

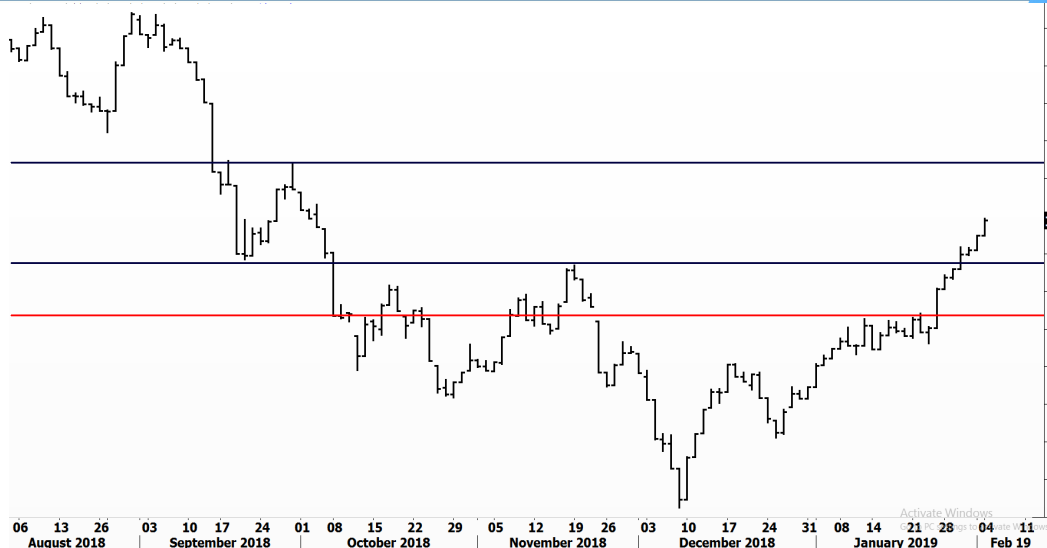


PIONEERSECURITIES

# TECH TO THE POINT

5-Feb-19

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



Last	14,366.06
High Today	14,379.39
Low Today	14,243.81
Volume	M 763.008
First Support	14,000.00
Second Support	13,600.00
First Resistance	14,800.00
Second Resistance	15,000.00
Stop Loss	14,000.00
HISTORICAL RETURN %	
1 WEEK	3.27%
1 MONTH	8.30%
1 QUARTER	8.55%
1 YEAR	-3.42%
YTD	10.20%

## Analysis

Despite yesterday's selling pressure, the market was able to maintain itself as many stocks were able to regain their strength. The EGX 30 index is currently at 14,366; a 100-200 points decline might occur from here. We believe, however, that the index will reach 14,800 before any significant correction occurs.

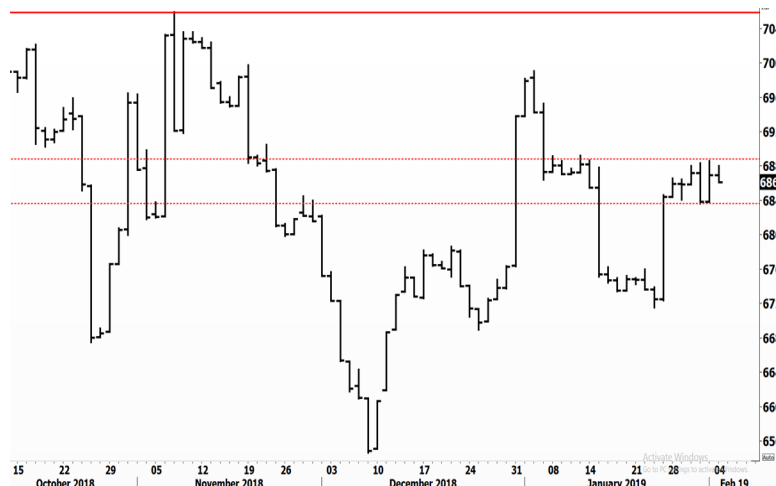
We recommend adjusting our stop to become below 14,000 instead of 13,600; a break below 14,000 will lead to a short-term decline that will lead the index to 13,600 initially. This scenario is unlikely to occur, as we are expecting the index to reach 14,800 before any significant correction occurs.

## Egyptian Exchange Small Caps Index EGX70


### Analysis


We mentioned before that the 700-705 area is the current important resistance that should be watched. As we said, a break above this level will lead to a strong rise.

If we go more micro, we will find the 688-689 level, which is the high of the past few sessions; a break above this minor level will trigger a short-term buy signal. On the other hand, short-term investors are recommended to place their stop below 684 as a violation of this level will lead the EGX 70 to 672.



## Resistance

**ACGC**  Closed at 1.91 after breaking 1.88 upwards. ACGC should reach 2 initially; this is where its major resistance resides. An ultimate breakout above 2 is expected; such a breakout will be of a major type and will lead the stock near 3. Yesterday's volume was very high, and our current minimum target lies at 2.

**HELI**  Broke 19.5 upwards, closing at 20.38 at the end of the session. First target lies at 22, followed by 24.5. We are expecting the latter level to be reached.


