

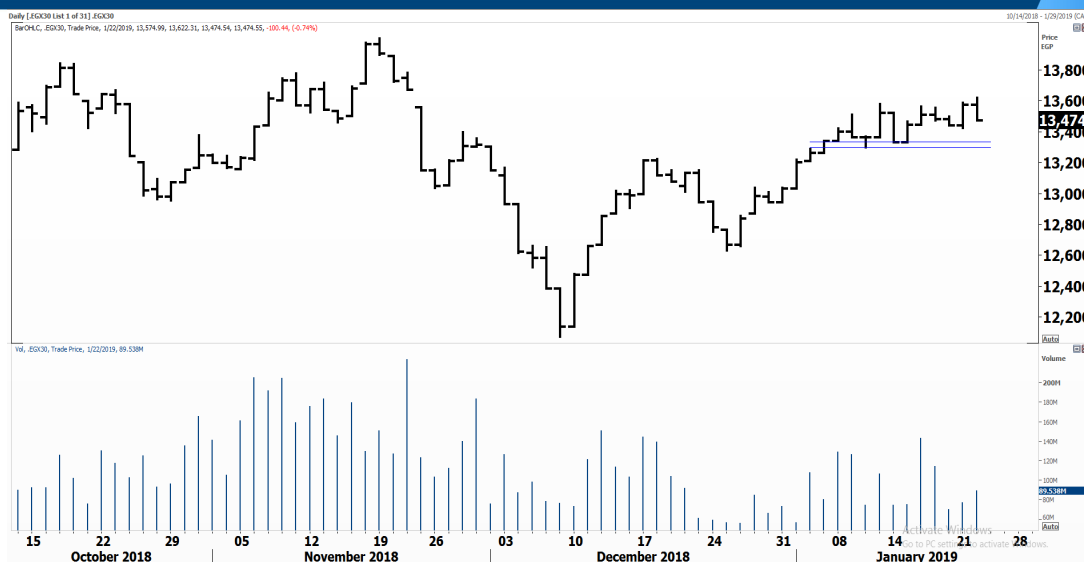


PIONEERSECURITIES

TECH TO THE POINT

23-Jan-19

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



Last	13,474.55
High Today	13,622.31
Low Today	13,474.54
Volume	M 89.538
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	0.20%
1 MONTH	4.07%
1 QUARTER	-0.77%
1 YEAR	-11.60%
YTD	3.37%

Analysis

The index failed to break upwards as selling pressure was strong yesterday, dragging the EGX 30 to 13,474. Our strategy remains the same; a break below 13,300 will trigger our stops. On the other hand, we will not step in until the 13,600 level is clearly broken upwards. We might see the market moving in the 13,300-13,600 range for a while before it breaks one of these two boundaries.

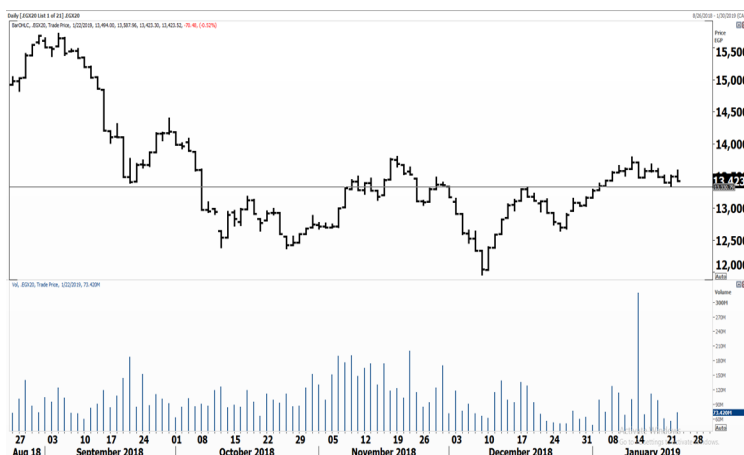
It is important to note that the 13,600 level has gained more importance after yesterday's decline; this level is currently a stronger resistance than before and its breakout will be much more significant.

EGX 20 Index


Analysis

The EGX 20 index created a minor bottom at 13,330 which is the breakout point of the index that coincides with the 13,200 on the EGX 30 index. Those who want to take an action can use this level as a stop even before the EGX 30 index breaks its stop.


