

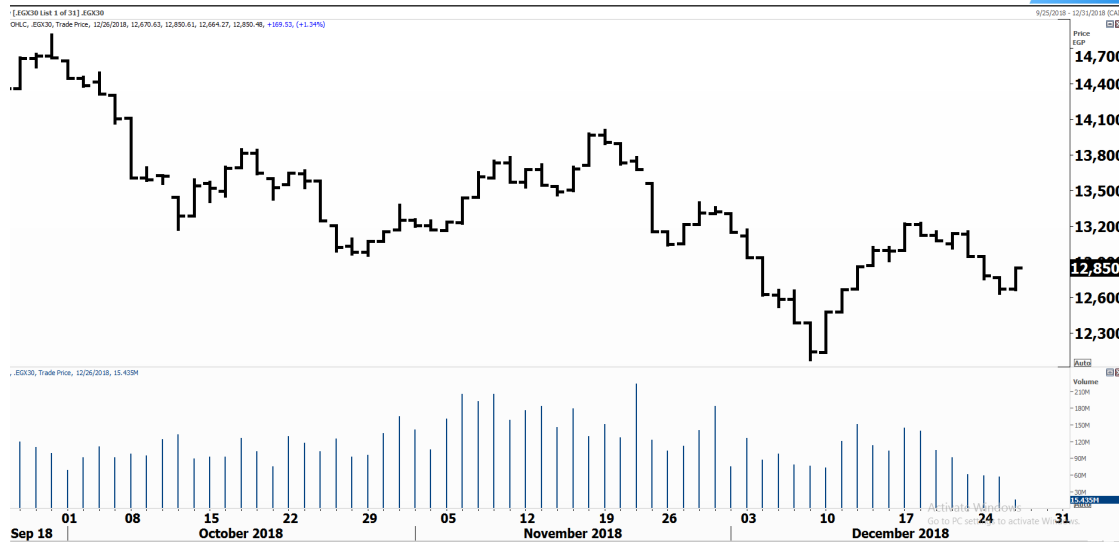


PIONEERSECURITIES

# TECH TO THE POINT

27-Dec-18

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



Last	12,840.16
High Today	12,857.27
Low Today	12,664.27
Volume	M 55.808
First Support	12,600.00
Second Support	12,000.00
First Resistance	13,250.00
Second Resistance	14,000.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	-1.82%
1 MONTH	-1.60%
1 QUARTER	-12.13%
1 YEAR	-13.96%
YTD	-14.51%

## Analysis

The EGX 30 index rebounded yesterday after reaching 12,600 the day before. It is important to note, however, that yesterday's rebound came on low volumes, which hints that buyers were not buying aggressively; the lack of selling pressure is the main reason of yesterday's market rebound. In other words, we prefer to wait for more confirmation before stepping in once again as we might still see another lower high below the 13,225 level.

Those who want to step in at current prices based on the current rebound, and those who already bought yesterday, are recommended to place their stop below 12,600, which is the newly formed minor low.

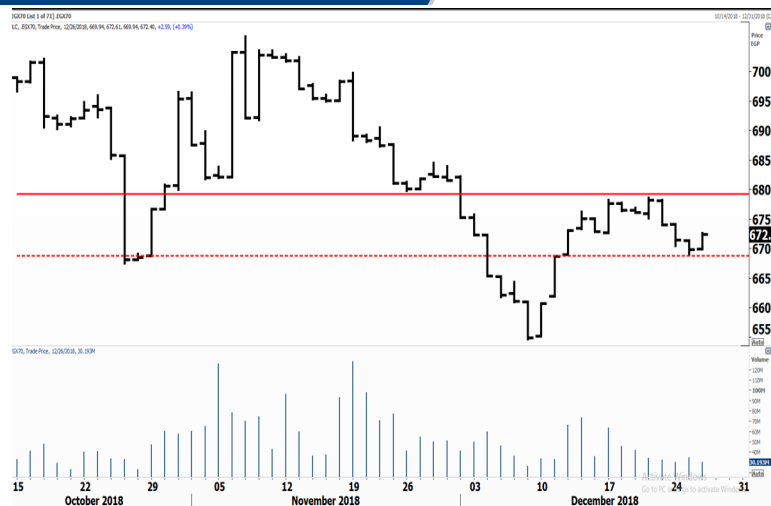
Thus, buying at this rebound can be done if the stop loss is respected.

