

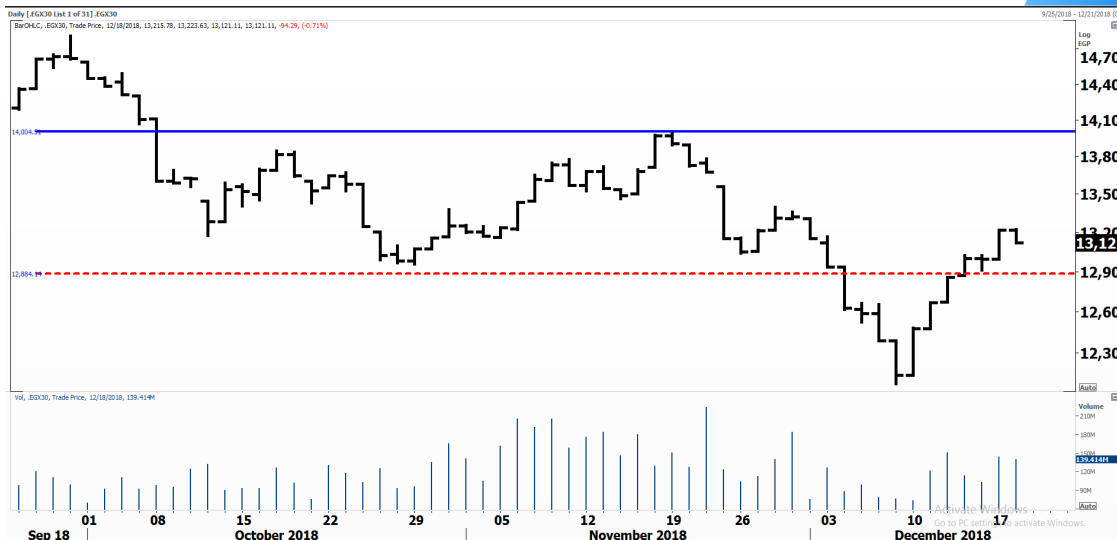


PIONEERSECURITIES

TECH TO THE POINT

19-Dec-18

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



Last	13,121.11
High Today	13,223.63
Low Today	13,121.11
Volume	M 139.414
First Support	12,900.00
Second Support	12,500.00
First Resistance	13,400.00
Second Resistance	14,000.00
Stop Loss	

HISTORICAL RETURN %

1 WEEK	3.61%
1 MONTH	-6.07%
1 QUARTER	-10.46%
1 YEAR	-10.87%
YTD	-12.64%

Analysis

Despite USA's strong decline, our market witnessed a marginal decline; that said, the 12,900 level is our first support of interest. As we mentioned in yesterday's report, a correction from here is a probable scenario. We do not expect a strong decline from current levels though.

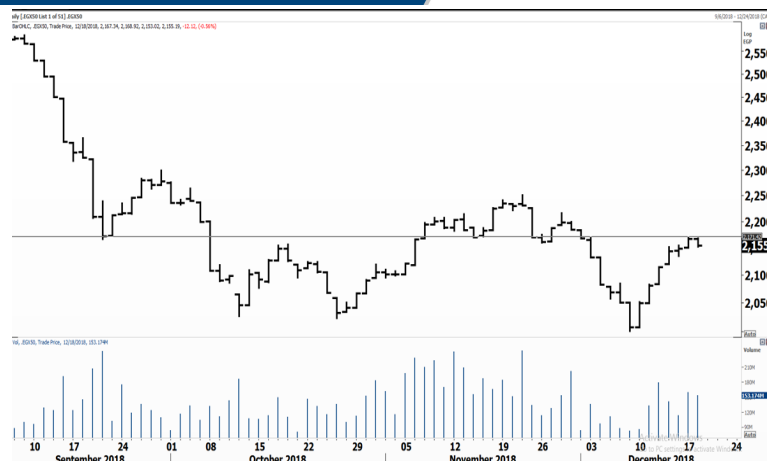
Those who are very short-term in nature can place their stop below 12,900 as a break below this level will bring the index back to 12,500. On the other hand, a rise above the high of the last two sessions will be viewed as a bullish scenario as our target will be set near 14,000. For now, we can treat the market carefully and respect our stops, especially after the recent sharp rise it witnessed.

Egyptian Exchange Equal Weights Index EGX50


Analysis

The EGX 50 index looks a bit like the EGX 30 in using the high of the past two sessions as a short-term new entry. In other words, if we rise from here once again, we will probably witness a significant rise that will send the EGX 30 to 14,000 and the 50 index near 2,250.

If we decline from current levels, the market will most probably witness a higher low formation, which will be a chance to buy in the direction of the new upward move.



Resistance


MMAT  Marsa Alam is a stock that only suits small retail investors that are willing to take high risks. We do not recommend it in general. The break above 0.85 came yesterday with high volumes. MMAT has been an illiquid stock and only yesterday began to show high volumes. A rise to the 1-1.05 range is a possible scenario.

