

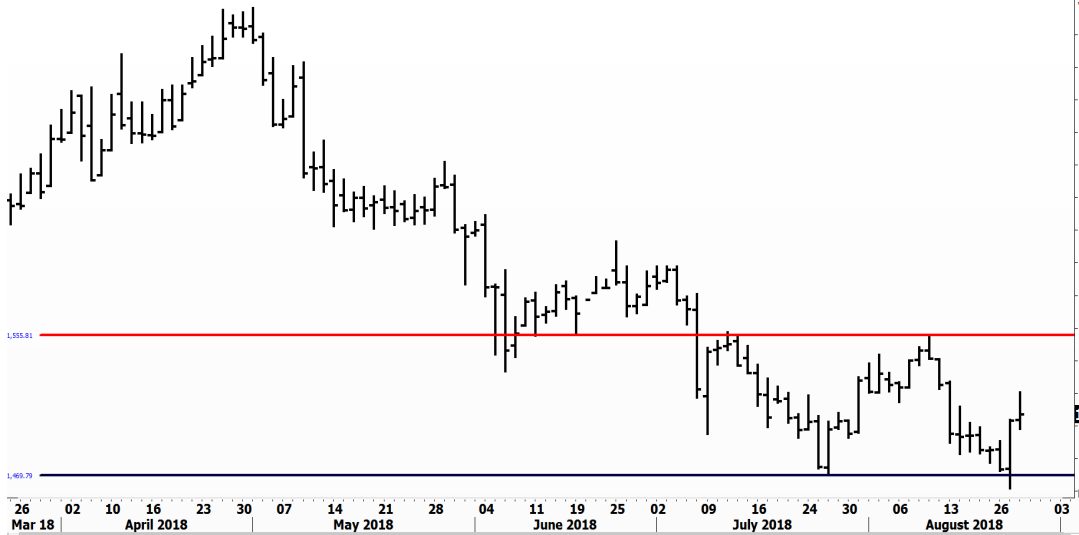


PIONEERSECURITIES

# TECH TO THE POINT

29-Aug-18

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

only JHRMSL  
 Sep04C\_HRMG, Trade Price, 8/28/2018, 1,503.70, 1,520.77, 1,498.48, 1,507.40, +3.80, (+0.25%)


Last	1,507.40
High Today	1,520.77
Low Today	1,498.48
Volume	M 0.000
First Support	1,470.00
Second Support	1,440.00
First Resistance	1,560.00
Second Resistance	1,620.00
Stop Loss	1,470.00
HISTORICAL RETURN %	
1 WEEK	1.48%
1 MONTH	0.28%
1 QUARTER	-8.45%
1 YEAR	26.43%
YTD	4.43%

## Analysis

The market witnessed some selling pressure during yesterday's session, which is viewed as a normal behavior after Sunday's strong rise. We do not see this slight dip as threatening for the 15,000 support level. We believe that the buyers that stepped in heavily in the second half of Sunday's session are still ready to continue buying.

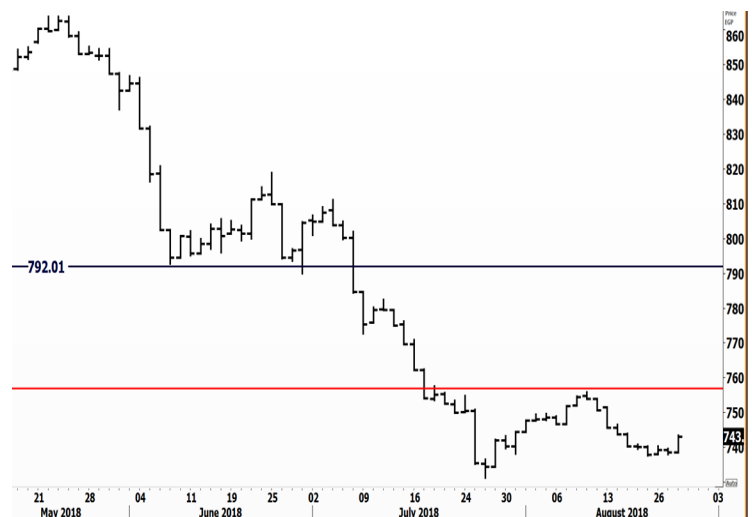
Yesterday, traders and investors were a bit hesitant after watching this selling pressure; this is a healthy setup in our view, as this expected rise will be accompanied by hesitation and some fear. By the end of this potential short-term rise, market participants will be more bullish.

For now, our stop remains below 15,000 (1,470 on the Hermes Last) and our first target lies at 16,000 (1,560 on the Hermes Last), followed by 17,000 (1,620).


## Egyptian Exchange Small Caps Index EGX70

### Analysis

The EGX 70 began to rise, forming the awaited higher low formation. Such a higher low, if it is confirmed, will be an early signal of a potential break above the current peak which lies at 755. We believe that the EGX 70 can break the 755 resistance level. Such a breakout will be bullish for small and medium caps and our target will be set at around 795-800.



