

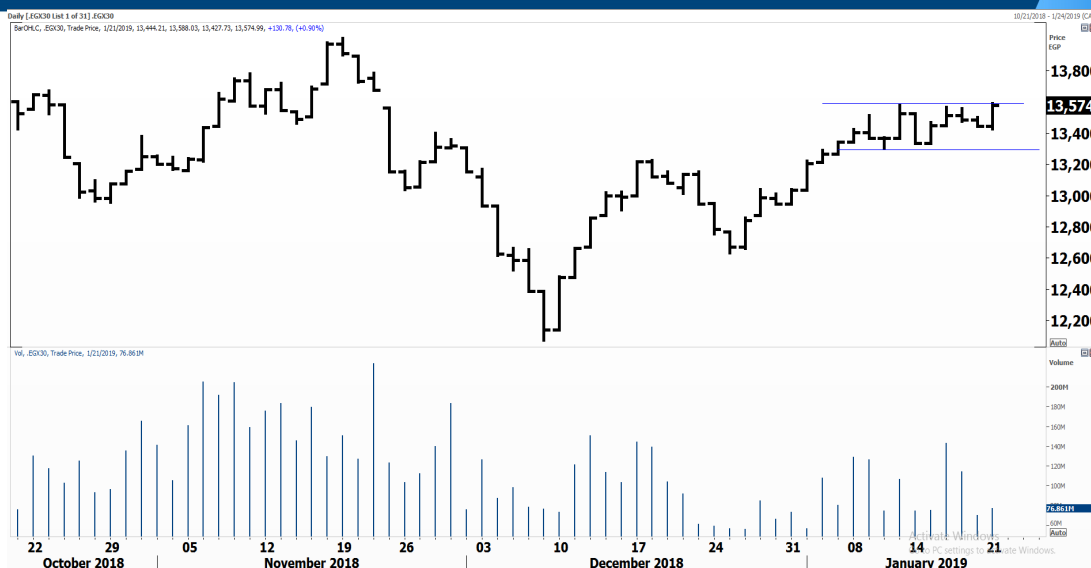


PIONEERSECURITIES

TECH TO THE POINT

22-Jan-19

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



Last	13,574.99
High Today	13,588.03
Low Today	13,427.73
Volume	M 76.861
First Support	13,300.00
Second Support	12,600.00
First Resistance	13,600.00
Second Resistance	14,000.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	1.79%
1 MONTH	3.33%
1 QUARTER	-0.52%
1 YEAR	-11.51%
YTD	4.14%

Analysis

Today is an important day to watch as the EGX 30 index is challenging its minor resistance that lies at 13,500-13,600. A confirmed break above 13,600 will be considered as an early signal of another breakout above 14,000. Our stop remains the same below 13,300.

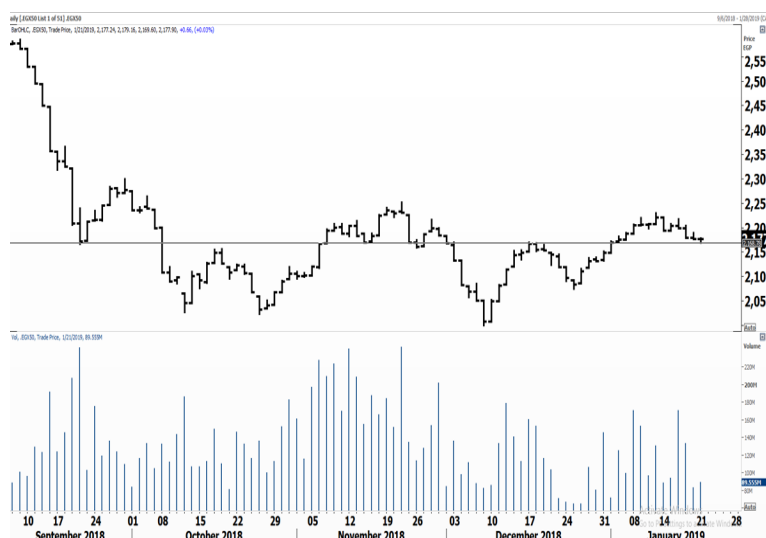
Those who want to add to their positions are recommended to wait for the break before entering. On another note, it is important to apply care while choosing stocks to invest in because of the major divergence between different stocks. We recommend investors to invest in outperformers.

