

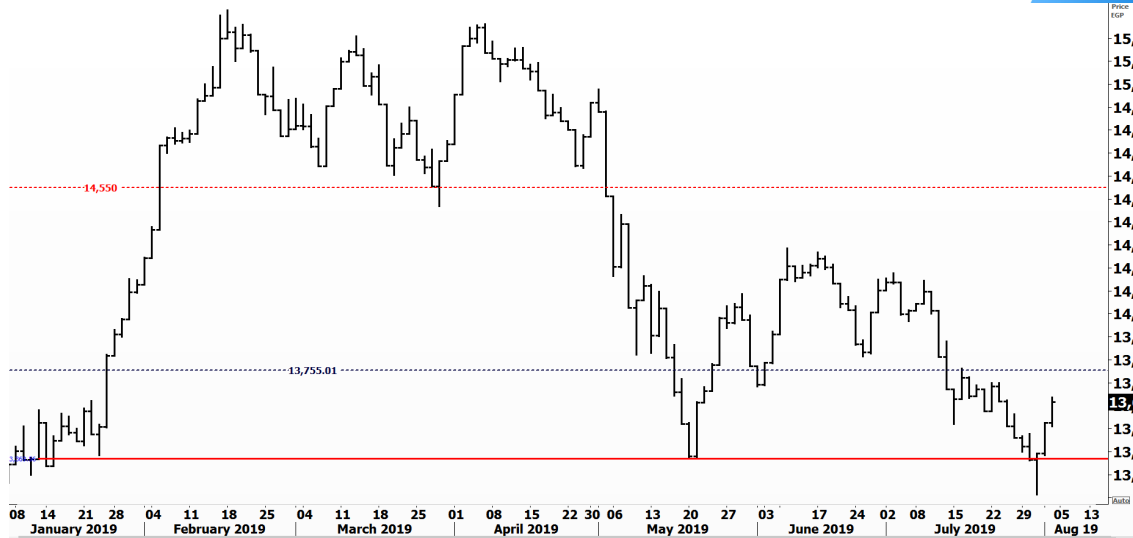


PIONEERSECURITIES

TECH TO THE POINT

5-Aug-19

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



Last	13,616.26
High Today	13,635.09
Low Today	13,511.13
Volume	M 108
First Support	13,200.00
Second Support	12,650.00
First Resistance	13,750.00
Second Resistance	14,150.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	1.16%
1 MONTH	-2.72%
1 QUARTER	-6.17%
1 YEAR	-13.86%
YTD	4.45%

Analysis

The EGX 30 index closed around 13,600 as buying power entered many stocks; despite that sellers appeared at the end of the session, we are content with the current market action but are waiting for an initial break above 13,750 before turning short-term bullish.

After the three last three days rise, we might see a slight decline that can take the EGX 30 to 13,450-13,500 again; this will probably be a chance to step in. On the other hand, a clear break above 13,750 will be our entry to open new positions.

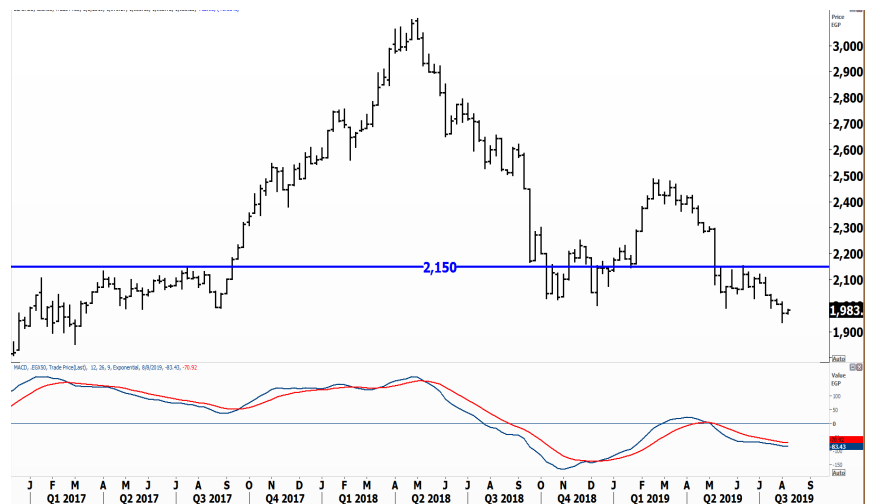
Egyptian Exchange Equal Weights Index EGX50

Analysis


The EGX 50 index is trying to get back above 2,000; the probability of a higher low in the MACD indicator is a good sign, only if a positive crossover occurs. Thus, if we see a bullish signal on the MACD, with the current higher lows in the indicator, with a market rebound, this will be an important sign that a significant rise is on the way.


Our confirmation will be triggered with a breakout above 2,150.

For now, we have to wait for these signals to occur.



Resistance

OCDI  Broke 13.65 upwards and closed at 14.01 at the end of the session. Next resistance lies at 14.7. This is an important resistance as a break above it will trigger a buy signal and our target will be set around 16.