## Resistance

**EGCH**  Broke 5.7 upwards with high volumes, closing at 5.79 at the end of the session. The stock witnessed a nice higher low and higher high and should witness a decent rise to the 6.5 level.

## Support

No stocks broke their support yesterday.


## Testing

### Support

**ALRA**  Rebounded from its support that lies at 11.5, closing at 12.3 at the end of the session. The 12.7 might serve as slight resistance. If ALRA succeeds to break above this minor level, a buy signal will be triggered with an upward target at 14.5.

### Resistance

**TORA**  Closed near its resistance that lies at 15.45-15.5. TORA began to look good lately and is ready to break above its resistance. Our first level to watch, after the breakout, lies at the 17-17.2 range.

**ZEOT**  The 1.4 is the current resistance for the stock. A break above this level will lead ZEOT to 1.55-1.6. Those who want to step in are not recommended to buy before the breakout.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	85.02	80.00	77.00	86.50	88.50	↔	Hold	80.00
EAST.CA	EASTERN CO	103.62	96.50	91.00	110.00	113.00	↓	P.SELL	113.00
GTHE.CA	GLOBAL TELECO	4.14	4.07	3.93	4.50	5.00	↔	Hold	3.93
ABUK.CA	ABU QIR FRT&CHM	30.00	28.50	27.00	30.50	33.50	↔	Hold	28.50
SWDY.CA	ELSWEDY ELECTRIC	182.85	171.00	166.00	190.00	198.00	↓	P.SELL	198.00
TMGH.CA	TALAT MOSTAFA	11.40	9.90	9.50	11.85	12.44	↔	Hold	9.90
HRHO.CA	EFG HERMES HOLD	18.25	17.20	16.70	18.90	19.60	↔	Hold	16.00
MNHD.CA	MEDINET NASR HOU	9.85	9.10	8.00	10.45	11.00	↔	Hold	10.45
AMOC.CA	ALX MINERAL OILS	11.25	10.00	9.60	11.30	11.80	↔	Hold	11.30
JUFO.CA	JUHAYNA FOOD IND	12.10	10.60	10.20	13.00	14.00	↔	Hold	10.60
PHDC.CA	PALM HILL DEV CO	3.23	2.90	2.75	3.40	3.60	↓	P.SELL	3.60
OCDI.CA	6TH OCT DEV INV	22.20	20.00	19.00	22.80	24.25	↓	P.SELL	24.25
ETEL.CA	TELECOM EGYPT	13.85	13.70	13.40	14.60	15.50	↔	Hold	13.40
HELI.CA	Misr Gedida Hou	28.30	26.30	24.60	29.70	31.70	↔	Hold	26.30
ESRS.CA	EZZ STEEL	26.16	25.65	24.00	27.50	28.50	↔	Hold	28.50
QNBA.CA	QNB ALAHLI	53.49	50.00	46.00	57.00	60.00	↔	Hold	50.00
ORAS.CA	ORASCOM CONST	146.00	140.00	130.00	153.00	165.00	↔	Hold	140.00
PIOH.CA	PIONEERS HLDG	6.64	6.15	5.85	7.05	7.50	↓	P.SELL	7.50
EGAL.CA	EGYPT ALUMINIUM	43.75	41.65	39.50	44.00	48.00	↓	P.SELL	48.00
EMFD.CA	EMAAR MISR DEV	4.41	4.25	3.95	4.45	4.75	↔	Hold	3.95
CCAP.CA	CITADEL CAPITAL	3.54	3.38	3.05	3.75	4.00	↔	Hold	3.75
OIH.CA	ORASCOM INVESTMENT HOLDING	0.68	0.66	0.63	0.72	0.76	↓	P.SELL	0.72
ACGC.CA	ARAB COTTON GIN.	2.31	2.30	2.10	2.73	2.90	↔	Hold	2.30
ISPH.CA	IBNSINA PHARMA	10.90	10.12	9.75	11.50	12.15	↔	Hold	10.12
EGTS.CA	EGYPTIAN RESORTS	1.91	1.55	1.45	1.94	2.04	↔	Hold	1.57
EKHO.CA	EGYPT KUWAIT HLD	1.17	\$1.12	\$1.08	\$1.20	\$1.25	↔	Hold	\$1.12
PORT.CA	PORTO GROUP	0.21	0.20	0.17	0.24	0.28	↓	P.SELL	0.28
EFID.CA	EDITA FOOD INDS	0.00	17.50	16.00	19.00	21.50	↔	Hold	17.50
IRON.CA	EGYPTIAN IR & ST	6.53	6.00	5.35	7.40	8.00	↔	Hold	6.80
SKPC.CA	SIDI KERIR PETRC	23.15	22.50	21.60	23.77	25.00	↔	Hold	22.50

## 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.