

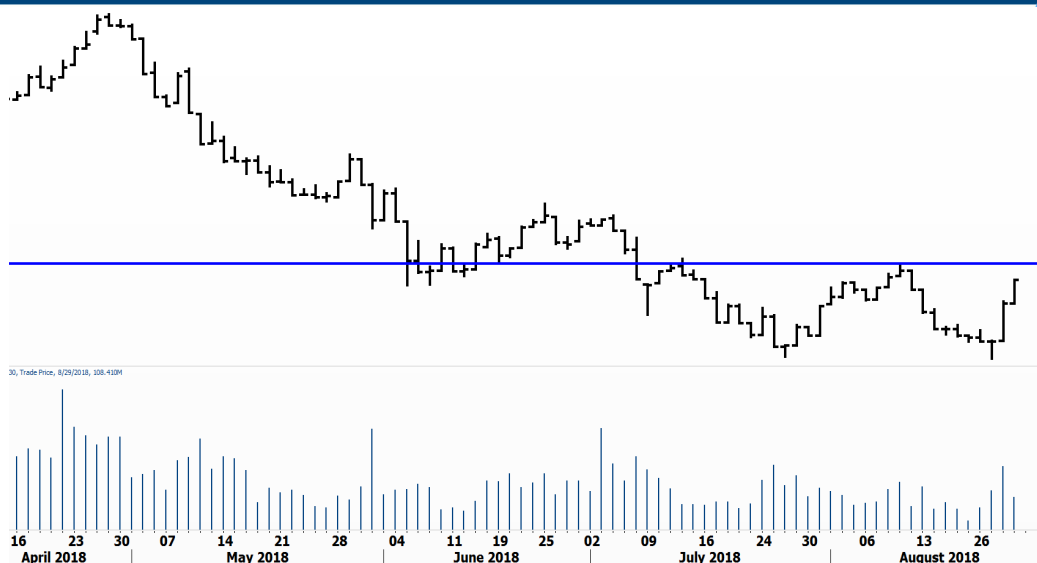


PIONEERSECURITIES

TECH TO THE POINT

30-Aug-18

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



Price EGP	Last	15,835.73
18,000	High Today	15,835.96
17,600	Low Today	15,605.48
17,200	Volume M	108.410
16,800	First Support	15,500.00
16,400	Second Support	15,100.00
16,000	First Resistance	16,000.00
15,835	Second Resistance	16,600.00
15,600	Stop Loss	15,100.00
15,200		
	HISTORICAL RETURN %	
	1 WEEK	3.68%
	1 MONTH	3.52%
	1 QUARTER	-5.52%
	1 YEAR	20.01%
	YTD	5.44%

Analysis

By looking at the chart above we will note that the EGX 30 index almost hit its 16,000 important peak, which is our first target to watch. Today's session is important as it will be interesting to watch how selling pressure will act as the EGX 30 is testing 16,000. If sellers do not jump in aggressively, then we will probably break our resistance and continue our current short-term rise to the next target that lies at the 17,000-17,200 range.

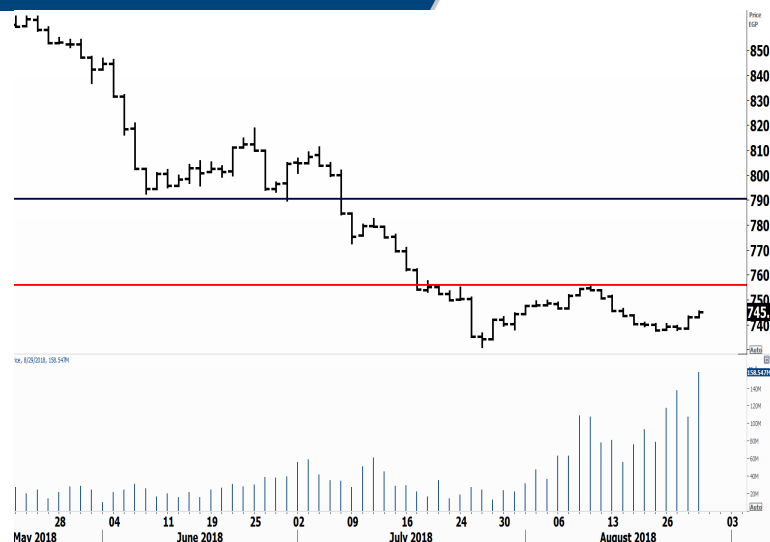
It will be a normal scenario to watch some selling pressure that can lead the index to slightly lower levels; as long as sellers are not aggressive our view will be biased to an upward breakout. This is our expectation currently, and we believe that the 17,000-17,200 will be hit soon.

Egyptian Exchange Small Caps Index EGX70


Analysis


Despite that the EGX 70 index is still underperforming its 30 counterpart, we expect the current rise to continue. As we mentioned yesterday, the 755 level is the current resistance that should be watched. We believe that the index will break upwards, especially if the EGX 30 breaks its 16,000 level.

