

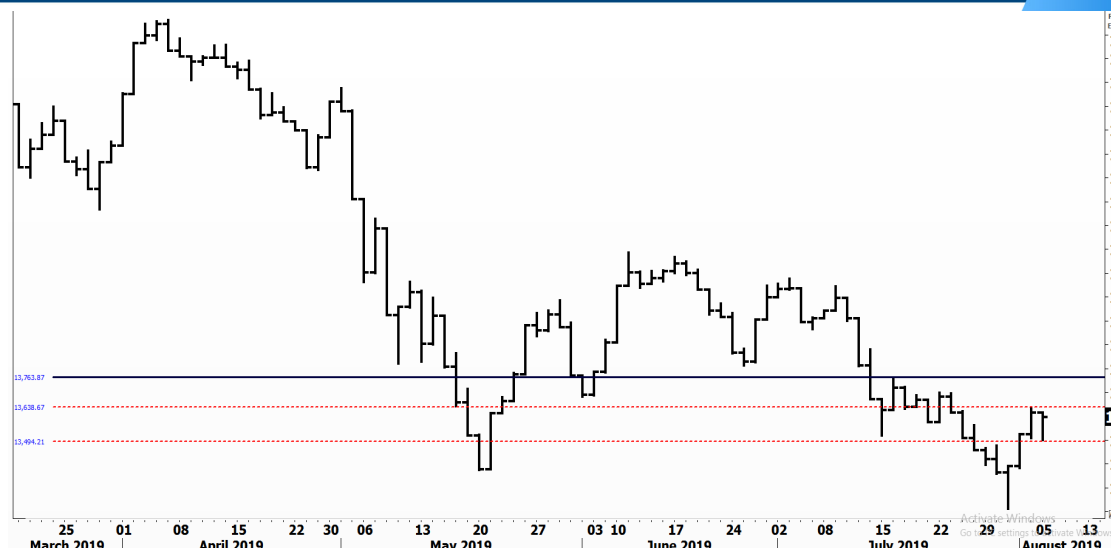


PIONEERSECURITIES

# TECH TO THE POINT

6-Aug-19

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



|                     |           |
|---------------------|-----------|
| Last                | 13,598.66 |
| High Today          | 13,616.26 |
| Low Today           | 13,503.45 |
| Volume              | M 134.026 |
| 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              | 1.32%     |
| 1 MONTH             | -2.85%    |
| 1 QUARTER           | -4.27%    |
| 1 YEAR              | -13.59%   |
| YTD                 | 4.32%     |

## Analysis

The market is currently bounded between 13,500 and 13,640 based on the past two trading sessions. These two levels are not very significant but can be used by very short-term traders. In other words, a break below 13,500 can be used as a stop for those who are very short-term in nature.

As for our more important levels, we still believe that the 13,750 is our current resistance to watch. Investors who want to take an earlier signal can test the waters if the EGX 30 breaks 13,640 as a break above this minor level might be considered as an early sign of a potential break above 13,750.

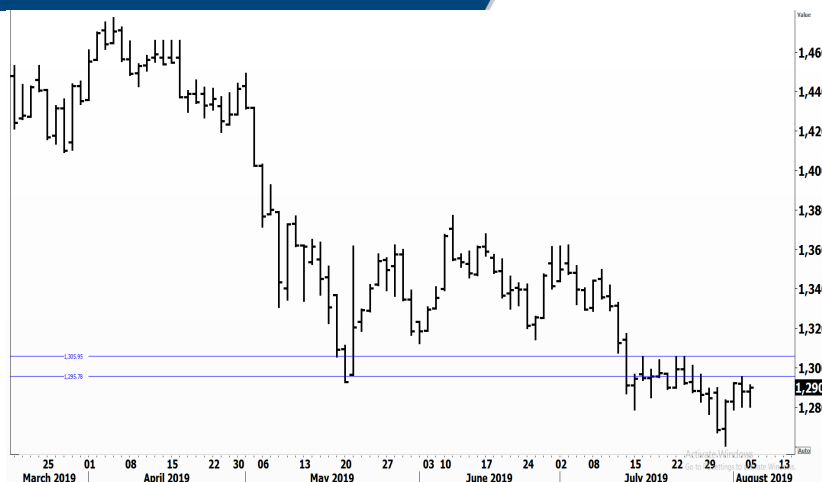
## Hermes Last Index/ .HRMSL

### Analysis


The Hermes Last Index should also be watched as its breakout might lead the EGX 30.

We will turn bullish and will recommend buying more aggressively if the 1,295-1,305 area is broken upwards. The 1,305 is very important to watch as any clear breakout above it will lead the market to much higher levels.


Buying market dips will be recommended after breaking resistance; for now, we prefer to wait for the breakout before buying.



## Resistance


**HRHO**  Broke 17 upwards to close at 17.3 at the end of the session. If this breakout is confirmed today our target will be set around 18.

## Support


**BTFH**  Violated below 5 yesterday and witnessed moderate volumes. BTFH's break below support is not a good sign, especially if it is confirmed today. Our target will be set near 4.


## Testing


### Support

**EXPA**  The stock has support at 7.75. It is important to watch this level as a break below it will lead EXPA to lower levels. The 7.5-7.75 level is a major support that appears on the weekly chart clearly. We do not recommend stepping in unless the 8.25 level is clearly broken upwards.

### Resistance

**OCDI**  If OCDI breaks clearly above 14.7 today, a buy signal will be triggered with a target around 16.5-17. Those who are out of the stock are recommended to buy at the breakout.

**ETEL**  The 14.3 level is a minor peak to watch but its breakout will be considered as an early sign of another break above 15. In other words, we can step in initially and add at the breakout above 15.

