

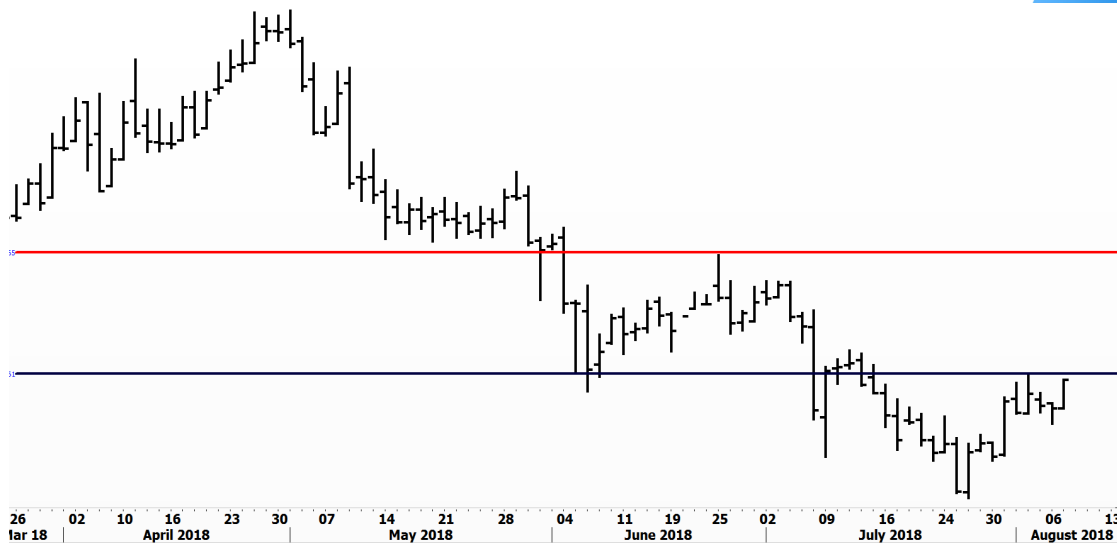


PIONEERSECURITIES

TECH TO THE POINT

8-Aug-18

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



Last	1,540.38
High Today	1,540.41
Low Today	1,523.66
Volume M	0.000
First Support	1,480.00
Second Support	1,450.00
First Resistance	1,540.00
Second Resistance	1,600.00
Stop Loss	1,480.00
HISTORICAL RETURN %	
1 WEEK	0.81%
1 MONTH	1.17%
1 QUARTER	-9.82%
1 YEAR	25.22%
YTD	6.72%

Analysis

The Hermes Last Index was able to maintain itself and rise in the second half of the session to approach its minor resistance that lies at 1,540. As we mentioned before, a clear break above this level, which coincides with 15,800 on the EGX 30 index will be bullish for the market from a short-term perspective.

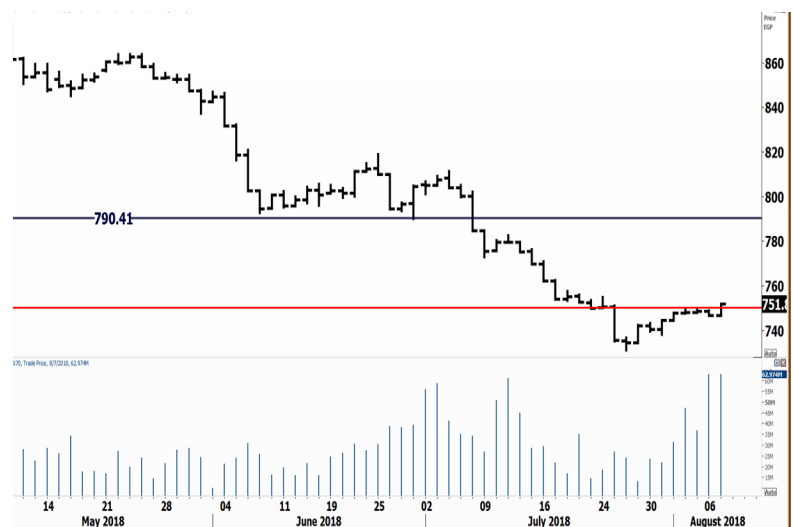
It is important to mention though that market breadth continues to be weak as not all stocks are moving in tandem. This means that investors should apply care when choosing stocks to invest in. We will probably see stocks that will witness this market rise without even participating significantly, while other stocks will show strong performance. Our reports (Quarterly, Weekly, and Daily) give our investors many clues and advices on what stocks to invest in, depending on the market situation.

Egyptian Exchange Small Caps Index EGX70


Analysis


The EGX 70 index broke above its resistance that lies at 750 to close slightly above it. This breakout is not confirmed yet as we need to see the index trading above this level today. If the breakout is confirmed, a rise will follow, which will lead the index near 790. It is important to note though that the EGX 70 might find its hurdle near 775. The target though will be set at 790.

Those who are out of small caps can enter if the index continues trading above 750 today. Such an action will probably lead the index to higher levels.



