

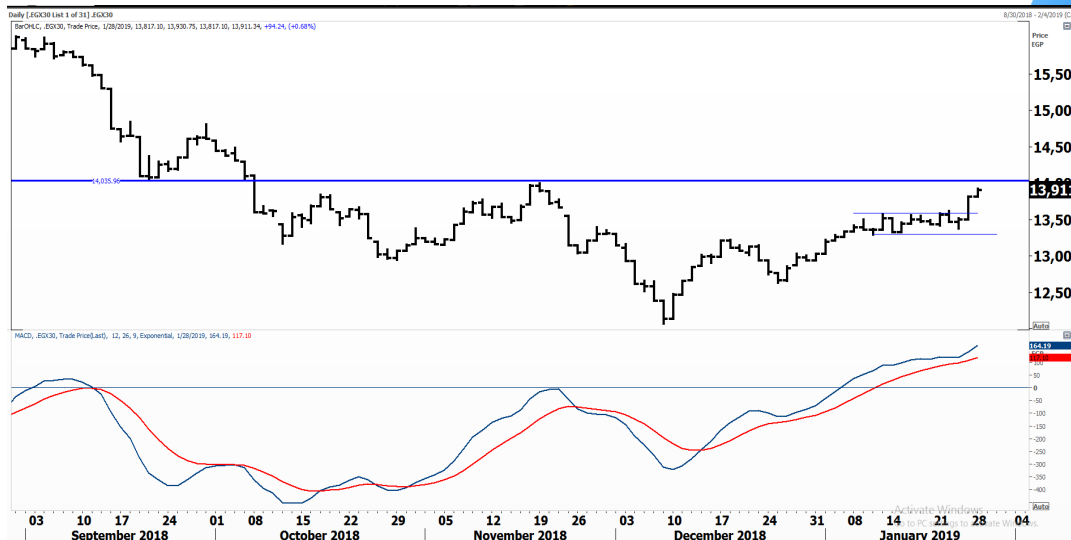


PIONEERSECURITIES

TECH TO THE POINT

29-Jan-19

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



Last	13,911.34
High Today	13,930.75
Low Today	13,817.10
Volume	M 199.782
First Support	13,600.00
Second Support	13,300.00
First Resistance	14,000.00
Second Resistance	14,500.00
Stop Loss	13,300.00

HISTORICAL RETURN %	
1 WEEK	2.48%
1 MONTH	7.14%
1 QUARTER	6.40%
1 YEAR	-9.14%
YTD	6.72%

Analysis

The EGX 30 index closed at 13,900 yesterday and is testing its resistance that lies at 14,000. As we know, if this resistance is clearly broken upwards on a weekly basis, the next rise will be expected to be strong and corrections will be considered as chances to buy. We are already considering market dips as buying opportunities.

If a decline occurs from here, the 13,600 will probably serve as support. All stops should be placed below 13,300; a breakout above 14,000 will lead the index near 14,300-14,400 where a minor correction will probably take place.

For now, we should watch and see whether the index will be able to break 14,000 or will witness a minor correction first.

Egyptian Exchange Small Caps Index EGX70

Analysis


The EGX 70 index witnessed a higher low lately but it still needs to break above 705 to confirm the strength. If the index breaks 705 upwards, an important entry signal will be triggered with a target near 760-770.

The 670 level is the current support for the index, those who want to place their stops, can use this level. We are not expecting a violation below this support, however.

Investors who want to step in partially, are recommended not to be aggressive buyers unless the 705 is broken.



Resistance


ISPH  The stock was able to break above 11, closing at 11.5 at the end of the session. If ISPH breaks 12 upwards, this will be considered as an early sign of an imminent break of its historical high that lies at 12.8, which will lead the stock to new highs. Thus, buying aggressively at the breakout above 12 will be recommended.