**KABO**  Closed at 2.22 yesterday with moderately high volumes. It is important to note that KABO might find some resistance at the 2.27-2.3 range. If it surpasses this area, it will probably reach 1.4-1.5.

## Support


No stocks broke their support yesterday.


## Testing

## Support

**ISPH**  The current correction is a chance to step in. Those who are out of the stock are recommended to buy near current levels with an initial target near 12. It is worth mentioning that we are bullish on the stock from an intermediate-term time dimension.

## Resistance

**COMI**  After it broke its previous resistance levels, COMI is challenging its important 88 level (*this was our target in a previous daily report*). This is a harder resistance to break; if, however, the stock succeeds to close above 88 and trades above it for few days, it will probably reach new highs, and our target will be set near 100. We need to see a clear breakout above 88 first.

**AIND**  The stock should break 0.75 first before any buy action is taken. On the other hand, stops should be placed below 0.7. A break below this level will lead to a short-term decline that can lead the stock near 0.65. An upward breakout above 0.75 will be short-term bullish. We are unbiased at the current levels and will wait to see in which way the breakout will take place.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/Re-Entry
COMI.CA	COM INTL BK	86.50	82.00	79.00	88.50	93.00	↑	Hold	82.00
EAST.CA	EASTERN CO	16.41	15.50	14.60	17.15	19.00	↔	Hold	17.15
SWDY.CA	ELSWEDY ELECTRIC	17.82	17.30	16.00	19.00	20.45	↑	Hold	17.30
TMGH.CA	TALAT MOSTAFA	11.03	10.85	10.30	11.50	12.30	↑	P.Buy	10.30
ACAMD.CA	Arab Co. for Asset Management	2.84	2.73	2.60	2.87	3.07	↔	Hold	2.60
EKHO.CA	EGYPT KUWAIT HLD	1.27	\$1.17	\$1.15	\$1.27 *	\$1.34	↑	P.Buy	\$1.17
HRHO.CA	EFG HERMES HOLD	16.70	16.20	15.30	17.40	17.80	↑	Hold	15.30
GTHE.CA	GLOBAL TELECO	4.58	4.35	3.93	4.67	4.92	↑	Hold	3.93
AMOC.CA	ALX MINERAL OILS	5.90	5.50	5.35	6.07	6.70	↔	Hold	6.70
MNHD.CA	MEDINET NASR HOU	6.86	6.20	5.50	7.00	7.22	↔	Hold	7.22
CIRA.CA	Cairo Investment & Real Estate	9.05	8.30	8.00	10.00	N.A	↔	Hold	8.00
OCDI.CA	6TH OCT DEV INV	15.20	13.00	12.60	16.30	16.90	↔	Hold	16.90
JUFO.CA	JUHAYNA FOOD IND	12.00	11.00	10.20	13.00	14.00	↑	Hold	11.00
ESRS.CA	EZZ STEEL	20.30	19.20	18.30	21.15	22.00	↔	Hold	18.30
ETEL.CA	TELECOM EGYPT	14.70	14.00	13.00	15.50	16.00	↑	P.Buy	14.00
CCAP.CA	CITADEL CAPITAL	3.73	3.60	3.50	3.98	4.15	↔	Hold	3.50
SRWA.CA	Sarwa Capital Holding	6.20	6.00	5.50	6.75	7.40	↔	Hold	6.00
PHDC.CA	PALM HILL DEV CO	2.40	2.21	2.11	2.40 *	2.60	↔	Hold	2.40
AUTO.CA	GB AUTO S.A.E	5.17	4.70	4.50	5.35	5.68	↔	Hold	4.70
HELI.CA	Misr Gedida Hou	20.38	18.50	17.00	21.00	22.00	↑	P.Buy	18.50
AIND.CA	ARABIA INVEST	0.72	0.70	0.63	0.75	0.81	↔	Hold	0.75
EGCH.CA	EGYPT CHEM IND	7.15	7.00	6.65	7.60	8.20	↑	Hold	7.00
EMFD.CA	EMAAR MISR DEV	3.48	3.02	2.90	3.45 *	3.70	↔	Hold	3.45
PIOH.CA	PIONEERS HLDG	6.61	6.22	6.00	6.80	7.17	↔	Hold	6.00
OIH.CA	ORASCOM INVESTMENT HOLDING	0.63	0.57	0.55	0.64	0.70	↑	P.Buy	0.57
ORHD.CA	ORASCOM DEV	7.40	7.20	6.25	7.94	N.A	↑	Hold	7.20
EGTS.CA	EGYPTIAN RESORTS	2.05	1.95	1.83	2.05 *	2.22	↑	P.Buy	1.83
ORWE.CA	ORIENTAL WEAVERS	11.00	10.80	10.20	11.60	12.50	↔	Hold	11.60
IRON.CA	EGYPTIAN IR & ST	5.43	5.25	5.00	5.70	6.00	↔	Hold	5.70
ACGC.CA	ARAB COTTON GIN.	1.91	1.80	1.64	2.01	2.20	↔	Hold	1.64

## 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.