

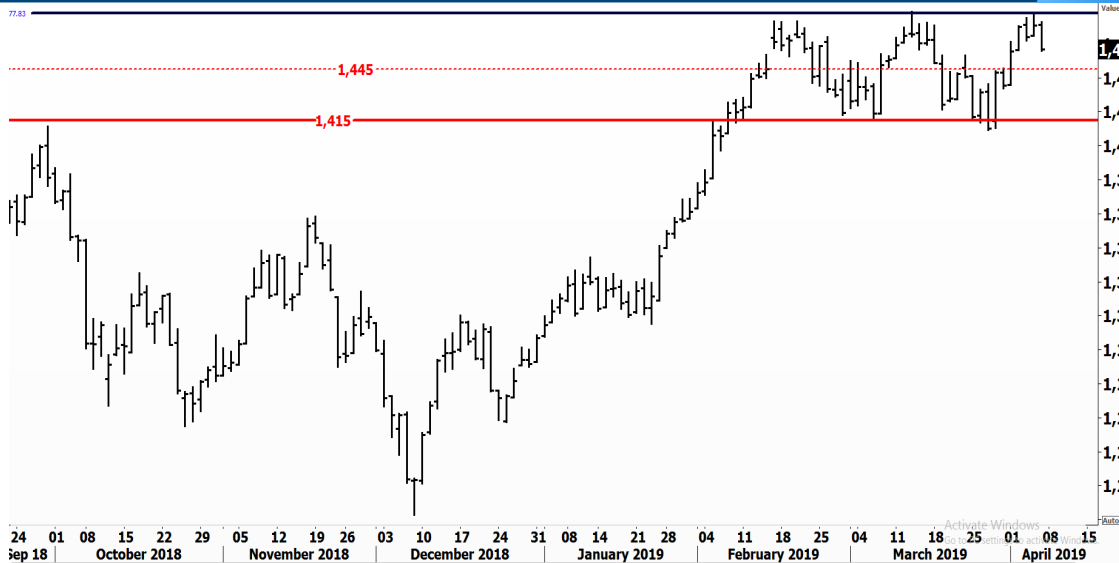


PIONEERSECURITIES

# TECH TO THE POINT

8-Apr-19

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



Last	1,456.62
High Today	1,472.72
Low Today	1,455.77
Volume	M 0
First Support	1,440.00
Second Support	1,409.00
First Resistance	1,480.00
Second Resistance	1,550.00
Stop Loss	1,409.00
HISTORICAL RETURN %	
1 WEEK	-0.98%
1 MONTH	4.79%
1 QUARTER	11.48%
1 YEAR	-6.61%
YTD	10.83%

## Analysis

We will be analyzing the daily chart of the Hermes Last Index today as it is trading within clear boundaries that are serving as support and resistance. The index is testing its upper boundary currently (which coincides with the 15,200-15,300 on the EGX 30 index), and as we mentioned in our previous reports, a decline from current levels is very probable.

If the market is strong, we should see a higher low. In other words, the index should rebound from a level near 1,440-1,445; if we want to translate this to the EGX 30 index, we should rebound from the 14,900 level (or slightly below).

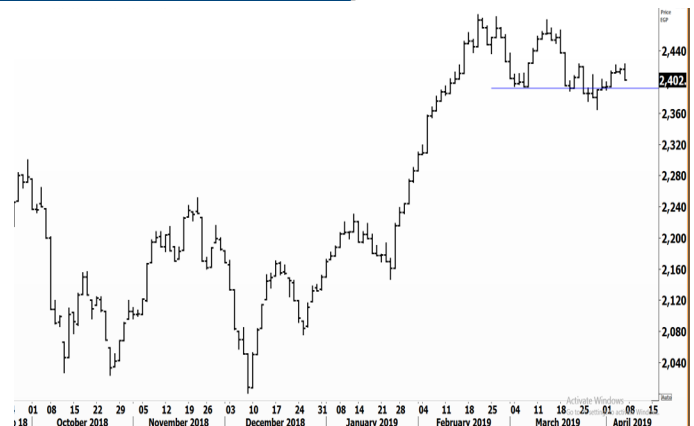
If a higher low is created, we will be more bullish on the market as the next rise will probably be strong. We will wait and see whether the market will create this higher low or not.

## Egyptian Exchange Equal Weights Index EGX50

### Analysis

The EGX 50 index is underperforming the EGX 30. This is a sign that the overall market breadth is weak. If we look at the chart we will note that the index did not break the 2,425 upwards; this level coincides with the 14,900 on the EGX 30 index. Thus, the 14,900 breakout on the EGX 30 is not confirmed by the overall market.

The EGX 50 index is approaching once again 2,390; a break below this level will not be seen as a bullish scenario for the market. On the other hand, re-entry for short-term investors will be triggered at a break above 2,425.



## Resistance

No stocks broke their resistance yesterday.


## Support


**ORAS**  Confirmed the break below 108 to close at 105 yesterday. ORAS might witness a slight rebound from here; such a rebound, however, will not be strong, especially if the market corrects from here.

