



PIONEERSECURITIES

TECH TO THE POINT

24-Dec-18

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



Last	12,947.35
High Today	13,152.85
Low Today	12,947.35
Volume M	61.205
First Support	12,900.00
Second Support	12,000.00
First Resistance	13,250.00
Second Resistance	14,000.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	-0.34%
1 MONTH	-5.32%
1 QUARTER	-9.21%
1 YEAR	-11.73%
YTD	-13.79%

Analysis

Those who are heavily invested should have reduced their exposure yesterday as we recommended in our weekly report. The market gave us many chances to do that before the decline that occurred after mid session.

On the other hand, our stop is placed below 12,900; a break below this level will trigger stops, which will lead the index near 12,000, which is our bottom and our first major target (already hit).

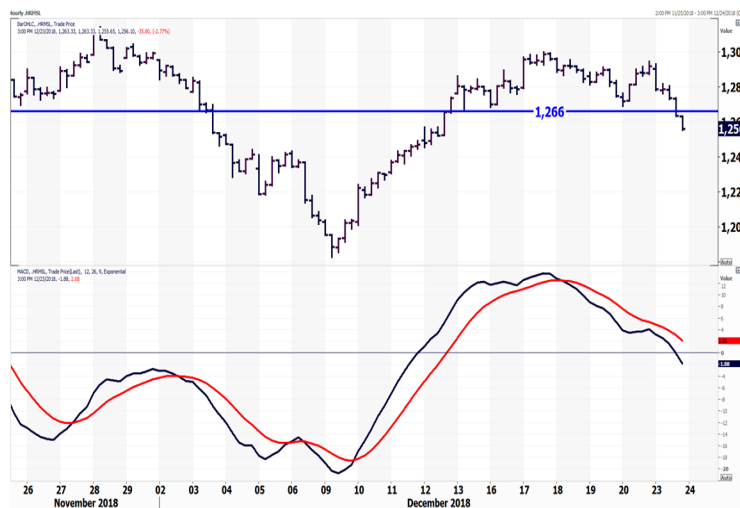
We will be following the market closely as a higher low formation (if it occurs) will trigger a buy signal. As for the upside, those who sold, should repurchase only at a clear breakout above 13,250 as a break above this level will lead the market to 14,000. For now, we will be waiting for the next higher low to enter.

Hermes Last Index/ Hourly Chart, follow-up


Analysis

As a follow-up on our last daily report, it is important to look at the Hermes Last Index Hourly chart, especially with the bearish MACD crossover that was mentioned in our past daily report dated December 20. The Hermes Last index broke yesterday the 1,266 level which was set as our stop. This violation triggered short-term stops. The MACD indicator, which gave us a sell signal few days ago continued its decline, confirming the weakness.


As for the expected short-term direction, the market will probably witness some selling pressure today, which will lead the index back near the low that lies at 1,200. As we mentioned before, we are expecting a higher low formation to appear. Such a higher low, if it occurs will trigger a new buy signal.



Resistance


ESGI  Broke 14 upwards with relatively high volumes to close at 14.3 at the end of the session. ESGI has been showing superior performance lately. If the stock continues trading above 14 today, our target will be set at 15.8. This is the most important resistance level as any clear break above it will be considered as an early signal of a potential new high.


Support

PIOH  Closed at 5.9 after breaking below 6.1. We do not expect PIOH to go far to the downside. Important support lies at 5.5; buyers, however, might appear slightly above this level. In all cases, we will not step in until a rebound occurs.


Testing

Support

ACGC  The stock is approaching its support that lies at 1.65-1.67. ACGC decline the past few days, closing at 1.7 at the end of yesterday's session. We were expecting the stock to rise but the overall market condition did not help it to rise. A break below support is unlikely to occur. A rebound from support, or slightly above, will trigger a buy signal.

ABUK  As we know, ABUK already broke its major support that lies at 27 and witnessed a significant decline afterwards. Currently, the stock is testing 23.95, which is a minor support. A break below this level will lead ABUK to the 20-21 range.

