

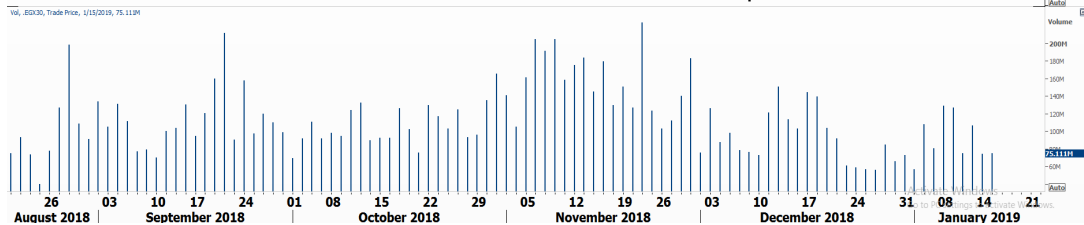
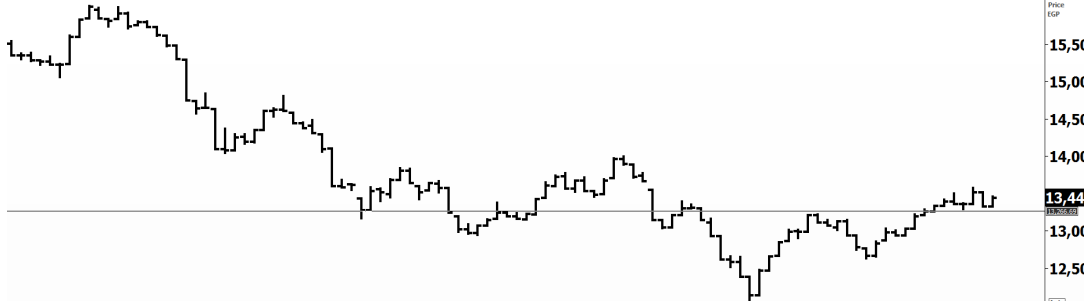


PIONEERSECURITIES

TECH TO THE POINT

16-Jan-19

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

Index [EGX30 Unit 1 of 34] EGX30
 BarChart, EGX30, Trade Price, 1/15/2019, 13,335.75, 13,468.12, 13,335.75, 13,447.12, +111.37, (+0.84%)


Last	13,447.12
High Today	13,468.12
Low Today	13,335.75
Volume M	75.111
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	0.33%
1 MONTH	3.50%
1 QUARTER	-1.77%
1 YEAR	-11.11%
YTD	3.16%

Analysis

The market rebounded yesterday without breaking our short-term stop to close near the 13,500 level. As we mentioned, the latter level is the first minor resistance that needs to be broken to the upside in case the EGX 30 will break 14,000. Our more important breakout is that of the 14,000; a break above this level will be a clear sign that the major correction that the market was witnessing ended.

Those who want to add to their positions can do that at the 13,500 breakout. Longer-term investors, however, are recommended to be more aggressive in their buying activities after the EGX 30 index breaks 14,000 upwards on a weekly basis.

Egyptian Exchange Equal Weights Index EGX50

Analysis

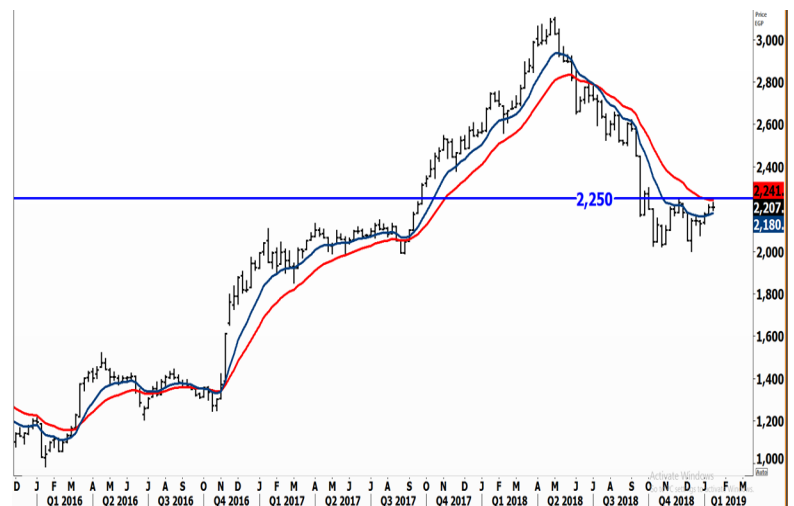
Today we will be looking once again at the weekly chart of the EGX 50 index. As we all know, the 2,250 is our important resistance that should be broken to signal a strong buy. The index is approaching this important level and is struggling to break upwards.

If we look at the 10 and 20 weeks moving average crossover we will note that the 10-weeks is approaching its 20-weeks counterpart and is on the verge of breaking it upwards.




A positive breakout between both averages will be our final confirmation to enter the market.