## Testing


### Support


**OIH**  Contrary to our expectations, OIH witnessed a big decline after its news concerning the probability of a capital increase. As we all know, a capital increase news nowadays is the worst nightmare an investor can dream of; thus, position holders were dumping their shares at market price, dragging the stock to 0.63 (a 7%+ decline). OIH is currently near 0.627, which is a support. A break below this level will trigger stops. Our previous bullish view on the stock will obviously change if OIH continues its decline today.

**MPRC**  The 6.02 is the current support for the stock. Those who are holding positions are recommended to keep their stop below this level. Any more decline today will put this support in jeopardy. Our next target will be then set at 5.2

**ACGC**  The stock has been trading for few days near its support that lies at 2.05. The inability to rise from here is not a good thing for the stock. Any selling pressure will take the stock below support. Next target will be set near 1.8.

### Resistance

**FAITA**  Faisal Islamic Bank (in dollars) looks strong and is breaking its resistance levels. The stock is currently approaching 1.18, which might serve as resistance. The stock looks bullish and if it breaks its next resistance, it will probably witness another significant rise.

**APSW**  Witnessed a significant rise lately to approach its resistance that lies at 2.9. APSW might witness some selling pressure after this rise. A decline from current levels will probably lead the stock near 2.6 where buyers will probably step in once again.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	73.00	72.00	69.00	76.00	77.20	↔	Hold	72.00
EAST.CA	EASTERN CO/d	18.05	17.80	17.00	19.00	19.80	↔	Hold	19.00
SWDY.CA	ELSWEDY ELECTR/d	16.20	15.00	13.80	16.90	17.80	↓	Hold	17.80
TMGH.CA	TALAT MOSTAFA/d	11.48	11.00	10.85	11.70	11.90	↔	Hold	11.00
ACAMD.CA	Arab Co. for Asset Management	2.72	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	17.05	16.60	15.60	17.70	18.50	↔	Hold	16.60
GTHE.CA	GLOBAL TELECO/d	4.68	4.40	4.00	4.80	4.90	↔	Hold	4.40
AMOC.CA	ALX MINERAL OI/d	6.10	5.85	5.50	6.44	6.70	↔	Hold	5.85
MNHD.CA	MEDINET NASR H/d	7.14	6.85	6.20	7.28	7.70	↔	Hold	7.70
CIRA.CA	Cairo Investment & Real Estate	11.00	10.00	9.00	11.50	12.50	↔	Hold	9.00
OCDI.CA	6TH OCT DEV IN/d	16.85	15.70	15.20	18.00	19.20	↔	Hold	18.00
JUFO.CA	JUHAYNA FOOD I/d	13.21	13.00	12.00	14.00	N.A	↑	Hold	12.00
ESRS.CA	EZZ STEEL/d	15.89	15.90*	15.50	18.30	19.30	↓	P.SELL	19.30
ETEL.CA	TELECOM EGYPT/d	14.83	14.00	13.00	15.10	16.00	↔	Hold	15.10
CCAP.CA	CITADEL CAPITA/d	3.86	3.80	3.60	4.10	4.22	↔	Hold	3.80
SRWA.CA	Sarwa Capital Holding	6.21	6.00	5.50	6.75	7.40	↔	Hold	6.00
PHDC.CA	PALM HILL DEV /d	2.65	2.65 *	2.55	2.87	3.00	↔	Hold	2.65 *
AUTO.CA	GB AUTO S.A.E/d	4.67	4.70*	4.50	5.00	5.40	↔	Hold	5.40
HELI.CA	Misr Gedida Ho/d	26.60	24.25	22.50	28.00	29.50	↑	Hold	22.50
AINH.CA	Arab Investment Holding	0.72	0.70	0.67	0.78	0.83	↔	Hold	0.78
EGCH.CA	EGYPT CHEM IND/d	6.16	6.10	5.68	6.80	7.12	↓	P.SELL	7.12
EMFD.CA	EMAAR MISR DEV/d	3.51	3.35	3.20	3.75	3.90	↔	Hold	3.35
PIOH.CA	PIONEERS HLDG/d	7.09	6.80	6.65	7.30	7.65	↔	Hold	7.65
OIH.CA	ORASCOM INVESTMENT HOLDING	0.63	0.63 *	0.60	0.69	0.74	↓	Hold	0.74
ORHD.CA	ORASCOM DEV/d	7.40	7.26	6.80	7.60	8.00	↔	Hold	8.00
EGTS.CA	EGYPTIAN RESOR/d	2.00	1.87	1.83	2.00	2.04	↓	Hold	2.04
ORWE.CA	ORIENTAL WEAVE/d	11.80	11.50	11.00	12.15	13.00	↔	Hold	11.50
IRON.CA	EGYPTIAN IR & /d	5.04	4.65	4.40	5.20	5.50	↓	P.SELL	5.50
ACGC.CA	ARAB COTTON GI/d	2.08	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.