Thus, a break in both the EGX 30 and EGX 70 indices will be viewed as a positive sign for the overall market from a short-term perspective.



Resistance

ALRA  The stock broke 12.7 upwards, closing at 13.15 at the end of the session. Those who want to step in are recommended to place their stop below yesterday's low and use 15 as their first target. We expect ALRA to reach 15 during this rise.

ABUK  Those who follow our "Weekly Overview" know that we have been mentioning ABUK since many weeks as one of the strongest outperformers in our market, even before the recent breakout. ABUK is one of the top performing stocks and should be in anyone's portfolio. We believe, however that the 33.75-34 area will serve as a hurdle for the stock before it continues its rise.


Support

No stocks broke their support yesterday.


Testing

Support

Resistance

EKHO  One of our most preferred stocks as we mentioned before. EKHO is hovering around its resistance that lies at 1.19-1.2. We expect an ultimate breakout above this level and a continuation of the major uptrend. Those who have some dollars should have both EKHO and MOIL.

SKPC  Our buy signal will be triggered at a breakout above 25.3. A break above this level will be bullish for the stock and our target will be set at around 28.

MNHD  The 10.5 serves as resistance for the stock. MNHD closed at 10.3 and is trying to break 10.5 upwards. If this level is broken, our target will be set at around 11.5.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	86.15	80.00	77.00	86.50	88.50	↔	Hold	80.00
EAST.CA	EASTERN CO	104.00	96.50	91.00	110.00	113.00	↓	P.SELL	113.00
GTHE.CA	GLOBAL TELECO	4.31	4.07	3.93	4.50	5.00	↔	Hold	3.93
ABUK.CA	ABU QIR FRT&CHM	32.52	30.50	28.50	34.00	36.65	↔	Hold	28.50
SWDY.CA	ELSWEDY ELECTRIC	185.10	171.00	166.00	190.00	198.00	↓	P.SELL	198.00
TMGH.CA	TALAT MOSTAFA	11.50	9.90	9.50	11.85	12.44	↔	Hold	9.90
HRHO.CA	EFG HERMES HOLD	18.15	17.20	16.70	18.90	19.60	↔	Hold	16.00
MNHD.CA	MEDINET NASR HOU	10.30	9.10	8.00	10.45	11.00	↔	Hold	10.45
AMOC.CA	ALX MINERAL OILS	11.50	10.85	10.44	11.80	12.20	↔	Hold	10.85
JUFO.CA	JUHAYNA FOOD IND	11.66	10.60	10.20	13.00	14.00	↔	Hold	10.60
PHDC.CA	PALM HILL DEV CO	3.19	2.90	2.75	3.40	3.60	↓	P.SELL	3.60
OCDI.CA	6TH OCT DEV INV	23.38	20.00	19.00	24.25	25.30	↔	Hold	24.25
ETEL.CA	TELECOM EGYPT	13.90	13.70	13.40	14.60	15.50	↔	Hold	13.40
HELI.CA	Misr Gedida Hou	28.50	26.30	24.60	29.70	31.70	↔	Hold	26.30
ESRS.CA	EZZ STEEL	26.52	25.65	24.00	27.50	28.50	↔	Hold	28.50
QNBA.CA	QNB ALAHLI	52.50	50.00	46.00	57.00	60.00	↔	Hold	50.00
ORAS.CA	ORASCOM CONST	145.80	140.00	130.00	153.00	165.00	↔	Hold	140.00
PIOH.CA	PIONEERS HLDG	6.90	6.15	5.85	7.05	7.50	↓	P.SELL	7.50
EGAL.CA	EGYPT ALUMINIUM	44.00	41.65	39.50	44.00	48.00	↓	P.SELL	48.00
EMFD.CA	EMAAR MISR DEV	4.42	4.25	3.95	4.45	4.75	↔	Hold	3.95
CCAP.CA	CITADEL CAPITAL	3.50	3.38	3.05	3.75	4.00	↔	Hold	3.75
OIH.CA	ORASCOM INVESTMENT HOLDING	0.69	0.66	0.63	0.72	0.76	↓	P.SELL	0.72
ACGC.CA	ARAB COTTON GIN.	2.35	2.30	2.10	2.73	2.90	↔	Hold	2.30
ISPH.CA	IBNSINA PHARMA	10.84	10.12	9.75	11.50	12.15	↔	Hold	10.12
EGTS.CA	EGYPTIAN RESORTS	1.92	1.55	1.45	1.94	2.04	↔	Hold	1.57
EKHO.CA	EGYPT KUWAIT HLD	1.18	\$1.12	\$1.08	\$1.20	\$1.25	↔	Hold	\$1.12
PORT.CA	PORTO GROUP	0.22	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	6.45	6.00	5.35	7.40	8.00	↔	Hold	6.80
SKPC.CA	SIDI KERIR PETRC	24.43	22.50	21.60	25.30	27.00	↔	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).

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.