**ESRS**  The 8.6 level is the current resistance to watch. A breakout above this level (with high volumes) will trigger a buy signal with a target around 10.

| Symbol  | S. Description                 | Last  | Support 1 | Support 2 | Resistance 1 | Resistance 2 | Trend | Recommendation | Stop Loss/<br>Re-Entry |
|---------|--------------------------------|-------|-----------|-----------|--------------|--------------|-------|----------------|------------------------|
| COMI.CA | COM INTL BK/d                  | 74.50 | 70.55     | 69.00     | 75.20        | 77.00        | ↔     | Hold           | 69.00                  |
| EAST.CA | EASTERN CO/d                   | 15.62 | 15.20     | 14.60     | 16.00        | 16.70        | ↔     | Hold           | 15.20                  |
| SWDY.CA | ELSWEDY ELECTR/d               | 12.10 | 11.60     | 11.00     | 13.00        | 13.60        | ↓     | P.SELL         | 13.60                  |
| TMGH.CA | TALAT MOSTAFA/d                | 10.76 | 9.60      | 9.10      | 11.00        | 11.65        | ↓     | P.SELL         | 11.00                  |
| SKPC.CA | SIDI KERIR PET/d               | 8.31  | 8.20      | 7.75      | 8.80         | 9.60         | ↓     | P.SELL         | 9.60                   |
| EKHO.CA | EGYPT KUWAIT H/d               | 1.25  | 1.18 \$   | 1.16 \$   | 1.27 \$      | 1.36 \$      | ↓     | P.SELL         | 1.36                   |
| HRHO.CA | EFG HERMES HOL/d               | 17.30 | 16.15     | 15.85     | 17.70        | 18.22        | ↔     | Hold           | 15.85                  |
| ORAS.CA | ORASCOM CONST/d                | 92.00 | 87.00     | 80.80     | 95.00        | 105.00       | ↓     | P.SELL         | 105.00                 |
| AMOC.CA | ALX MINERAL OI/d               | 3.63  | 3.40      | 3.20      | 4.20         | 4.60         | ↓     | P.SELL         | 4.20                   |
| MNHD.CA | MEDINET NASR H/d               | 4.75  | 4.70      | 4.55      | 5.05         | 5.24         | ↔     | Hold           | 4.55                   |
| CIRA.CA | Cairo Investment & Real Estate | 10.65 | 9.60      | 9.00      | 11.20        | 11.70        | ↓     | P.SELL         | 11.70                  |
| OCDI.CA | 6TH OCT DEV IN/d               | 14.70 | 13.65     | 13.00     | 14.70        | 16.50        | ↔     | Hold           | 14.70                  |
| JUFO.CA | JUHAYNA FOOD I/d               | 9.80  | 9.00      | 8.50      | 10.50        | 11.20        | ↓     | P.SELL         | 11.20                  |
| ESRS.CA | EZZ STEEL/d                    | 8.47  | 7.50      | 6.50      | 9.94         | 10.75        | ↓     | P.SELL         | 9.94                   |
| ETEL.CA | TELECOM EGYPT/d                | 14.33 | 13.50     | 13.00     | 14.90        | 15.30        | ↔     | Hold           | 13.20                  |
| CCAP.CA | CITADEL CAPITA/d               | 2.42  | 2.40      | 2.15      | 3.03         | 3.20         | ↓     | P.SELL         |                        |
| ISPH.CA | IBNSINA PHARMA                 | 10.30 | 9.70      | 9.00      | 11.00        | 12.00        | ↔     | Hold           | 9.70                   |
| PHDC.CA | PALM HILL DEV /d               | 2.04  | 1.96      | 1.80      | 2.15         | 2.30         | ↓     | P.SELL         | 2.30                   |
| CLHO.CA | CLEOPATRA HOSPITAL COMPANY     | 6.05  | 5.70      | 5.30      | 6.30         | 6.70         | ↔     | Hold           | 5.30                   |
| HELI.CA | Misr Gedida Ho/d               | 23.25 | 20.40     | 19.50     | 23.85        | 24.80        | ↔     | Hold           | 20.40                  |
| CIEB.CA | CREDIT AGRICOL/d               | 43.62 | 42.00     | 40.00     | 48.00        | 53.00        | ↔     | Hold           | 40.00                  |
| EGCH.CA | EGYPT CHEM IND/d               | 5.10  | 5.00      | 4.60      | 5.60         | 5.90         | ↓     | P.SELL         | 5.90                   |
| EMFD.CA | EMAAR MISR DEV/d               | 3.12  | 3.07      | 2.95      | 3.35         | 3.60         | ↔     | Hold           | 2.95                   |
| OIH.CA  | ORASCOM INVESTMENT HOLDING     | 0.64  | 0.58      | 0.56      | 0.69         | 0.72         | ↔     | Hold           | 0.58                   |
| ORHD.CA | ORASCOM DEV/d                  | 6.80  | 6.20      | 5.80      | 7.00         | 7.50         | ↔     | Hold           | 7.00                   |
| EGTS.CA | EGYPTIAN RESOR/d               | 2.13  | 1.83      | 1.72      | 2.13 *       | 2.22         | ↔     | Hold           | 1.83                   |
| ORWE.CA | ORIENTAL WEAVE/d               | 10.80 | 9.94      | 9.25      | 10.85        | 11.30        | ↔     | Hold           | 9.25                   |
| IRON.CA | EGYPTIAN IR & /d               | 2.63  | 2.70 *    | 2.55      | 3.20         | 3.50         | ↓     | P.SELL         | 3.20                   |
| ADIB.CA | ABUDHABI ISLM /d               | 11.45 | 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.