

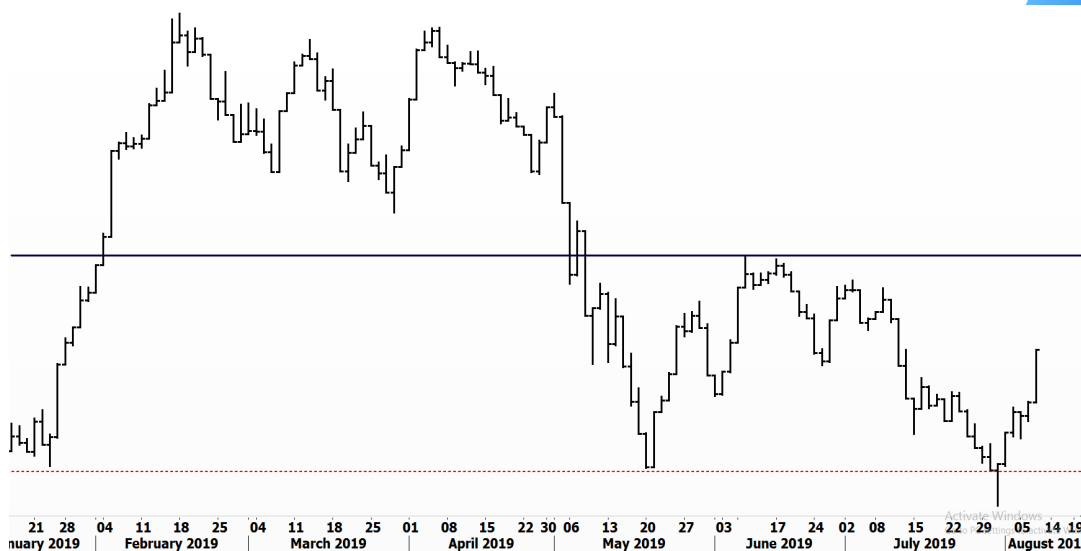


PIONEERSECURITIES

TECH TO THE POINT

8-Aug-19

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



Last	13,880.57
High Today	13,881.46
Low Today	13,655.91
Volume M	178.966
First Support	13,500.00
Second Support	13,200.00
First Resistance	14,150.00
Second Resistance	14,300.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	3.64%
1 MONTH	-1.16%
1 QUARTER	-1.04%
1 YEAR	-11.93%
YTD	6.48%

Analysis

The market witnessed a strong rise yesterday as the EGX 30 index closed at 13,880. Our first resistance was clearly broke upwards (as we were expecting) and we are currently approaching the second, and more important level that lies at 14,300.

As we mentioned before, market breadth began to improve significantly. This is a good sign for the market as the index is rising along with stocks, not a one-stock-rise like it has been the case before. This presents a higher probability of a breakout above 14,300 which will signal the end of the correction.

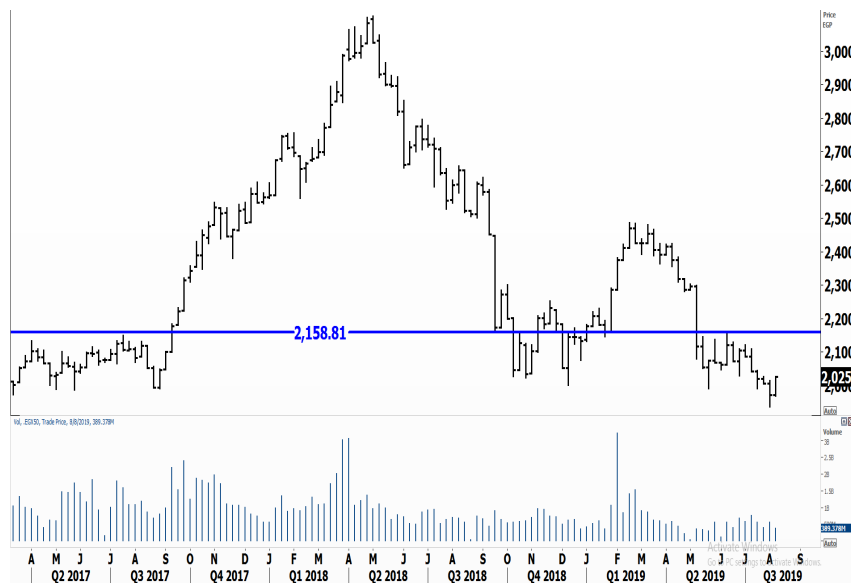
Egyptian Exchange Equals Weights Index EGX50

Analysis


The EGX 50 index closed at 2,025 above its major support that lies at 2,000. As we saw, the break below 2,000 was nothing but a whipsaw (as we were expecting) and the index was able to close above it.