Support


No stocks witnessed breakouts yesterday

Testing

Support

EKHO  The stock witnessed a correction after its sharp rise to approach the 1.17-1.18 area; we are expecting EKHO to rebound from current levels, which will lead it to 1.24-1.25 once again. Those who are out of EKHO can step in at current levels.

Resistance

BTFH  Closed at 7.75 after testing its important resistance that lies at 7.85. If BTFH breaks its resistance, a buy signal will be triggered with a target at around 10.5-11.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	84.45	79.00	77.00	86.00	88.00	↑	P.Buy	79.00
EAST.CA	EASTERN CO	16.30	15.50	14.60	17.15	19.00	↔	Hold	17.15
SWDY.CA	ELSWEDY ELECTRIC	18.00	17.30	16.00	19.00	20.45	↑	Hold	17.30
TMGH.CA	TALAT MOSTAFA	11.03	10.30	9.60	11.00*	11.40	↔	Hold	10.30
ABUK.CA	ABU QIR FRT&CHM	23.31	22.50	21.25	24.80	26.00	↓	P.SELL	26.00
EKHO.CA	EGYPT KUWAIT HLD	1.20	\$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	4.05	3.43	3.00	4.36	4.50	↔	Hold	3.00
AMOC.CA	ALX MINERAL OILS	5.58	5.35	4.85	6.07	6.70	↔	Hold	6.70
MNHD.CA	MEDINET NASR HOU	6.66	6.20	5.50	7.00	7.22	↔	Hold	7.22
SKPC.CA	SIDI KERIR PETRC	17.50	16.43	15.70	19.00	20.50	↑	Hold	16.43
OCDI.CA	6TH OCT DEV INV	14.22	13.00	12.60	14.50	15.50	↔	Hold	14.50
JUFO.CA	JUHAYNA FOOD IND	11.70	10.50	9.50	11.70 *	13.00	↔	Hold	9.50
ESRS.CA	EZZ STEEL	18.60	17.60	16.80	20.10	21.15	↔	Hold	20.10
ETEL.CA	TELECOM EGYPT	13.85	13.15	12.50	14.60	15.50	↑	P.Buy	13.15
CCAP.CA	CITADEL CAPITAL	3.62	3.60	3.50	3.98	4.15	↔	Hold	3.50
QNBA.CA	QNB ALAHLI	43.00	39.00	36.00	43.00 *	46.00	↔	Hold	46.00
PHDC.CA	PALM HILL DEV CO	2.24	2.11	2.06	2.30	2.40	↔	Hold	2.40
ORAS.CA	ORASCOM CONST	113.10	112.00	108.00	120.00	135.00	↔	Hold	112.00
HELI.CA	Misr Gedida Hou	17.47	17.00	16.30	18.20	19.50	↔	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	11.50	10.65	10.00	11.50 *	12.15	↔	Hold	9.50
EMFD.CA	EMAAR MISR DEV	3.33	3.02	2.90	3.45	3.70	↔	Hold	3.45
PIOH.CA	PIONEERS HLDG	6.26	5.97	5.75	6.60	6.80	↔	Hold	5.75
OIH.CA	ORASCOM INVESTMENT HOLDING	0.58	0.54	0.51	0.60	0.64	↔	Hold	0.54
EGAL.CA	EGYPT ALUMINIUM	24.95	23.50	21.60	27.00	30.00	↔	Hold	26.12
EGTS.CA	EGYPTIAN RESORTS	1.97	1.83	1.72	2.05	2.22	↑	P.Buy	1.83
PORT.CA	PORTO GROUP	0.84	0.77	0.73	0.96	1.00	↔	Hold	0.96
IRON.CA	EGYPTIAN IR & ST	5.29	5.25	5.00	5.70	6.00	↔	Hold	5.70
ACGC.CA	ARAB COTTON GIN.	1.67	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).

Technical Analysis Department

Saleh Nasser

Chief Technical Strategist

Ahmed Hassan

Senior Technical Analyst

Dina Fahmy

Senior Technical Analyst

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.