

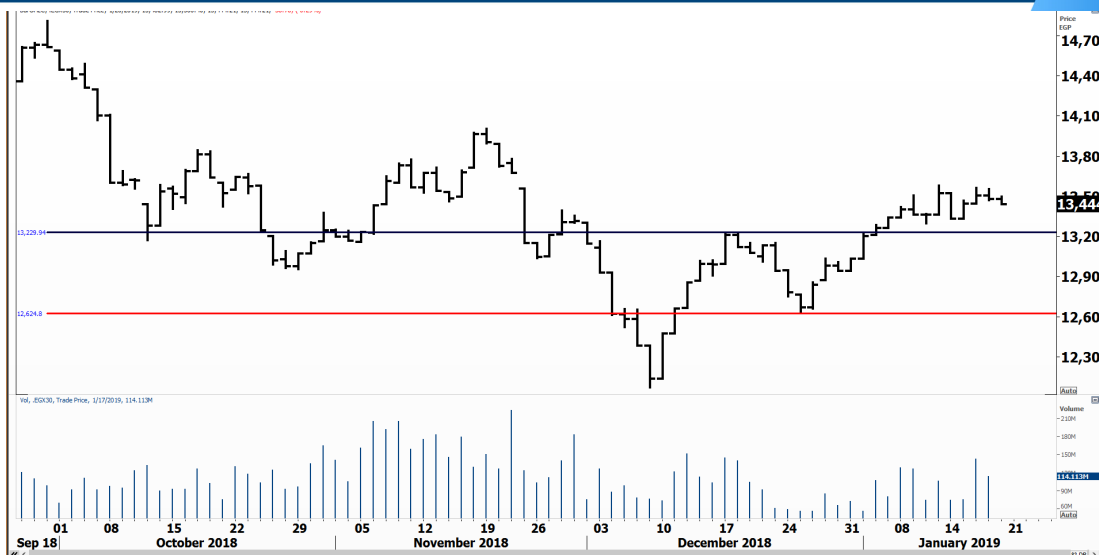


PIONEERSECURITIES

TECH TO THE POINT

21-Jan-19

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



Last	13,444.21
High Today	13,500.40
Low Today	13,444.21
Volume	M 69.755
First Support	13,300.00
Second Support	12,600.00
First Resistance	13,500.00
Second Resistance	14,000.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	-0.60%
1 MONTH	2.34%
1 QUARTER	-0.59%
1 YEAR	-12.76%
YTD	3.13%

Analysis

The market declined yesterday as GTHE witnessed strong selling pressure, which affected the rest of the stocks. The EGX 30 index closed at 13,444 and is still above our stop. Our recommendation was to place the stop below 13,300; It is important to note though that if the index breaks below 13,200, this will not be seen as a good sign for the market.

We do not want to make an expectation now, but short-term investors should be ready to take action in case their stops are hit. On the other hand, our re-entry level lies at 13,500. As we mentioned before, a break above 13,500 will be considered as an early sign of a potential breakout above 14,000.

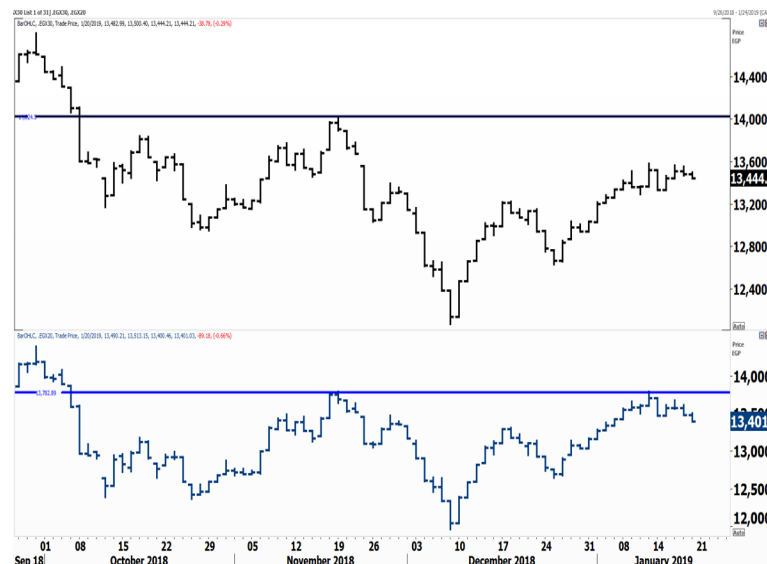
EGX 30 Vs. EGX 20

Analysis


The upper boundary of the chart is the EGX 30, while the lower boundary is the EGX 20 index. It has been noted that the EGX 20 usually leads its 30 counterpart. We have seen this phenomenon in many occasions.

If we look at both charts we will note that the EGX 20 index tested its important resistance (which coincides with the 14,000 on the EGX 30 index), and the following decline closed below the minor bottom that coincides with the 13,300 on the EGX 30. In other words, if the EGX 20 index keeps trading below this minor support that lies at 13,300. As we mentioned before, we are still expecting a higher low to occur.


