

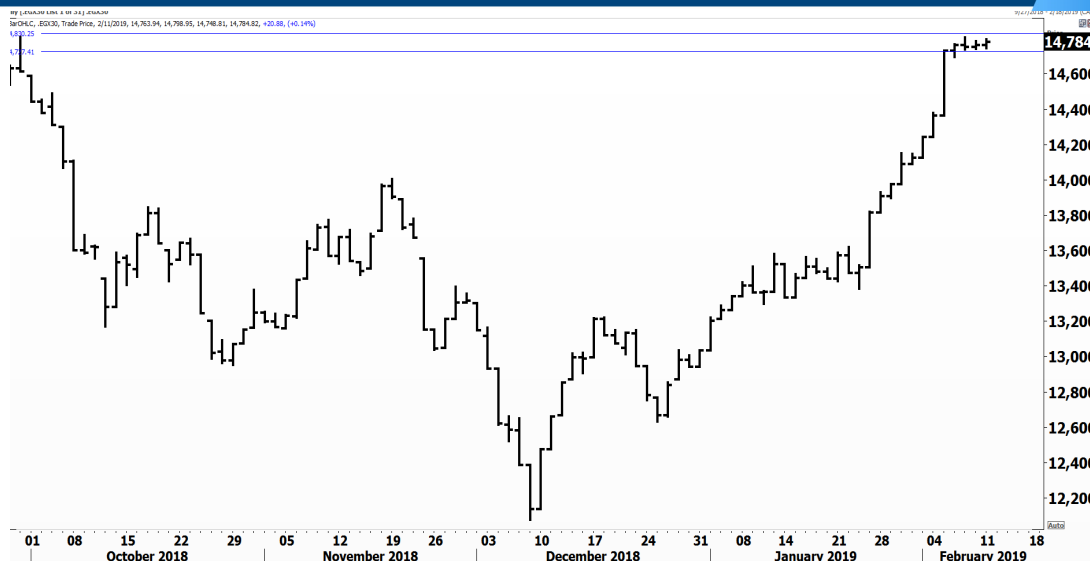


PIONEERSECURITIES

TECH TO THE POINT

12-Feb-19

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



Last	14,784.82
High Today	14,798.95
Low Today	14,748.81
Volume	M 122.457
First Support	14,500.00
Second Support	14,000.00
First Resistance	14,800.00
Second Resistance	15,000.00
Stop Loss	14,000.00

HISTORICAL RETURN %

1 WEEK	2.91%
1 MONTH	10.60%
1 QUARTER	8.09%
1 YEAR	-0.29%
YTD	13.42%

Analysis

The market is still hovering slightly below 14,800 and looks like it is preparing itself for the breakout. We reiterate our recommendation for very short-term investors to use the 14,725 level as the initial stop; a break below this level will lead to a market correction that is not expected to be strong.

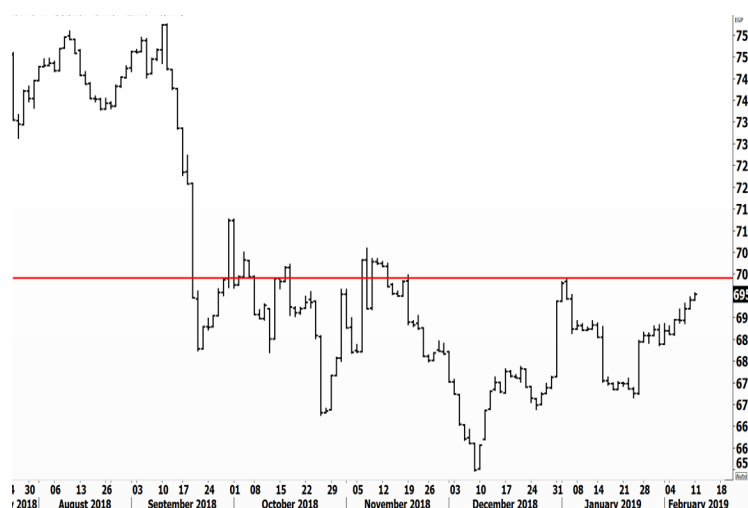
As we mentioned in our last report, if the index maintains itself a couple of sessions near 14,800 it will probably break to the upside. Our target will be then set at around 16,000.

Egyptian Exchange Small Caps Index EGX70


Analysis


The EGX 70 index is on its way to break 700; if this level is broken upwards, the index will probably witness a strong rise. Those who are waiting for a clear confirmation before stepping in are recommended to buy at the breakout above this level.

Position holders can use 685 as their stop; we do not expect a violation below this level. We are actually considering minor declines as a chance to step in.



