

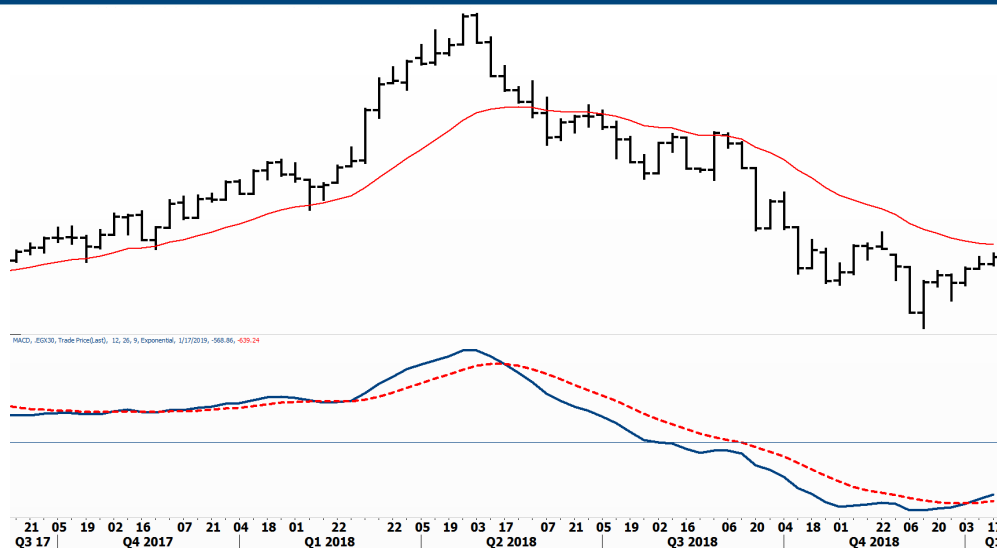


PIONEERSECURITIES

TECH TO THE POINT

17-Jan-19

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



Last	13,510.27
High Today	13,565.54
Low Today	13,447.12
Volume	M 142.905
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	1.08%
1 MONTH	2.23%
1 QUARTER	-2.21%
1 YEAR	-10.46%
YTD	3.64%

Analysis

We are analyzing the weekly chart of the EGX 30 index today as we already know all our short-term levels to watch. First, it is important to note that the weekly MACD indicator triggered a buy signal. Such a positive crossover is the first since the May 2018 sell signal. This crossover should be considered as significant from an intermediate-term time dimension. On the other hand, the 20-weeks moving average is still serving as resistance, along with the 14,000 level. As we mentioned in our previous reports, our bullish confirmation will occur at the clear breakout above 14,000.

Our first bull signal occurred with the MACD weekly buy signal.

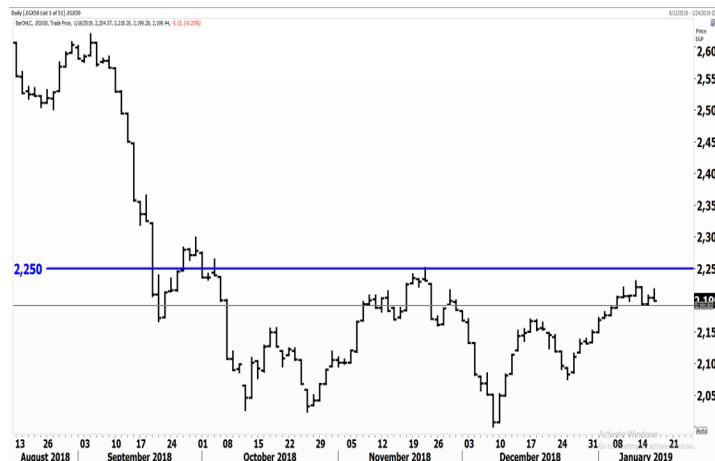
Egyptian Exchange Equal Weights Index EGX50

Analysis


Looking at the daily chart of the EGX 50 index we will clearly see the 2,250 level, which is our most important resistance level. As we know, a breakout above this level will trigger a confirmed buy signal for the intermediate-term investors.


Those who are very short-term in nature can place their stop below 2,190. A break below this level will not be a big deal but will lead to a minor correction. Those who trade tight ranges can place their stop below 2,190 and re-enter at the first rebound.