Resistance

HELI  Was not able to break above 18.7 yesterday, closing at 17.85 at the end of the session. Those who have positions can place their stop below 17.5; this is a very minor stop as a break below it will lead HELI near 16.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	73.50	71.50	67.00	75.00	77.75	↓	P.SELL	75.00
EAST.CA	EASTERN CO	15.80	15.20	14.50	17.55	19.00	↓	P.SELL	17.55
SWDY.CA	ELSWEDY ELECTRIC	16.31	16.00	13.90	17.50	18.30	↓	P.SELL	17.50
TMGH.CA	TALAT MOSTAFA	9.90	9.50	8.70	10.25	10.50	↓	P.SELL	10.50
ABUK.CA	ABU QIR FRT&CHM	23.97	24.00 *	22.00	26.00	27.75	↓	P.SELL	27.75
EKHO.CA	EGYPT KUWAIT HLD	1.07	\$1.03	\$1.00	\$1.10	\$1.13	↓	P.SELL	\$1.13
HRHO.CA	EFG HERMES HOLD	14.36	14.50 *	13.60	15.70	16.20	↔	Hold	13.60
GTHE.CA	GLOBAL TELECO	3.55	3.20	2.75	3.80	3.93	↔	Hold	3.80
AMOC.CA	ALX MINERAL OILS	6.24	5.90	5.60	6.80	7.50	↓	P.SELL	7.50
MNHD.CA	MEDINET NASR HOU	6.60	6.70 *	6.30	7.30	7.65	↓	P.SELL	7.65
SKPC.CA	SIDI KERIR PETRC	17.03	16.30	15.70	18.10	19.23	↓	P.SELL	20.60
OCDI.CA	6TH OCT DEV INV	13.01	12.90	12.00	14.80	16.00	↓	P.SELL	16.00
JUFO.CA	JUHAYNA FOOD IND	11.10	10.50	9.50	11.30	13.00	↔	Hold	9.50
ESRS.CA	EZZ STEEL	17.60	17.25	16.00	20.00	21.00	↓	P.SELL	20.00
ETEL.CA	TELECOM EGYPT	12.20	11.40	10.85	13.20	14.50	↑	Hold	11.40
CCAP.CA	CITADEL CAPITAL	3.47	3.40	3.20	3.83	4.00	↓	P.SELL	4.00
QNBA.CA	QNB ALAHLI	40.00	40.00	38.00	46.00	50.00	↓	P.SELL	50.00
PHDC.CA	PALM HILL DEV CO	2.18	2.12	2.06	2.43	2.58	↓	P.SELL	2.58
ORAS.CA	ORASCOM CONST	113.00	108.00	106.00	120.00	127.00	↔	Hold	108.00
HELI.CA	Misr Gedida Hou	17.85	17.30	16.30	18.80	19.50	↓	P.SELL	19.50
EFID.CA	EDITA FOOD INDS	0.00	13.00	12.20	15.20	17.00	↓	P.SELL	16.00
ISPH.CA	IBNSINA PHARMA	10.01	9.50	8.60	10.50	11.00	↔	Hold	9.50
EMFD.CA	EMAAR MISR DEV	3.15	3.11	2.90	3.45	3.72	↔	Hold	3.45
PIOH.CA	PIONEERS HLDG	5.90	5.50	5.00	6.40	6.80	↔	Hold	5.50
OIH.CA	ORASCOM INVESTMENT HOLD- ING	0.56	0.54	0.51	0.58	0.60	↔	Hold	0.51
EGAL.CA	EGYPT ALUMINIUM	33.80	32.50	31.00	36.00	38.00	↔	Hold	32.50
EGTS.CA	EGYPTIAN RESORTS	1.75	1.68	1.42	1.94	2.05	↓	P.SELL	2.05
PORT.CA	PORTO GROUP	0.80	0.78	0.74	0.96	1.20	↔	Hold	0.74
IRON.CA	EGYPTIAN IR & ST	5.10	5.00	4.50	5.70	6.00	↔	Hold	5.70
ACGC.CA	ARAB COTTON GIN.	1.70	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.