The 2,250 will probably be broken upwards before the actual moving average crossover buy signal.

In all cases, a break above resistance will trigger an intermediate-term buy signal.



Resistance

- EGTS**  Broke its resistance that lies at 1.88, and closed at 1.92 at the end of the session. Our recommendation is to enter the stock at intraday dips with a minimum target at the 2.2-2.3 area. We are bullish on the stock
- ACAMD**  One of the stocks that are expected to witness strong rises. ACAMD witnessed some declining momentum lately despite its rise, but the stock is still struggling to break upwards. If the breakout above 3-3.02 is confirmed, ACAMD will probably reach new historical highs.
- SVCE**  Yesterday's breakout came on very high volumes. SVCE should reach its more significant peak that lies at 2.88 soon. It is important to note that a confirmed break above 2.88 will trigger a major buy signal as the major trend will turn upwards.


Support

No stocks broke their support yesterday

Testing

Support

Resistance

- COMI**  The 77-78 range should serve as resistance for the stock. If this area is broken upwards, COMI will probably reach mid eighties. We are not bearish on the stock but we see better opportunities for other outperforming stocks. For more info about outperformers and stocks that are triggering intermediate-term buy signals please read our "Weekly Overview".

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	77.00	73.25	71.50	77.00*	79.00	↔	Hold	77.00
EAST.CA	EASTERN CO	16.44	16.00	15.50	17.15	19.00	↔	Hold	17.15
SWDY.CA	ELSWEDY ELECTRIC	18.35	17.50	16.00	19.00	20.45	↑	P.Buy	17.30
TMGH.CA	TALAT MOSTAFA	10.80	10.20	9.60	11.00	11.40	↔	Hold	10.20
ABUK.CA	ABU QIR FRT&CHM	23.39	22.50	21.25	24.80	26.00	↓	P.SELL	26.00
EKHO.CA	EGYPT KUWAIT HLD	1.14	\$1.10	\$1.05	\$1.15	\$1.17	↑	P.Buy	\$1.10
HRHO.CA	EFG HERMES HOLD	15.88	15.50	14.50	16.40	17.70	↑	P.Buy	15.50
GTHE.CA	GLOBAL TELECO	3.32	3.20	2.75	3.93	4.06	↔	Hold	3.93
AMOC.CA	ALX MINERAL OILS	6.31	6.07	5.75	6.70	7.20	↔	Hold	7.20
MNHD.CA	MEDINET NASR HOU	6.76	6.50	6.25	7.22	7.65	↔	Hold	7.65
SKPC.CA	SIDI KERIR PETRC	18.09	17.90	17.30	19.23	20.50	↑	P.Buy	17.30
OCDI.CA	6TH OCT DEV INV	14.03	13.20	12.60	15.50	17.00	↔	Hold	15.50
JUFO.CA	JUHAYNA FOOD IND	11.50	10.50	9.50	11.70	13.00	↔	Hold	9.50
ESRS.CA	EZZ STEEL	19.01	18.95	17.50	20.10	21.15	↔	Hold	20.10
ETEL.CA	TELECOM EGYPT	14.18	13.15	12.50	14.60	15.50	↑	P.Buy	13.15
CCAP.CA	CITADEL CAPITAL	3.70	3.60	3.40	3.83	4.00	↔	Hold	3.83
QNBA.CA	QNB ALAHLI	40.40	39.00	36.00	42.00	46.00	↔	Hold	46.00
PHDC.CA	PALM HILL DEV CO	2.21	2.12	2.06	2.30	2.40	↔	Hold	2.40
ORAS.CA	ORASCOM CONST	116.00	112.00	108.00	120.00	135.00	↔	Hold	112.00
HELI.CA	Misr Gedida Hou	18.90	17.40	16.30	19.50	21.95	↔	Hold	19.50
EFID.CA	EDITA FOOD INDS	0.00	14.00	12.60	15.40	17.00	↔	Hold	16.00
ISPH.CA	IBNSINA PHARMA	10.30	9.50	8.60	10.50	11.00	↔	Hold	9.50
EMFD.CA	EMAAR MISR DEV	3.08	3.11 *	2.90	3.45	3.72	↔	Hold	3.45
PIOH.CA	PIONEERS HLDG	6.25	6.12	5.75	6.50	6.80	↔	Hold	5.75
OIH.CA	ORASCOM INVESTMENT HOLD- ING	0.57	0.58 *	0.54	0.60	0.64	↔	Hold	0.54
EGAL.CA	EGYPT ALUMINIUM	25.62	23.50	21.70	26.12	27.20	↔	Hold	26.12
EGTS.CA	EGYPTIAN RESORTS	1.92	1.72	1.63	2.05	2.22	↑	P.Buy	1.72
PORT.CA	PORTO GROUP	0.89	0.83	0.79	0.96	1.00	↔	Hold	0.96
IRON.CA	EGYPTIAN IR & ST	5.57	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

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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.