Our resistance to watch is 2,150; a break above this level will be better for the overall market, not only blue chips, which will add more power to stocks.


Those who want to enter aggressively after confirmation can wait for the 2,150 breakout.




Resistance

CLHO  Broke its resistance that lies at 6.3, closing at 6.56 at the end of the session. CLHO is one of the stocks that are recommended as a buy and hold. Major resistance lies at 7; we are expecting a break above this level, however, which will lead the stock to new highs.

EGTS  Continued its strong rise, breaking above 2.18 and above 2.3 to close at 2.327 at the end of the session. We believe that EGTS can reach much higher targets; our first level to watch lies at 2.5.

OCDI  Confirmed its breakout above 14.7 and closed at 14.9. A buy signal is now triggered and we recommend investors to buy the stock. Our target lies at 17 while our initial stop will be placed below 14.5.

PORT  The breakout above 0.725 is significant. PORT should witness a significant rise in the next few days. Such rise can lead it near 0.82 initially, and then higher levels will be expected.

Support


No stocks broke their support levels.

Testing

Support

AIH  Despite its current underperformance, AIH is rebounding from its major support. First resistance lies at 0.47. A break above this level will trigger a short-term buy signal.

Resistance

HELI  The 23.85 level is the current resistance for the stock. A breakout above this level, (which is expected to occur today) will trigger a new buy signal with a target near 26.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	74.00	70.55	69.00	75.20	77.00	↔	Hold	69.00
EAST.CA	EASTERN CO/d	16.50	15.40	15.15	16.70	17.22	↔	Hold	15.20
SWDY.CA	ELSWEDY ELECTR/d	12.57	11.60	11.00	13.00	13.60	↓	P.SELL	13.60
TMGH.CA	TALAT MOSTAFA/d	10.82	9.60	9.10	11.00	11.65	↓	P.SELL	11.00
SKPC.CA	SIDI KERIR PET/d	8.90	8.20	7.75	9.60	10.60	↓	P.SELL	9.60
EKHO.CA	EGYPT KUWAIT H/d	1.35	1.20 \$	1.16 \$	1.36 \$	1.40 \$	↓	Hold	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	96.79	87.00	80.80	99.00	105.00	↓	P.SELL	105.00
AMOC.CA	ALX MINERAL OI/d	3.86	3.40	3.20	4.20	4.60	↓	P.SELL	4.20
MNHD.CA	MEDINET NASR H/d	5.00	4.70	4.55	5.05	5.24	↔	Hold	4.55
CIRA.CA	Cairo Investment & Real Estate	10.98	9.60	9.00	11.20	11.70	↓	P.SELL	11.70
OCDI.CA	6TH OCT DEV IN/d	14.90	13.65	13.00	16.00	17.50	↑	Hold	13.65
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	9.14	7.85	6.50	9.94	10.75	↔	Hold	7.85
ETEL.CA	TELECOM EGYPT/d	14.33	13.50	13.00	14.90	15.30	↔	Hold	13.20
CCAP.CA	CITADEL CAPITA/d	2.46	2.20	2.00	3.03	3.20	↓	P.SELL	
ISPH.CA	IBNSINA PHARMA	10.50	9.70	9.00	11.00	12.00	↔	Hold	9.70
PHDC.CA	PALM HILL DEV /d	2.15	1.96	1.80	2.15 *	2.30	↓	P.SELL	2.30
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	6.56	5.80	5.30	6.70	7.00	↔	Hold	5.80
HELI.CA	Misr Gedida Ho/d	23.86	20.40	19.50	23.85 *	24.80	↔	Hold	20.40
CIEB.CA	CREDIT AGRICOL/d	44.50	42.00	40.00	48.00	53.00	↔	Hold	40.00
EGCH.CA	EGYPT CHEM IND/d	5.40	5.00	4.60	5.60	5.90	↓	P.SELL	5.90
EMFD.CA	EMAAR MISR DEV/d	3.25	3.07	2.95	3.35	3.60	↔	Hold	2.95
OIH.CA	ORASCOM INVESTMENT HOLDING	0.68	0.58	0.56	0.69	0.72	↔	Hold	0.58
ORHD.CA	ORASCOM DEV/d	6.76	6.20	5.80	7.00	7.50	↔	Hold	7.00
EGTS.CA	EGYPTIAN RESOR/d	2.33	2.05	1.93	2.32 *	2.40	↑	Hold	2.05
ORWE.CA	ORIENTAL WEAVE/d	10.86	9.94	9.25	10.85 *	11.30	↔	Hold	9.25
IRON.CA	EGYPTIAN IR & /d	2.75	2.70	2.55	3.20	3.50	↓	P.SELL	3.20
ADIB.CA	ABUDHABI ISLM /d	11.31	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).

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.