probability of a rebound was a 50/50 probability. Thus, we were not aggressive in our expectations as it was not clear what the market wanted to do.

As the EGX 30 index rebounded and witnessed a significant rise, and despite that the stocks that rose along with the index were just a handful of stocks, we expect any potential decline to create a higher low. In other words, based on the most recent index move, the 14,600 should be a support level.

What we still need to see though is more stocks rising along with the index. If we see better market breadth, we will obviously be more confident on the market.

A market decline from here is very natural as the index is testing the 15,200-15,300 area; such a decline, as we just mentioned, will probably create a higher low.

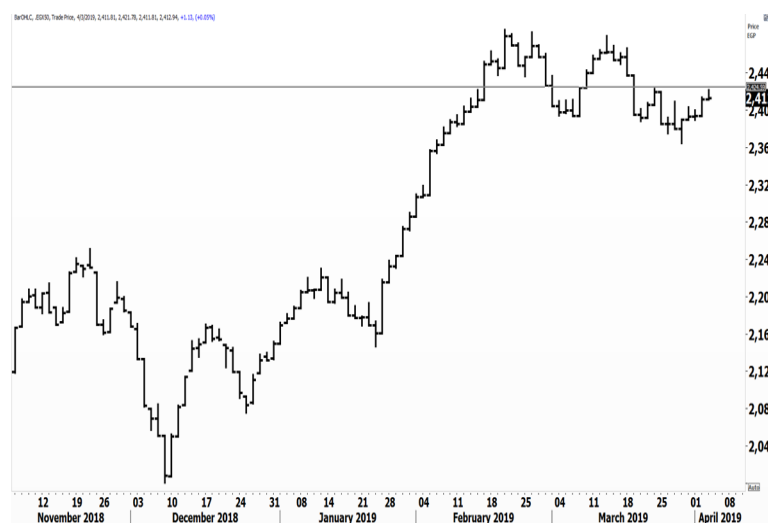
Egyptian Exchange Equal Weights Index EGX50

Analysis


It is important to note that the EGX 50 index did not break yet the 2,425 level, which coincides with the 14,900 level on the EGX 30 index. Thus, the market did not yet give a confirmation of the EGX 30 index breakout, which gives a hint that the EGX 30 rise is not an overall market rise.

Such a note is important to understand, so that people do not get surprised in case the market weakens a bit.


Our more confirmed buy signal will be triggered if the EGX 50 index breaks the 2,425 level clearly.



Resistance


HELI  Broke its 25.7 resistance level, closing at 26 at the end of the session. Heli is acting classically, respecting its support levels and breaking resistance. If the stock confirms its breakout today, it will continue its rise and our target will be set near 31-32.


Support

ESRS  The stock is a clear underperformer since a long time. The break below 17.2 is nothing but a confirmation of the underperformance and weakness the stock has been witnessing since sometime. Our recommendation is still to avoid the stock until clear strength appears.


Testing


Support

CCAP  Respected its support and rebounded significantly to close at 3.97 at the end of the session. CCAP should continue its rise and reach the 4.1-4.12 area as our first target. The 3.85 level should act as support should any intraday declines occur.

PORT  Trading at its support range that lies at the 0.78-0.8 area. PORT is currently underperforming but should witness buying power at current levels. We do not recommend buying, however, until clear strength appears. Our first sign to enter will appear at a break above 0.9.

Resistance

OIH  The 0.68 is the current resistance we are watching. A break above this level will be bullish and will lead OIH near 0.72-0.73. We are actually bullish on the stock and are expecting this breakout soon.

AMOC  One of the important recommended stocks from an intermediate-term time dimension. AMOC was introduced in our last weekly overview as one of the stocks that should witness a strong rise. If we break 6.3 upwards, a new, and important, buy signal will be triggered. We are expecting much higher targets and we recommend investors to step in.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	73.20	69.00	65.50	76.00	77.20	↔	Hold	72.00
EAST.CA	EASTERN CO/d	18.02	17.80	17.00	19.00	19.80	↔	Hold	19.00
SWDY.CA	ELSWEDY ELECTR/d	16.00	15.00	13.80	16.90	17.80	↓	Hold	17.80
TMGH.CA	TALAT MOSTAFA/d	11.65	11.00	10.85	11.70	11.90	↔	Hold	11.00
ACAMD.CA	Arab Co. for Asset Management	2.77	2.75	2.60	3.07	3.25	↔	Hold	2.60
EKHO.CA	EGYPT KUWAIT H/d	1.57	\$1.48	\$1.44	\$1.68	\$1.75	↑	Hold	\$1.44
HRHO.CA	EFG HERMES HOL/d	17.35	16.60	15.60	17.70	18.50	↔	Hold	16.60
GTHE.CA	GLOBAL TELECO/d	4.62	4.40	4.00	4.80	4.90	↔	Hold	4.40
AMOC.CA	ALX MINERAL OI/d	6.23	5.85	5.50	6.44	6.70	↔	Hold	5.85
MNHD.CA	MEDINET NASR H/d	7.02	6.85	6.20	7.28	7.70	↔	Hold	7.70
CIRA.CA	Cairo Investment & Real Estate	11.25	10.00	9.00	11.50	12.50	↔	Hold	9.00
OCDI.CA	6TH OCT DEV IN/d	16.90	15.70	15.20	18.00	19.20	↔	Hold	18.00
JUFO.CA	JUHAYNA FOOD I/d	13.05	13.00	12.00	14.00	N.A	↑	Hold	12.00
ESRS.CA	EZZ STEEL/d	16.36	16.00	15.50	18.30	19.30	↓	P.SELL	19.30
ETEL.CA	TELECOM EGYPT/d	15.07	14.00	13.00	15.10	16.00	↔	Hold	15.10
CCAP.CA	CITADEL CAPITA/d	3.97	3.80	3.60	4.10	4.22	↔	Hold	3.80
SRWA.CA	Sarwa Capital Holding	6.22	6.00	5.50	6.75	7.40	↔	Hold	6.00
PHDC.CA	PALM HILL DEV /d	2.66	2.65	2.55	2.87	3.00	↔	Hold	2.65
AUTO.CA	GB AUTO S.A.E/d	4.80	4.70	4.50	5.00	5.40	↔	Hold	5.40
HELI.CA	Misr Gedida Ho/d	25.98	24.25	22.50	28.00	29.50	↑	Hold	25.75
AIND.CA	The record could not be found	0.74	0.70	0.67	0.78	0.83	↔	Hold	0.83
EGCH.CA	EGYPT CHEM IND/d	6.25	6.10	5.68	6.80	7.12	↓	P.SELL	7.12
EMFD.CA	EMAAR MISR DEV/d	3.48	3.35	3.20	3.75	3.90	↔	Hold	3.35
PIOH.CA	PIONEERS HLDG/d	7.08	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/d	7.30	7.26	6.80	7.60	8.00	↔	Hold	8.00
EGTS.CA	EGYPTIAN RESOR/d	1.90	1.87	1.83	2.00	2.04	↓	Hold	2.04
ORWE.CA	ORIENTAL WEAVE/d	12.05	11.50	11.00	12.15	13.00	↔	Hold	11.50
IRON.CA	EGYPTIAN IR & /d	4.93	4.65	4.40	5.20	5.50	↓	P.SELL	5.50
ACGC.CA	ARAB COTTON GI/d	2.09	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).

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.