## Egyptian Exchange Small Caps Index EGX70

### Analysis

After yesterday's rebound, the index formed a new minor bottom at 668. Our resistance, as we know it, lies at 678. These 10 points will be considered as the trading range the EGX 70 index will be moving within. Short-term investors can trade the range and place their re-entry at a clear breakout above 678.

Any new buying activities should be done with a clear stop below 668 as a break below it will lead the index back near 655.



## Resistance



Broke 5.2 upwards to close at 5.36 at the end of the session. The breakout came on very high volumes, and the resistance that was broken yesterday is considered as a strong one. We are expecting MPRC to reach 6.25 as our first target, then 6.75.

## Support

No stocks broke their support yesterday.

## Testing

### Support



Rebounded from its bottom to close slightly above 17. The rebound came on relatively high volumes, which gives a bullish taste for the stock. Important resistance lies at 18. Our buy signal will be triggered at a breakout above this level. Those who want to step in at current levels are recommended to use 16.4 as a stop and 18 as their target.



The stock rebounded from its support yesterday, closing at 13.7. If this rise continues we will probably meet selling pressure near 15. Those who are invested in OCDI are recommended to reduce exposure near resistance.

### Resistance



The 3.55 level is the current minor resistance for RTVC. A break above this level, if it comes with high volumes will be considered as an early sign of a potential breakout above 13.75, which will trigger our formal buy signal.



Current resistance lies at 1.26. ZEOT will be recommended as a buy if it succeeds to break above this peak. This will probably lead the stock near 1.45.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	73.01	71.50	67.00	75.00	77.75	↓	P.SELL	75.00
EAST.CA	EASTERN CO	15.95	15.20	14.50	17.55	19.00	↓	P.SELL	17.55
SWDY.CA	ELSWEDY ELECTRIC	16.41	16.00	13.90	17.50	18.30	↓	P.SELL	17.50
TMGH.CA	TALAT MOSTAFA	9.76	9.50	8.70	10.25	10.50	↓	P.SELL	10.50
ABUK.CA	ABU QIR FRT&CHM	24.22	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	15.00	14.50	13.60	15.70	16.20	↔	Hold	13.60
GTHE.CA	GLOBAL TELECO	3.67	3.20	2.75	3.80	3.93	↔	Hold	3.80
AMOC.CA	ALX MINERAL OILS	6.13	5.90	5.60	6.80	7.50	↓	P.SELL	7.50
MNHD.CA	MEDINET NASR HOU	6.78	6.70	6.30	7.30	7.65	↓	P.SELL	7.65
SKPC.CA	SIDI KERIR PETRC	17.08	16.30	15.70	18.10	19.23	↓	P.SELL	20.60
OCDI.CA	6TH OCT DEV INV	13.70	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	17.97	17.25	16.00	20.00	21.00	↓	P.SELL	20.00
ETEL.CA	TELECOM EGYPT	12.42	11.40	10.85	13.20	14.50	↑	Hold	11.40
CCAP.CA	CITADEL CAPITAL	3.53	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	2.15	2.12	2.06	2.43	2.58	↓	P.SELL	2.58
ORAS.CA	ORASCOM CONST	116.49	108.00	106.00	120.00	127.00	↔	Hold	108.00
HELI.CA	Misr Gedida Hou	18.10	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	9.90	9.50	8.60	10.50	11.00	↔	Hold	9.50
EMFD.CA	EMAAR MISR DEV	3.26	3.11	2.90	3.45	3.72	↔	Hold	3.45
PIOH.CA	PIONEERS HLDG	5.94	5.50	5.00	6.40	6.80	↔	Hold	5.50
OIH.CA	ORASCOM INVESTMENT HOLDING	0.56	0.54	0.51	0.58	0.60	↔	Hold	0.51
EGAL.CA	EGYPT ALUMINIUM	22.25	21.65	20.60	24.00	25.50	↔	Hold	21.65
EGTS.CA	EGYPTIAN RESORTS	1.72	1.63	1.42	1.88	2.05	↓	P.SELL	2.05
PORT.CA	PORTO GROUP	0.81	0.78	0.74	0.96	1.20	↔	Hold	0.74
IRON.CA	EGYPTIAN IR & ST	5.11	5.00	4.50	5.70	6.00	↔	Hold	5.70
ACGC.CA	ARAB COTTON GIN.	1.71	1.70	1.60	1.88	2.01	↔	Hold	1.60

## 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.