

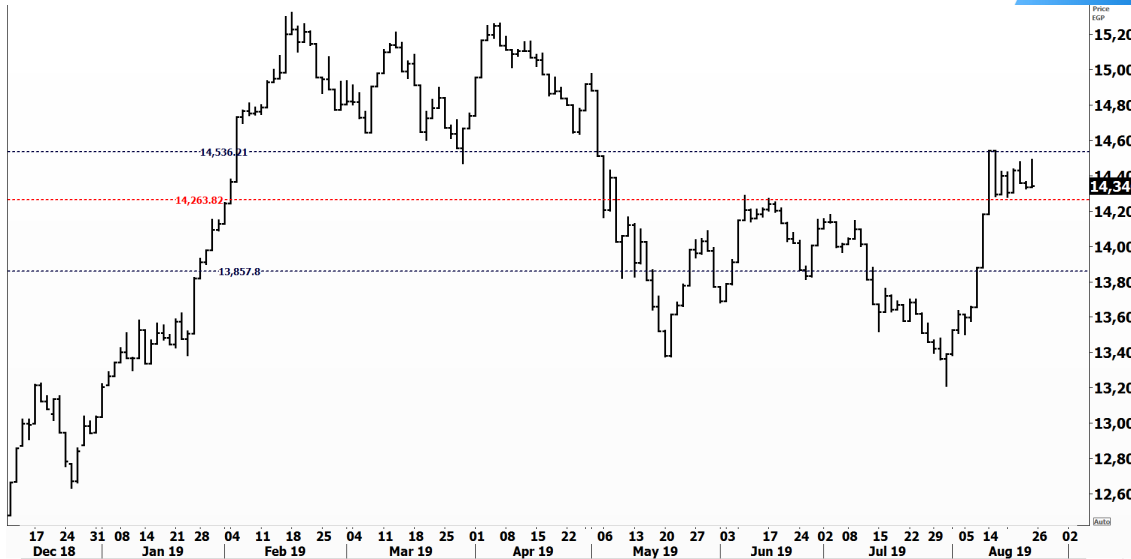


PIONEERSECURITIES

TECH TO THE POINT

26-Aug-19

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



Last	14,340.51
High Today	14,490.12
Low Today	14,333.16
Volume	M 243.665
First Support	14,280.00
Second Support	13,800.00
First Resistance	14,550.00
Second Resistance	15,000.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	-0.41%
1 MONTH	6.15%
1 QUARTER	2.57%
1 YEAR	-6.11%
YTD	10.01%

Analysis

Yesterday's decline was unexpected, especially that sellers were aggressive and most stocks closed near their lows. The "sell the news" phenomenon was obvious yesterday; however, the strength of the sharp rise that occurred during August is not expected to end here.

Thus, our negative scenario is a break below the low of the current trading range; a break below 14,280 will trigger short-term stops and our target will be set near 13,800. This is the negative scenario.

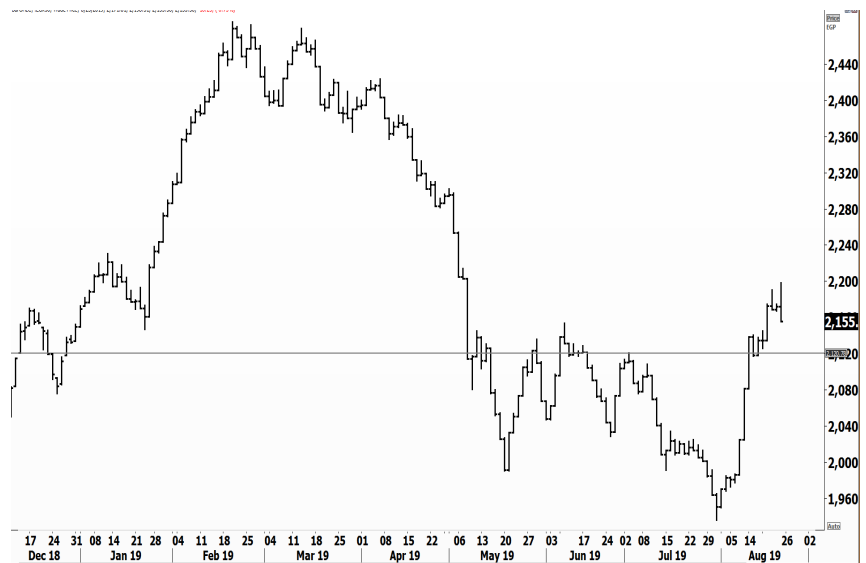
On the other hand, if the market succeeds to rebound today, the next rise will break the peak in a short period of time. We were expecting the market not to break below 14,280; but after yesterday's sharp decline, there is a probability of another short-term decline before the next big rise.

Egyptian Exchange Equals Weights Index EGX50


Analysis

The EGX 50 index closed at 2,155, after breaking 2,150 to the upside. A break below 2,150 once again will not invalidate the breakout; thus, if the market continues its decline, the EGX 50 index will probably test 2,120 before rebounding once again.