Our bull signal (i.e. the breakout of 14,000 on the EGX 30 index) can be taken first from the EGX 20 if it breaks its peak. This will be an important leading buy signal.



Resistance


GGCC  Broke its resistance that lies at 1.19 with very high volumes to close at 1.294 at the end of the session. Intra-day dips are chances to buy. The stock is expected to witness some selling pressure near 1.37. If this level is broken, the next rise will be strong.


Support


ADIB  Closed below 10.5 at the end of the session. The confirmation is today. If the stock is able to trade back above 10.5, it might witness a short-term rebound.

Testing


Support

ACGC  The 1.67-1.68 range is the current support area for the stock. A rebound should take place from current levels. ACGC is an underperformer so it is not recommended as a buy until a clear rebound takes place.

AMOC  Position holders are recommended to place their stop below 6.04. If AMOC breaks below this level it will probably witness a new low. On the other hand, no buy signal will be triggered until the 6.6 level is clearly broken to the upside

MNHD  Also testing its support that lies at 6.5. If a rebound occurs from current levels, it will probably meet selling pressure as it approaches 7. Thus, our buy will only be triggered if MNHD breaks 7 upwards.

Resistance

TORA  Those who want to step in should wait for a breakout above 19. If TORA succeeds to break above 19 a strong rise will probably follow which should break above 21.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	79.50	74.30	71.50	80.00	84.00	↔	Hold	74.30
EAST.CA	EASTERN CO	15.95	15.50	14.60	17.15	19.00	↔	Hold	17.15
SWDY.CA	ELSWEDY ELECTRIC	17.70	17.30	16.00	19.00	20.45	↑	Hold	17.30
TMGH.CA	TALAT MOSTAFA	10.49	10.20	9.60	11.00	11.40	↔	Hold	10.20
ABUK.CA	ABU QIR FRT&CHM	22.59	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	↑	Hold	\$1.10
HRHO.CA	EFG HERMES HOLD	15.59	15.50	14.50	16.40	17.70	↑	Hold	15.50
GTHE.CA	GLOBAL TELECO	3.20	3.18	2.75	3.55	3.70	↔	Hold	3.93
AMOC.CA	ALX MINERAL OILS	6.18	6.07	5.75	6.70	7.20	↔	Hold	7.20
MNHD.CA	MEDINET NASR HOU	6.56	6.50	6.25	7.22	7.65	↔	Hold	7.65
SKPC.CA	SIDI KERIR PETRC	17.30	16.43	15.70	19.00	20.50	↑	Hold	16.43
OCDI.CA	6TH OCT DEV INV	13.21	13.20	12.60	15.50	17.00	↔	Hold	15.50
JUFO.CA	JUHAYNA FOOD IND	0.00	10.50	9.50	11.70	13.00	↔	Hold	9.50
ESRS.CA	EZZ STEEL	18.46	17.60	16.80	20.10	21.15	↔	Hold	20.10
ETEL.CA	TELECOM EGYPT	13.65	13.15	12.50	14.60	15.50	↑	P.Buy	13.15
CCAP.CA	CITADEL CAPITAL	3.85	3.67	3.50	3.98	4.15	↔	Hold	3.67
QNBA.CA	QNB ALAHLI	41.70	39.00	36.00	42.00	46.00	↔	Hold	46.00
PHDC.CA	PALM HILL DEV CO	2.18	2.12	2.06	2.30	2.40	↔	Hold	2.40
ORAS.CA	ORASCOM CONST	0.00	112.00	108.00	120.00	135.00	↔	Hold	112.00
HELI.CA	Misr Gedida Hou	18.02	17.40	16.30	19.50	21.95	↔	Hold	19.50
EFID.CA	EDITA FOOD INDS	14.00	14.00 *	12.60	15.40	17.00	↔	Hold	16.00
ISPH.CA	IBNSINA PHARMA	10.26	9.50	8.60	10.50	11.00	↔	Hold	9.50
EMFD.CA	EMAAR MISR DEV	3.15	3.05	2.90	3.45	3.72	↔	Hold	3.45
PIOH.CA	PIONEERS HLDG	6.05	5.97	5.75	6.50	6.80	↔	Hold	5.75
OIH.CA	ORASCOM INVESTMENT HOLD-	0.57	0.58 *	0.54	0.60	0.64	↔	Hold	0.54
EGAL.CA	EGYPT ALUMINIUM	25.80	24.65	23.50	26.12	27.20	↔	Hold	26.12
EGTS.CA	EGYPTIAN RESORTS	1.89	1.72	1.63	2.05	2.22	↑	P.Buy	1.72
PORT.CA	PORTO GROUP	0.86	0.83	0.79	0.96	1.00	↔	Hold	0.96
IRON.CA	EGYPTIAN IR & ST	5.40	5.00	4.50	5.70	6.00	↔	Hold	5.70
ACGC.CA	ARAB COTTON GIN.	1.70	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.