

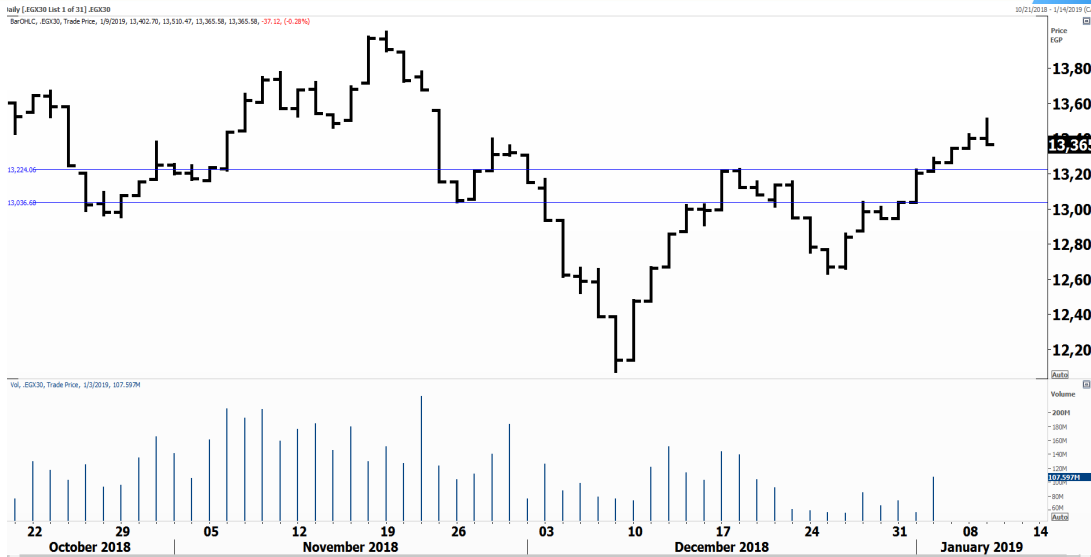


PIONEERSECURITIES

TECH TO THE POINT

14-Jan-19

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



Last	13,525.83
High Today	13,581.11
Low Today	13,367.44
Volume	M 135.311
First Support	13,300.00
Second Support	12,600.00
First Resistance	14,000.00
Second Resistance	14,500.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	1.37%
1 MONTH	4.07%
1 QUARTER	-0.09%
1 YEAR	-11.26%
YTD	3.76%

Analysis

The market was positive yesterday with the exception of GTHE which unfortunately had an effect on the overall market performance. Despite that the market is trying to be independent from this stock, it still has a bad effect on stocks; not as serious as before though.

Thus, if we disregard GTHE, the overall market looks strong and trying to continue its rise. As we mentioned before, the 14,000 is our current target for the EGX 30.

The 13,300 is a new minor bottom that can be used for short-term stops. Thus, investors who are short-term in nature can place their stop below 13,300.

We reiterate our view that if a correction occurs from current levels, we will probably witness a higher low formation from above 12,600. In other words, corrections are chances to step in. Short-term investors who will be stopped at 13,300 will repurchase at the next rebound.

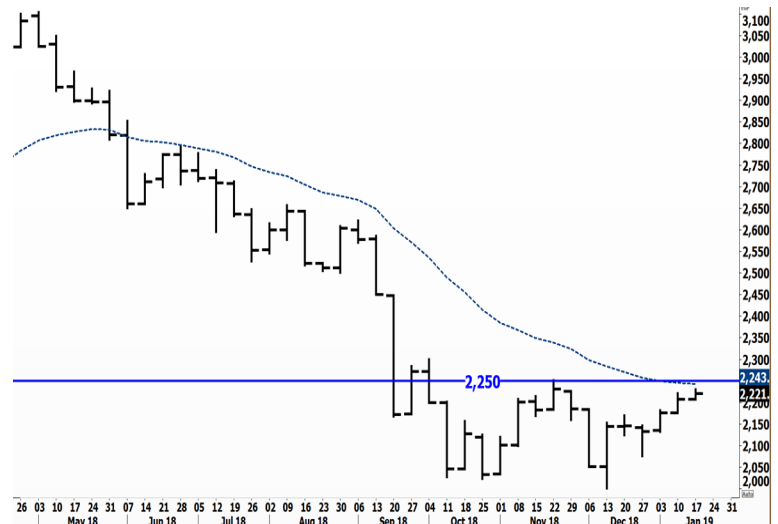
For now, however, we expect the market to continue its rise without breaking its minor bottom (13,300).

Egyptian Exchange Equal Weights Index EGX50


Analysis


We are analyzing the EGX 50 once again because of the importance of its resistance level that lies at 2,250. This is a peak that appears clearly on the weekly chart and that coincides also with the 20-weeks moving average. Thus, a break above this level will be considered bullish for the overall market.