Our overall view is still biased to the bullish side but the confirmation is a clear break above 2,250.



Resistance

CCAP  Closed at 3.88 after breaking 3.83 upwards. Buyers began to step in once again; if CCAP confirms its breakout above 3.83-3.85 we will probably see new highs.

COMI  Broke its resistance upwards and is currently challenging the 80 level. It is important to note that the stock will probably struggle at the 80 level, which might lead to slight dips. A break above 80, however, will lead COMI near 84-85.


SUCE  Broke 13.6 with high volumes to close at 14.1 at the end of the session. Our minimum target lies at 16. A break above this level will lead Suez Cement near 19-20.

Support


ATQA  Broke 33 yesterday sharply, closing below 30. Our next levels to watch are 28.75 and 27.5. A rebound from either of these two levels will lead the stock near 33 once again, which is expected to serve as resistance.

Testing

Support

ADIB  The 10.45 level is our first support. A rebound from this support is probable. Those who have positions, however, are recommended to place their stop below 10 so they give the stock some room if further decline occurs.

Resistance

KABO  We are waiting for a breakout above 1.19 to enter the stock. A break above this resistance will trigger an important buy signal with an upward target at around 1.4.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	79.25	74.30	71.50	80.00	84.00	↔	Hold	74.30
EAST.CA	EASTERN CO	16.40	16.00	15.50	17.15	19.00	↔	Hold	17.15
SWDY.CA	ELSWEDY ELECTRIC	18.26	17.50	16.00	19.00	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	22.76	22.50	21.25	24.80	26.00	↓	P.SELL	26.00
EKHO.CA	EGYPT KUWAIT HLD	1.13	\$1.10	\$1.05	\$1.15	\$1.17	↑	P.Buy	\$1.10
HRHO.CA	EFG HERMES HOLD	15.80	15.50	14.50	16.40	17.70	↑	P.Buy	15.50
GTHE.CA	GLOBAL TELECO	3.39	3.25	2.75	3.55	3.70	↔	Hold	3.93
AMOC.CA	ALX MINERAL OILS	6.26	6.07	5.75	6.70	7.20	↔	Hold	7.20
MNHD.CA	MEDINET NASR HOU	6.74	6.50	6.25	7.22	7.65	↔	Hold	7.65
SKPC.CA	SIDI KERIR PETRC	17.85	17.90 *	17.30	19.23	20.50	↑	P.Buy	17.30
OCDI.CA	6TH OCT DEV INV	13.70	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	19.15	18.95	17.50	20.10	21.15	↔	Hold	20.10
ETEL.CA	TELECOM EGYPT	13.70	13.15	12.50	14.60	15.50	↑	P.Buy	13.15
CCAP.CA	CITADEL CAPITAL	3.88	3.60	3.40	3.83 *	4.00	↔	Hold	3.83
QNBA.CA	QNB ALAHLI	42.00	39.00	36.00	42.00 *	46.00	↔	Hold	46.00
PHDC.CA	PALM HILL DEV CO	2.23	2.12	2.06	2.30	2.40	↔	Hold	2.40
ORAS.CA	ORASCOM CONST	117.50	112.00	108.00	120.00	135.00	↔	Hold	112.00
HELI.CA	Misr Gedida Hou	18.53	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	10.50	9.50	8.60	10.50 *	11.00	↔	Hold	9.50
EMFD.CA	EMAAR MISR DEV	3.09	3.05	2.90	3.45	3.72	↔	Hold	3.45
PIOH.CA	PIONEERS HLDG	6.23	6.12	5.75	6.50	6.80	↔	Hold	5.75
OIH.CA	ORASCOM INVESTMENT HOLDING	0.57	0.58 *	0.54	0.60	0.64	↔	Hold	0.54
EGAL.CA	EGYPT ALUMINIUM	25.51	23.50	21.70	26.12	27.20	↔	Hold	26.12
EGTS.CA	EGYPTIAN RESORTS	1.91	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	5.49	5.00	4.50	5.70	6.00	↔	Hold	5.70
ACGC.CA	ARAB COTTON GIN.	1.72	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.