Resistance

ORWE  Broke 11.65 upwards, closing at 11.9 at the end of the session. We like this stock and are expecting higher levels to be reached. Our first important target lies near 13.

PACH  Closed at 33.79 after breaking 33.5 with high volumes. The stock began to show higher volumes than before and its next target lies near 40.


Support


No stocks broke their support yesterday.


Testing

Support

Resistance

MOIL  The 0.415 is broken upwards; the stock however might face some resistance at 0.43. We are actually expecting a break above this level; such a breakout will probably lead MOIL near 0.48.

SUCE  The only problem with Suez Cement is its low liquidity. We believe that if the stock succeeds to trade above 16 volumes will begin to rise, which will lead the stock to higher levels.

EXPA  Tried to break above 10.5 but was not able to break above it. We will wait for a clear confirmed break above 10.5 before recommending the stock. Such a breakout will lead EXPA to 12 initially.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	90.00	88.00	85.00	93.00	96.50	↑	Hold	82.00
EAST.CA	EASTERN CO	16.50	15.50	14.60	17.15	19.00	↔	Hold	17.15
SWDY.CA	ELSWEDY ELECTRIC	18.18	17.30	16.00	18.40	19.00	↔	Hold	17.30
TMGH.CA	TALAT MOSTAFA	11.38	10.85	10.30	12.30	12.70	↑	Hold	10.85
ACAMD.CA	Arab Co. for Asset Management	2.78	2.73	2.60	3.07	3.25	↔	Hold	2.73
EKHO.CA	EGYPT KUWAIT HLD	1.29	\$1.25	\$1.22	\$1.34	\$1.38	↑	P.Buy	\$1.22
HRHO.CA	EFG HERMES HOLD	17.00	16.60	16.20	17.40	17.80	↑	Hold	15.30
GTHE.CA	GLOBAL TELECO	4.75	4.40	3.93	4.92	5.28	↑	Hold	4.40
AMOC.CA	ALX MINERAL OILS	6.05	5.50	5.35	6.70	7.18	↔	Hold	6.70
MNHD.CA	MEDINET NASR HOU	7.10	6.20	5.50	7.22	7.65	↔	Hold	7.22
CIRA.CA	Cairo Investment & Real Estate	9.50	8.30	8.00	10.00	N.A	↔	Hold	8.00
OCDI.CA	6TH OCT DEV INV	16.19	15.20	14.50	17.20	18.50	↑	Hold	16.90
JUFO.CA	JUHAYNA FOOD IND	12.50	11.00	10.20	13.00	14.00	↑	Hold	11.00
ESRS.CA	EZZ STEEL	20.16	19.20	18.30	21.15	22.00	↔	Hold	18.30
ETEL.CA	TELECOM EGYPT	14.69	14.30	13.70	15.50	16.00	↑	Hold	13.70
CCAP.CA	CITADEL CAPITAL	3.86	3.60	3.50	3.92	4.15	↔	Hold	3.50
SRWA.CA	Sarwa Capital Holding	6.64	6.00	5.50	6.75	7.40	↔	Hold	6.00
PHDC.CA	PALM HILL DEV CO	2.52	2.21	2.11	2.60	2.70	↔	Hold	2.40
AUTO.CA	GB AUTO S.A.E	5.19	5.10	4.70	5.68	5.80	↔	Hold	4.70
HELI.CA	Misr Gedida Hou	21.93	19.50	18.50	22.00	23.50	↑	Hold	18.50
AIND.CA	ARABIA INVEST	0.74	0.70	0.63	0.75	0.81	↔	Hold	0.75
EGCH.CA	EGYPT CHEM IND	7.32	7.00	6.65	7.60	8.20	↑	Hold	7.00
EMFD.CA	EMAAR MISR DEV	3.52	3.42	3.30	3.70	3.90	↑	Hold	3.30
PIOH.CA	PIONEERS HLDG	7.02	6.60	6.22	7.17	7.50	↔	Hold	6.22
OIH.CA	ORASCOM INVESTMENT HOLDING	0.63	0.60	0.57	0.67	0.70	↑	Hold	0.57
ORHD.CA	ORASCOM DEV	7.20	7.20 *	6.25	7.94	N.A	↑	Hold	7.20
EGTS.CA	EGYPTIAN RESORTS	2.05	1.95	1.83	2.14	2.22	↑	Hold	1.95
ORWE.CA	ORIENTAL WEAVERS	11.90	11.40	10.80	12.50	13.30	↑	P.Buy	10.80
IRON.CA	EGYPTIAN IR & ST	5.70	5.25	5.00	5.70 *	6.00	↔	Hold	5.70
ACGC.CA	ARAB COTTON GIN.	1.99	1.88	1.65	2.15	2.45	↑	P.Buy	1.88

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.