Resistance

EXPA  Closed at 10.29 after breaking 10 to the upside. EXPA is expected to reach the 11.3-11.5 range. A test of this area will probably be faced with selling pressure. Those who have positions are recommended to look at 11.5 as their first target.

EFIC  The stock is an underperformer but began to witness a rise on high volumes. Such a rise should lead the stock near 12.9-13. Those who want to step in can place their stop below 10.5 and use 13 as their target.


Support

No stocks broke their support yesterday.


Testing


Support

MPRC  Rebounded from its support that lies at 5.4, closing at 5.94 at the end of the session. Those who want to step in can do so as our target lies at 6.75. Stops should be placed below 5.4-5.5.

ZEOT  The 1.35 is the current support for the stock. A rebound from current levels is very probable. We do not recommend stepping in, however, until the stock breaks above 1.45, which is its current minor resistance.

Resistance

ABUK  Witnessed a strong rise yesterday, closing at 30 where its resistance lies. We are bullish on ABUK and we mentioned in our previous "Weekly Overview" reports that it is showing superior performance compared to other stocks. We recommend stepping in as a breakout above 30 is expected. Our minimum target lies around 33.5.

OTMT  The 0.7 is a minor resistance for the stock. If it breaks above it, it will witness a short-term rise that might lead it to 0.75. For now, we recommend the break above 0.7 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	85.00	83.50	79.80	86.50	88.50	↔	Hold	79.80
EAST.CA	EASTERN CO	162.56	163.50	155.00	170.00	186.00	↔	Hold	155.00
GTHE.CA	GLOBAL TELECO	4.23	4.00	3.85	4.35	5.00	↔	Hold	3.93
ABUK.CA	ABU QIR FRT&CHM	30.00	27.00	26.00	30.50	33.50	↔	Hold	27.00
SWDY.CA	ELSWEDY ELECTRIC	193.99	187.00	178.00	198.00	205.00	↓	P.SELL	205.00
TMGH.CA	TALAT MOSTAFA	11.35	10.55	10.14	11.85	12.50	↓	P.SELL	11.85
HRHO.CA	EFG HERMES HOLD	18.07	16.70	16.00	18.70	19.60	↓	P.SELL	18.70
MNHD.CA	MEDINET NASR HOU	10.23	9.50	8.95	10.45	11.40	↔	Hold	9.50
AMOC.CA	ALX MINERAL OILS	10.56	10.00	9.60	11.40	12.00	↓	P.SELL	11.40
JUFO.CA	JUHAYNA FOOD IND	12.16	10.60	10.20	12.50	13.15	↔	Hold	10.60
PHDC.CA	PALM HILL DEV CO	3.59	3.50	3.15	4.06	4.22	↓	P.SELL	4.22
OCDI.CA	6TH OCT DEV INV	23.30	21.40	20.20	23.90	25.30	↔	Hold	21.40
ETEL.CA	TELECOM EGYPT	14.01	13.20	12.00	14.60	15.50	↔	Hold	13.20
HELI.CA	Misr Gedida Hou	28.57	27.50	26.25	29.70	31.70	↔	Hold	27.50
ESRS.CA	EZZ STEEL	27.69	26.80	24.00	30.70	N.A.	↔	Hold	26.80
QNBA.CA	QNB ALAHLI	53.50	50.00	46.00	57.00	60.00	↔	Hold	50.00
ORAS.CA	ORASCOM CONST	150.00	140.00	130.00	153.00	165.00	↔	Hold	140.00
PIOH.CA	PIONEERS HLDG	7.42	7.20	6.80	8.00	8.90	↔	P.SELL	8.00
EGAL.CA	EGYPT ALUMINIUM	46.34	44.00	42.00	50.70	54.50	↓	P.SELL	50.70
EMFD.CA	EMAAR MISR DEV	4.64	4.25	3.85	4.75	5.10	↔	Hold	3.85
CCAP.CA	CITADEL CAPITAL	3.58	3.25	2.96	3.60	3.85	↔	Hold	3.85
OTMT.CA	ORASCOM TEL MED	0.69	0.67	0.64	0.71	0.76	↓	P.SELL	0.71
ACGC.CA	ARAB COTTON GIN.	2.34	2.30	2.10	2.73	2.90	↔	Hold	2.30
ISPH.CA	IBNSINA PHARMA	10.98	10.80	10.12	11.50	12.15	↔	Hold	10.12
EGTS.CA	EGYPTIAN RESORTS	1.66	1.50	1.45	1.75	1.94	↓	P.SELL	1.94
EKHO.CA	EGYPT KUWAIT HLD	1.17	\$1.12	\$1.08	\$1.17	\$1.20	↔	Hold	\$1.12
PORT.CA	PORTO GROUP	0.23	0.20	0.17	0.25	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	7.65	7.06	6.80	7.60 *	8.50	↑	Hold	6.80
SKPC.CA	SIDI KERIR PETRC	24.40	22.50	21.60	25.00	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.