We are not expecting a severe decline, especially that the market breadth improved dramatically recently.



Resistance

EFIC  Broke 7.9 with very high volumes, closing at 8.82 at the end of the session. EFIC bugged the trend yesterday and witnessed a 12.6% rise. The 8.35-8.5 range should serve as support if a decline occurs. If this breakout is confirmed today, our target will be set around 10.5.

Support


No stocks broke their support levels.


Testing


Support

OIH  The 0.71-0.715 range should serve as support. If this level is broken, next target will be set near 0.67. We will monitor OIH closely as we will probably recommend buying at the next rebound.

Resistance

COMI  The 77 level is an important resistance to watch. As we know, market breadth improved; thus, COMI will be considered as a leading indicator rather than a stand alone stock. In other words, if the stock breaks resistance, the market will follow.

ACGC  The ability of the stock to maintain itself despite the strong market decline yesterday is a good sign. We will not recommend stepping in, however, until the 1.93 level is broken upwards.

ACAMD  The stock is still trading near its resistance. It looks like ACAMD wants to break upwards. Those who want to buy are recommended to wait for a break above 2.45-2.5 before stepping 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	76.20	75.30	73.00	77.20	79.00	↔	Hold	73.00
EAST.CA	EASTERN CO/d	15.31	15.40 *	15.15	16.70	17.22	↔	Hold	15.15
SWDY.CA	ELSWEDY ELECTR/d	13.55	13.50	12.50	14.60	15.08	↔	Hold	12.50
TMGH.CA	TALAT MOSTAFA/d	11.02	11.10 *	10.50	11.65	11.90	↔	Hold	10.50
SKPC.CA	SIDI KERIR PET/d	9.98	9.10	8.85	10.50	11.50	↔	Hold	8.85
EKHO.CA	EGYPT KUWAIT H/d	1.28	1.20 \$	1.16 \$	1.36 \$	1.40 \$	↓	Hold	1.36
HRHO.CA	EFG HERMES HOL/d	18.04	18.00	17.20	19.00	19.60	↑	Hold	17.20
ORAS.CA	ORASCOM CONST/d	94.63	87.00	80.80	99.00	105.00	↓	P.SELL	105.00
AMOC.CA	ALX MINERAL OI/d	4.40	4.14	3.90	4.68	5.00	↔	Hold	3.90
MNHD.CA	MEDINET NASR H/d	5.25	5.11	4.90	5.44	5.65	↔	Hold	4.90
CIRA.CA	Cairo Investment & Real Estate	0.00	10.50	9.60	11.70	12.50	↔	Hold	11.70
OCDI.CA	6TH OCT DEV IN/d	15.82	15.50	14.70	17.00	17.60	↑	Hold	14.70
JUFO.CA	JUHAYNA FOOD I/d	10.00	9.00	8.50	10.50	11.20	↓	P.SELL	11.20
ESRS.CA	EZZ STEEL/d	11.10	9.95	8.60	11.60	12.50	↔	Hold	9.95
ETEL.CA	TELECOM EGYPT/d	13.50	13.00	12.44	14.00	14.90	↔	Hold	13.00
CCAP.CA	CITADEL CAPITA/d	2.70	2.55	2.30	2.95	3.20	↓	P.SELL	
ISPH.CA	IBNSINA PHARMA	10.02	9.70	9.00	11.00	12.00	↔	Hold	9.70
PHDC.CA	PALM HILL DEV /d	2.35	2.27	2.14	2.49	2.65	↔	Hold	2.27
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	6.45	6.20	5.80	6.70	7.00	↔	Hold	5.80
HELI.CA	Misir Gedida Ho/d	27.00	23.85	22.30	27.20	28.30	↑	Hold	23.85
CIEB.CA	CREDIT AGRICOL/d	44.00	42.00	40.00	48.00	53.00	↔	Hold	40.00
EGCH.CA	EGYPT CHEM IND/d	6.04	5.70	5.45	6.40	6.80	↔	Hold	5.45
EMFD.CA	EMAAR MISR DEV/d	3.08	3.25	3.03	3.38	3.60	↔	Hold	3.03
OIH.CA	ORASCOM INVESTMENT HOLDING	0.72	0.66	0.63	0.72 *	0.74	↔	Hold	0.72 *
ORHD.CA	ORASCOM DEV/d	6.80	6.55	6.20	7.55	7.95	↔	Hold	6.55
EGTS.CA	EGYPTIAN RESOR/d	3.05	2.38	2.17	3.08	3.23	↑	Hold	2.17
ORWE.CA	ORIENTAL WEAVE/d	11.45	11.00	10.40	11.74	12.18	↑	Hold	11.00
IRON.CA	EGYPTIAN IR & /d	2.97	2.90	2.60	3.20	3.50	↔	Hold	3.20
ADIB.CA	ABUDHABI ISLM /d	11.76	11.12	10.40	12.00	12.40	↔	Hold	10.40

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.