COSG  Closed clearly above 7.25 but not with very high volumes. COSG might reach 8.5 but it is important to note that it only suits retail investors who can take high risks.


Support

No stocks broke their support yesterday.


Testing


Support

ASCM  Rebounded sharply from its support that lies at 6.65 to close at 7.34. Our first target lies at 8.3. This is a peak that should be watched. Those who want to buy after clear confirmation are recommended to wait for a breakout above 8.3. Those who want to buy early can step in at market dips.

IRON  The current area that IRON is trading at is a major support that appears on the monthly chart. The last two times when IRON reached this level, prices rose 4 times. We are not mentioning that a quadruple rise will occur; but we should understand that IRON is trading at a very major resistance and that a significant rebound should normally occur from here.

Resistance

ORWE  If ORWE breaks 10.85 upwards a buy signal will be triggered with a target around 12. Thus, we recommend investors to wait for the breakout and buy. Our stop will probably be placed below the low of the breakout day.

ORHD  Closed at 6.75 at the end of the session and is trying to break its important resistance that lies at 7. A break above 7 will trigger a buy signal with a target around 7.7-7.8.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	74.02	70.55	69.00	75.20	77.00	↔	Hold	69.00
EAST.CA	EASTERN CO/d	15.61	15.20	14.60	16.00	16.70	↔	Hold	15.20
SWDY.CA	ELSWEDY ELECTR/d	12.31	11.60	11.00	13.00	13.60	↓	P.SELL	13.60
TMGH.CA	TALAT MOSTAFA/d	10.53	9.60	9.10	11.00	11.65	↓	P.SELL	11.00
SKPC.CA	SIDI KERIR PET/d	8.38	8.20	7.75	8.80	9.60	↓	P.SELL	9.60
EKHO.CA	EGYPT KUWAIT H/d	1.24	1.18 \$	1.16 \$	1.27 \$	1.36 \$	↓	P.SELL	1.36
HRHO.CA	EFG HERMES HOL/d	16.91	16.39	15.85	17.00	17.70	↔	Hold	15.85
ORAS.CA	ORASCOM CONST/d	93.18	87.00	80.80	95.00	105.00	↓	P.SELL	105.00
AMOC.CA	ALX MINERAL OI/d	3.67	3.40	3.20	4.20	4.60	↓	P.SELL	4.20
MNHD.CA	MEDINET NASR H/d	4.80	4.70	4.55	5.05	5.24	↔	Hold	4.55
CIRA.CA	Cairo Investment & Real Estate	10.51	9.60	9.00	11.20	11.70	↓	P.SELL	11.70
OCDI.CA	6TH OCT DEV IN/d	14.01	13.00	12.70	14.25	14.70	↔	Hold	12.70
JUFO.CA	JUHAYNA FOOD I/d	0.00	9.00	8.50	10.50	11.20	↓	P.SELL	11.20
ESRS.CA	EZZ STEEL/d	8.18	7.50	6.50	9.94	10.75	↓	P.SELL	9.94
ETEL.CA	TELECOM EGYPT/d	14.22	13.50	13.00	14.25	15.00	↔	Hold	13.20
CCAP.CA	CITADEL CAPITA/d	2.48	2.40	2.15	3.03	3.20	↓	P.SELL	
ISPH.CA	IBNSINA PHARMA	10.20	9.70	9.00	11.00	12.00	↔	Hold	9.70
PHDC.CA	PALM HILL DEV /d	2.05	1.96	1.80	2.15	2.30	↓	P.SELL	2.30
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	6.02	5.70	5.30	6.30	6.70	↔	Hold	5.30
HELI.CA	Misr Gedida Ho/d	23.10	20.40	19.50	23.85	24.80	↔	Hold	20.40
CIEB.CA	CREDIT AGRICOL/d	43.53	42.00	40.00	48.00	53.00	↔	Hold	40.00
EGCH.CA	EGYPT CHEM IND/d	5.20	5.00	4.60	5.60	5.90	↓	P.SELL	5.90
EMFD.CA	EMAAR MISR DEV/d	3.23	3.07	2.95	3.35	3.60	↔	Hold	2.95
OIH.CA	ORASCOM INVESTMENT HOLDING	0.65	0.58	0.56	0.69	0.72	↔	Hold	0.58
ORHD.CA	ORASCOM DEV/d	6.75	6.20	5.80	6.70 *	7.00	↔	Hold	6.20
EGTS.CA	EGYPTIAN RESOR/d	2.10	1.83	1.72	2.13	2.22	↔	Hold	1.83
ORWE.CA	ORIENTAL WEAVE/d	10.66	9.94	9.25	10.85	11.30	↔	Hold	9.25
IRON.CA	EGYPTIAN IR & /d	2.62	2.70 *	2.55	3.20	3.50	↓	P.SELL	3.20
ADIB.CA	ABUDHABI ISLM /d	11.46	10.40	9.50	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.