

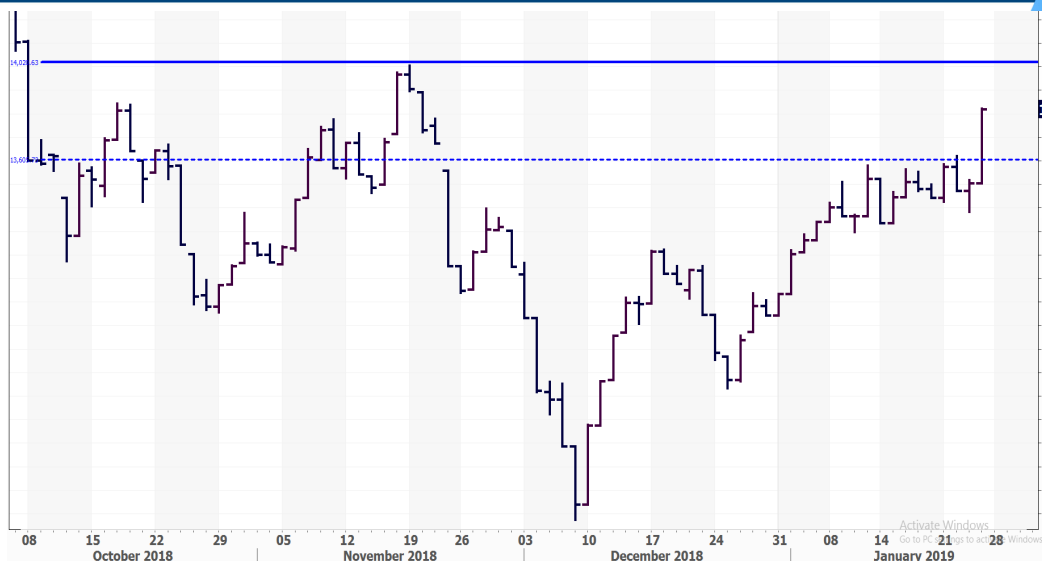


PIONEERSECURITIES

TECH TO THE POINT

28-Jan-19

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



Last	13,817.10
High Today	13,822.54
Low Today	13,505.99
Volume	M 91.473
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	2.77%
1 MONTH	6.41%
1 QUARTER	6.44%
1 YEAR	-8.92%
YTD	5.99%

Analysis

Yesterday's rise was significant as the EGX 30 index broke its 13,600 level upwards, closing at 13,800. As we mentioned before, the break above 13,600 is our early signal of a potential breakout above 14,000. Our confirmation is a clear breakout above 14,000 on a weekly basis. Such a break, if it occurs, will be a sign of the continuation of the major uptrend.

Despite our bullish view on the market, we still recommend investors to apply care while choosing stocks as the market is not moving altogether.

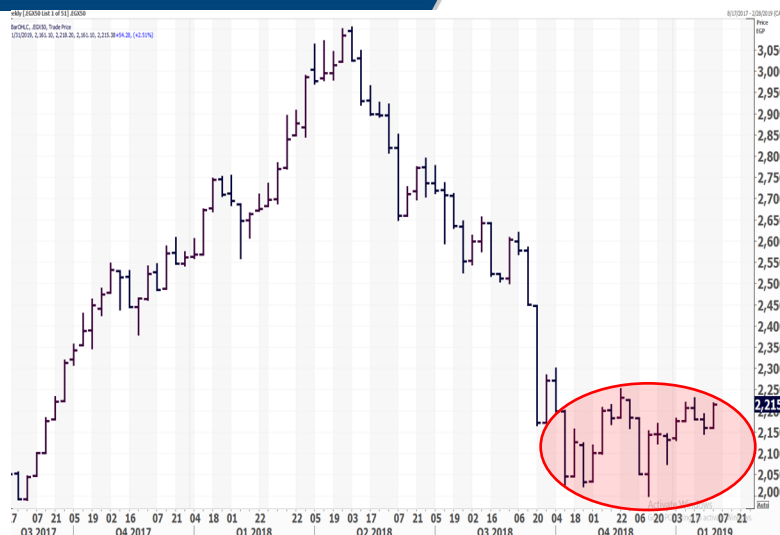
One of the most important criteria that we use in choosing stocks in the relative performance system. Stocks that are outperforming should have the highest weights in anyone's portfolio.

Egyptian Exchange Equal Weights Index EGX50


Analysis

The weekly chart of the EGX 50 index is probably witnessing a bottoming formation; such a bottom will be confirmed at a breakout above 2,250. We have shown this level many times before in our daily reports, but its importance is overwhelming, thus we are reiterating our recommendation to enter aggressively if the index breaks this important peak.