We are expecting a breakout above this level, even if a correction occurs before this breakout. Our confirmed buy signal will be triggered at the 2,250 break.




Resistance

ORWE  Broke above 11.3 to close at 11.45 at the end of the session. Yesterday's breakout came with high volumes and we are expecting higher levels to come. Our first target lies at 12.5.

ARVA  Arab Valves is a stock that only suits small retail investors who are willing to engage in higher risks stocks. The breakout above 0.93 should lead the stock to 1.15-1.2. Obviously, the stock lacks liquidity and only high risk retail investors can invest in such stocks.


Support


GTHE  The stock bluffed investors once again and turned down after it gave hope that it can continue its rise. Our recommendation is to ignore GTHE and look at other stocks that are not extremely news related like this one.

Testing

Support

Resistance

HELI  Began to witness improved performance lately and is trying to break above its resistance that lies at 19.5. We like HELI but our buy signal will be triggered at the breakout. Our target will be set near 22.

SUCE  The 13.5 is the current resistance for the stock. Those who want to step in are recommended to buy at the breakout. It is worth noting that volumes increased lately, which heightens the probability of the breakout.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	75.99	71.50	67.00	76.70	79.00	↔	Hold	76.70
EAST.CA	EASTERN CO	16.60	16.00	15.20	17.55	19.00	↔	Hold	17.55
SWDY.CA	ELSWEDY ELECTRIC	18.46	17.30	16.00	19.80	20.45	↑	P.Buy	17.30
TMGH.CA	TALAT MOSTAFA	10.75	10.20	9.60	11.00	11.40	↔	Hold	10.20
ABUK.CA	ABU QIR FRT&CHM	23.90	22.50	21.25	24.80	26.00	↓	P.SELL	26.00
EKHO.CA	EGYPT KUWAIT HLD	1.13	\$1.10	\$1.05	\$1.13 *	\$1.15	↔	Hold	\$1.13
HRHO.CA	EFG HERMES HOLD	16.25	15.50	14.50	16.40	17.00	↑	P.Buy	14.50
GTHE.CA	GLOBAL TELECO	3.43	3.20	2.75	3.93	4.06	↔	Hold	3.93
AMOC.CA	ALX MINERAL OILS	6.43	6.07	5.75	6.80	7.20	↔	Hold	7.20
MNHD.CA	MEDINET NASR HOU	6.85	6.50	6.25	7.22	7.65	↔	Hold	7.65
SKPC.CA	SIDI KERIR PETRC	18.01	17.30	16.40	19.23	20.50	↑	P.Buy	17.30
OCDI.CA	6TH OCT DEV INV	14.38	13.20	12.60	14.80	15.50	↔	Hold	15.50
JUFO.CA	JUHAYNA FOOD IND	11.22	10.50	9.50	11.30	13.00	↔	Hold	9.50
ESRS.CA	EZZ STEEL	19.41	18.95	17.50	20.10	21.15	↔	Hold	20.10
ETEL.CA	TELECOM EGYPT	13.90	13.15	12.50	14.60	15.50	↑	P.Buy	12.00
CCAP.CA	CITADEL CAPITAL	3.78	3.40	3.20	3.83	4.00	↔	Hold	3.83
QNBA.CA	QNB ALAHLI	40.30	40.00	38.00	46.00	50.00	↔	Hold	50.00
PHDC.CA	PALM HILL DEV CO	2.21	2.12	2.06	2.40	2.58	↔	Hold	2.58
ORAS.CA	ORASCOM CONST	0.00	112.00	108.00	120.00	135.00	↔	Hold	112.00
HELI.CA	Misr Gedida Hou	19.09	17.30	16.30	19.50	21.95	↔	Hold	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	10.34	9.50	8.60	10.50	11.00	↔	Hold	9.50
EMFD.CA	EMAAR MISR DEV	3.13	3.11	2.90	3.45	3.72	↔	Hold	3.45
PIOH.CA	PIONEERS HLDG	6.35	6.12	5.75	6.50	6.80	↔	Hold	5.75
OIH.CA	ORASCOM INVESTMENT HOLDING	0.58	0.58 *	0.54	0.60	0.64	↔	Hold	0.54
EGAL.CA	EGYPT ALUMINIUM	25.70	23.50	21.70	26.12	27.20	↔	Hold	26.12
EGTS.CA	EGYPTIAN RESORTS	1.77	1.70	1.63	1.88	2.05	↔	Hold	2.05
PORT.CA	PORTO GROUP	0.89	0.83	0.79	0.96	1.00	↔	Hold	0.74
IRON.CA	EGYPTIAN IR & ST	5.52	5.00	4.50	5.70	6.00	↔	Hold	5.70
ACGC.CA	ARAB COTTON GIN.	1.75	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.