In other words, we can use the EGX 20 as a stop if it breaks its support. As we mentioned before, the EGX 20 index has been leading its 30 counterpart for quite sometime.



Resistance


MTIE  MM Group broke its resistance that lies at 9.3 to close at 9.51 at the end of the session. If the stock confirms its breakout, it will probably reach 12, where selling pressure will probably appear. Those who want to step in can do that with a stop below 8.9


Support

MNHD  Closed at 6.35 after breaking below 6.5. MNHD is one of the worst performing stocks in the EGX 30 index and is not recommended until it clearly breaks above 7.25.

Testing

Support

SWDY  The 17.3-17.4 range is a support that should halt the current decline. SWDY is one of the outperformers so it should rebound from here. If this support is violated, the stock will probably approach 16 where buyers will probably step in aggressively.

PORT  Looks like the 0.77 level will not stop the decline. If the decline continues, the stock will probably revisit its major support that lies near 0.7. Despite that PORT is still in its accumulation phase, which is a positive sign, it might take sometime before it is resolved to the upside.

Resistance

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	81.50	79.00	77.00	84.00	86.00	↑	P.Buy	77.00
EAST.CA	EASTERN CO	15.57	15.50	14.60	17.15	19.00	↔	Hold	17.15
SWDY.CA	ELSWEDY ELECTRIC	17.42	17.30	16.00	19.00	20.45	↑	Hold	17.30
TMGH.CA	TALAT MOSTAFA	10.65	10.30	9.60	11.00	11.40	↔	Hold	10.30
ABUK.CA	ABU QIR FRT&CHM	22.62	22.50	21.25	24.80	26.00	↓	P.SELL	26.00
EKHO.CA	EGYPT KUWAIT HLD	1.25	\$1.23	\$1.17	\$1.31	\$1.38	↑	P.Buy	\$1.17
HRHO.CA	EFG HERMES HOLD	15.80	15.30	14.50	16.70	17.10	↑	Hold	15.30
GTHE.CA	GLOBAL TELECO	3.08	3.00	2.75	3.55	3.70	↔	Hold	3.93
AMOC.CA	ALX MINERAL OILS	6.07	6.07*	5.75	6.70	7.20	↔	Hold	7.20
MNHD.CA	MEDINET NASR HOU	6.35	6.20	5.50	7.00	7.22	↔	Hold	7.22
SKPC.CA	SIDI KERIR PETRC	17.08	16.43	15.70	19.00	20.50	↑	Hold	16.43
OCDI.CA	6TH OCT DEV INV	12.90	13.00 *	12.60	14.50	15.50	↔	Hold	14.50
JUFO.CA	JUHAYNA FOOD IND	11.50	10.50	9.50	11.70	13.00	↔	Hold	9.50
ESRS.CA	EZZ STEEL	18.90	17.60	16.80	20.10	21.15	↔	Hold	20.10
ETEL.CA	TELECOM EGYPT	13.40	13.15	12.50	14.60	15.50	↑	P.Buy	13.15
CCAP.CA	CITADEL CAPITAL	3.67	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	2.14	2.12	2.06	2.30	2.40	↔	Hold	2.40
ORAS.CA	ORASCOM CONST	116.95	112.00	108.00	120.00	135.00	↔	Hold	112.00
HELI.CA	Misr Gedida Hou	17.48	17.40	16.30	19.50	21.95	↔	Hold	19.50
EFID.CA	EDITA FOOD INDS	14.15	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	3.06	3.05	2.90	3.45	3.72	↔	Hold	3.45
PIOH.CA	PIONEERS HLDG	6.25	5.97	5.75	6.50	6.80	↔	Hold	5.75
OIH.CA	ORASCOM INVESTMENT HOLD- ING	0.57	0.54	0.51	0.60	0.64	↔	Hold	0.54
EGAL.CA	EGYPT ALUMINIUM	24.06	23.50	21.60	26.12	27.20	↔	Hold	26.12
EGTS.CA	EGYPTIAN RESORTS	1.84	1.72	1.63	1.98	2.05	↑	P.Buy	1.72
PORT.CA	PORTO GROUP	0.78	0.83	0.79	0.96	1.00	↔	Hold	0.96
IRON.CA	EGYPTIAN IR & ST	5.34	5.00	4.50	5.70	6.00	↔	Hold	5.70
ACGC.CA	ARAB COTTON GIN.	1.67	1.68 *	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.