On the other hand, stops should be placed below 2,150; a break below this level will have bearish implications on the market. As we mentioned before, our view is more biased to the bullish side.



Resistance

EGTS  Broke 1.98 upwards to close at 2 at the end of the session. If the stock keeps trading above 2-2.05 for the next few sessions it will probably reach 2.3 in a short-period of time.


Support


No stocks witnessed breakouts yesterday


Testing

Support

Resistance

TMGH  Witnessed an intraday break above 11 but closed exactly at resistance. TMGH is expected to break today the 11 level. This action will trigger a buy signal with a target at around 12. It is worth mentioning that TMGH is one of the outperforming stocks.

ISPH  The 11 level is an important resistance to watch. If this level is broken, a buy signal will be triggered with a target around 12. ISPH is also one of the outperforming stocks that witnessed an intermediate-term buy signal.
N.B. TMGH and ISPH have the same levels, it is just a coincidence

OCDI  At last the stock began to move upwards; yesterday's rise was strong, which sent OCDI near its resistance that lies at 14.5. Short-term investors can step in at the breakout with an upward target around 17.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	84.60	79.00	77.00	86.00	88.00	↑	P.Buy	79.00
EAST.CA	EASTERN CO	16.07	15.50	14.60	17.15	19.00	↔	Hold	17.15
SWDY.CA	ELSWEDY ELECTRIC	17.88	17.30	16.00	19.00	20.45	↑	Hold	17.30
TMGH.CA	TALAT MOSTAFA	11.00	10.30	9.60	11.00*	11.40	↔	Hold	10.30
ABUK.CA	ABU QIR FRT&CHM	23.30	22.50	21.25	24.80	26.00	↓	P.SELL	26.00
EKHO.CA	EGYPT KUWAIT HLD	1.18	\$1.17	\$1.15	\$1.27	\$1.34	↑	P.Buy	\$1.17
HRHO.CA	EFG HERMES HOLD	16.25	15.30	14.50	16.70	17.10	↑	Hold	15.30
GTHE.CA	GLOBAL TELECO	3.43	3.00	2.75	3.55	3.70	↔	Hold	3.93
AMOC.CA	ALX MINERAL OILS	5.62	5.35	4.85	6.07	6.70	↔	Hold	6.70
MNHD.CA	MEDINET NASR HOU	6.40	6.20	5.50	7.00	7.22	↔	Hold	7.22
SKPC.CA	SIDI KERIR PETRC	17.15	16.43	15.70	19.00	20.50	↑	Hold	16.43
OCDI.CA	6TH OCT DEV INV	14.43	13.00	12.60	14.50	15.50	↔	Hold	14.50
JUFO.CA	JUHAYNA FOOD IND	11.51	10.50	9.50	11.70	13.00	↔	Hold	9.50
ESRS.CA	EZZ STEEL	18.65	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	3.64	3.60	3.50	3.98	4.15	↔	Hold	3.50
QNBA.CA	QNB ALAHLI	42.92	39.00	36.00	43.00	46.00	↔	Hold	46.00
PHDC.CA	PALM HILL DEV CO	2.17	2.11	2.06	2.30	2.40	↔	Hold	2.40
ORAS.CA	ORASCOM CONST	116.49	112.00	108.00	120.00	135.00	↔	Hold	112.00
HELI.CA	Misr Gedida Hou	17.46	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	10.71	9.50	8.60	11.00	11.50	↔	Hold	9.50
EMFD.CA	EMAAR MISR DEV	3.20	3.02	2.90	3.25	3.45	↔	Hold	3.45
PIOH.CA	PIONEERS HLDG	6.35	5.97	5.75	6.60	6.80	↔	Hold	5.75
OIH.CA	ORASCOM INVESTMENT HOLDING	0.57	0.54	0.51	0.60	0.64	↔	Hold	0.54
EGAL.CA	EGYPT ALUMINIUM	25.27	23.50	21.60	27.00	30.00	↔	Hold	26.12
EGTS.CA	EGYPTIAN RESORTS	2.00	1.83	1.72	2.05	2.22	↑	P.Buy	1.83
PORT.CA	PORTO GROUP	0.82	0.77	0.73	0.96	1.00	↔	Hold	0.96
IRON.CA	EGYPTIAN IR & ST	5.40	5.25	5.00	5.70	6.00	↔	Hold	5.70
ACGC.CA	ARAB COTTON GIN.	1.68	1.64	1.60	1.77	1.88	↔	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.