Egyptian Exchange Equal Weights Index EGX50


Analysis


The EGX 50 index is testing its previous peak that lies at 2,170. A rebound from this support is expected. If the index rebounds significantly from current levels a breakout above the important resistance that lies at 2,250 will probably take place.

In yesterday's report, we analyzed the EGX 20 index and showed how it leads its 30 counterpart. We believe that if the EGX 20 breaks its peak, we will probably witness a similar breakout in both the EGX 30 and the EGX 50 indices.



Resistance

COMI  Broke its resistance that lies at the 79-80 range to close at 81.49. If COMI continues trading above 80 it will probably reach late eighties; such a scenario will be bullish for our market.


EKHO  Yesterday's breakout was very significant and hints of much more rise in the future. EKHO is one of the stocks that are outperforming and we always recommend it as a part in anyone's portfolio. Those who are not invested in the stock are recommended to step in at intraday declines. Our next major target lies around 2.


Support

No stocks broke their support yesterday.


Testing

Support

MOIL  Rebounded from its support that lies at 0.33 to close at 0.345 at the end of yesterday's session. A confirmed break above 0.35 will trigger our buy signal with a target at 0.39.

OCDI  The 12.8-13 area is an important support range to watch. A rebound from current levels is very natural. If, however, OCDI breaks below this support, a strong decline will follow. Sodic is the worst performing stocks in the EGX 30 index so it is not recommended until it shows improvement in its performance.

Resistance

CANA  The stock is challenging its 8.4 resistance level and it is trying to break it upwards. We are expecting the confirmation of the breakout today. A break above this resistance will send CANA to 10. Stepping in at current levels is not a bad idea, if the stock keeps trading above 8.4.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	81.49	79.00	77.00	84.00	86.00	↑	P.Buy	77.00
EAST.CA	EASTERN CO	15.97	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	10.50	10.30	9.60	11.00	11.40	↔	Hold	10.30
ABUK.CA	ABU QIR FRT&CHM	23.13	22.50	21.25	24.80	26.00	↓	P.SELL	26.00
EKHO.CA	EGYPT KUWAIT HLD	1.26	\$1.23	\$1.17	\$1.31	\$1.38	↑	P.Buy	\$1.17
HRHO.CA	EFG HERMES HOLD	15.85	15.30	14.50	16.70	17.10	↑	Hold	15.30
GTHE.CA	GLOBAL TELECO	3.19	3.18	2.75	3.55	3.70	↔	Hold	3.93
AMOC.CA	ALX MINERAL OILS	6.14	6.07	5.75	6.70	7.20	↔	Hold	7.20
MNHD.CA	MEDINET NASR HOU	6.53	6.50	6.25	7.22	7.65	↔	Hold	7.65
SKPC.CA	SIDI KERIR PETRC	17.40	16.43	15.70	19.00	20.50	↑	Hold	16.43
OCDI.CA	6TH OCT DEV INV	13.06	13.00	12.60	14.50	15.50	↔	Hold	14.50
JUFO.CA	JUHAYNA FOOD IND	0.00	10.50	9.50	11.70	13.00	↔	Hold	9.50
ESRS.CA	EZZ STEEL	18.40	17.60	16.80	20.10	21.15	↔	Hold	20.10
ETEL.CA	TELECOM EGYPT	13.75	13.15	12.50	14.60	15.50	↑	P.Buy	13.15
CCAP.CA	CITADEL CAPITAL	3.78	3.67	3.50	3.98	4.15	↔	Hold	3.67
QNBA.CA	QNB ALAHLI	42.50	39.00	36.00	43.00	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	116.50	112.00	108.00	120.00	135.00	↔	Hold	112.00
HELI.CA	Misr Gedida Hou	17.90	17.40	16.30	19.50	21.95	↔	Hold	19.50
EFID.CA	EDITA FOOD INDS	14.07	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	3.12	3.05	2.90	3.45	3.72	↔	Hold	3.45
PIOH.CA	PIONEERS HLDG	6.03	5.97	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	25.01	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	0.82	0.83	0.79	0.96	1.00	↔	Hold	0.96
IRON.CA	EGYPTIAN IR & ST	5.48	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.