Support


No stocks broke their support yesterday.


Testing

Support

ORHD  Yesterday's decline sent ORHD near its support that lies at 6.5. Those who have positions and want to protect their profits can use this level as their stop. Our next targets will then lie at 6.3 and 6. The overall picture of ORHD, however, still looks positive.

Resistance

GTHE  Closed at 3.76 at the end of the session and is very close to its resistance that lies at 3.8. The ability of GTHE to rise significantly after the hit it took during December is a positive sign. This hints that more rise is on the way. A breakout above 3.8, if it occurs, will be a bullish scenario for GTHE, which will have a target of 4.5.

SKPC  We are waiting for the 18.1 level to be broken upwards before recommending the stock. Volumes began to increase, which hints of a potential breakout. A confirmed break above 18.1 will trigger a buy signal with an upper target at around 20.5.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	74.20	71.50	67.00	75.00	77.75	↓	P.SELL	75.00
EAST.CA	EASTERN CO	16.50	16.20	15.20	17.55	19.00	↓	P.SELL	17.55
SWDY.CA	ELSWEDY ELECTRIC	16.50	16.00	13.90	17.50	18.30	↓	P.SELL	17.50
TMGH.CA	TALAT MOSTAFA	10.00	9.50	8.70	10.25	10.50	↓	P.SELL	10.50
ABUK.CA	ABU QIR FRT&CHM	24.27	24.00	22.00	26.00	27.75	↓	P.SELL	27.75
EKHO.CA	EGYPT KUWAIT HLD	1.08	\$1.03	\$1.00	\$1.10	\$1.13	↓	P.SELL	\$1.13
HRHO.CA	EFG HERMES HOLD	14.94	14.50	13.60	15.70	16.20	↔	Hold	13.60
GTHE.CA	GLOBAL TELECO	3.76	3.20	2.75	3.80	3.93	↔	Hold	3.80
AMOC.CA	ALX MINERAL OILS	6.46	5.90	5.60	6.80	7.50	↓	P.SELL	7.50
MNHD.CA	MEDINET NASR HOU	6.81	6.70	6.30	7.30	7.65	↓	P.SELL	7.65
SKPC.CA	SIDI KERIR PETRC	17.67	16.30	15.70	18.10	19.23	↓	P.SELL	20.60
OCDI.CA	6TH OCT DEV INV	14.41	12.90	12.00	14.80	16.00	↓	P.SELL	16.00
JUFO.CA	JUHAYNA FOOD IND	11.01	10.50	9.50	11.30	13.00	↔	Hold	9.50
ESRS.CA	EZZ STEEL	18.53	17.25	16.00	20.00	21.00	↓	P.SELL	20.00
ETEL.CA	TELECOM EGYPT	12.97	11.40	10.85	13.20	14.50	↑	Hold	11.40
CCAP.CA	CITADEL CAPITAL	3.52	3.40	3.20	3.83	4.00	↓	P.SELL	4.00
QNBA.CA	QNB ALAHLI	39.50	40.00 *	38.00	46.00	50.00	↓	P.SELL	50.00
PHDC.CA	PALM HILL DEV CO	2.30	2.12	2.06	2.43	2.58	↓	P.SELL	2.58
ORAS.CA	ORASCOM CONST	116.00	115.00	108.00	120.00	127.00	↔	Hold	108.00
HELI.CA	Misr Gedida Hou	17.84	17.30	16.30	18.80	19.50	↓	P.SELL	19.50
EFID.CA	EDITA FOOD INDS	13.98	13.00	12.20	15.20	17.00	↓	P.SELL	16.00
ISPH.CA	IBNSINA PHARMA	10.20	9.50	8.60	10.50	11.00	↔	Hold	9.50
EMFD.CA	EMAAR MISR DEV	3.27	3.22	2.90	3.45	3.72	↔	Hold	3.45
PIOH.CA	PIONEERS HLDG	6.33	5.40	5.00	6.40	6.80	↔	Hold	5.40
OIH.CA	ORASCOM INVESTMENT HOLDING	0.58	0.54	0.51	0.58 *	0.60	↔	Hold	0.51
EGAL.CA	EGYPT ALUMINIUM	34.09	32.50	31.00	36.00	38.00	↔	Hold	32.50
EGTS.CA	EGYPTIAN RESORTS	1.85	1.68	1.42	1.94	2.05	↓	P.SELL	2.05
PORT.CA	PORTO GROUP	0.83	0.78	0.74	0.96	1.20	↔	Hold	0.74
IRON.CA	EGYPTIAN IR & ST	5.37	5.00	4.50	5.70	6.00	↔	Hold	5.70
ACGC.CA	ARAB COTTON GIN.	1.80	1.70	1.60	2.00	2.15	↔	Hold	1.65

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.