

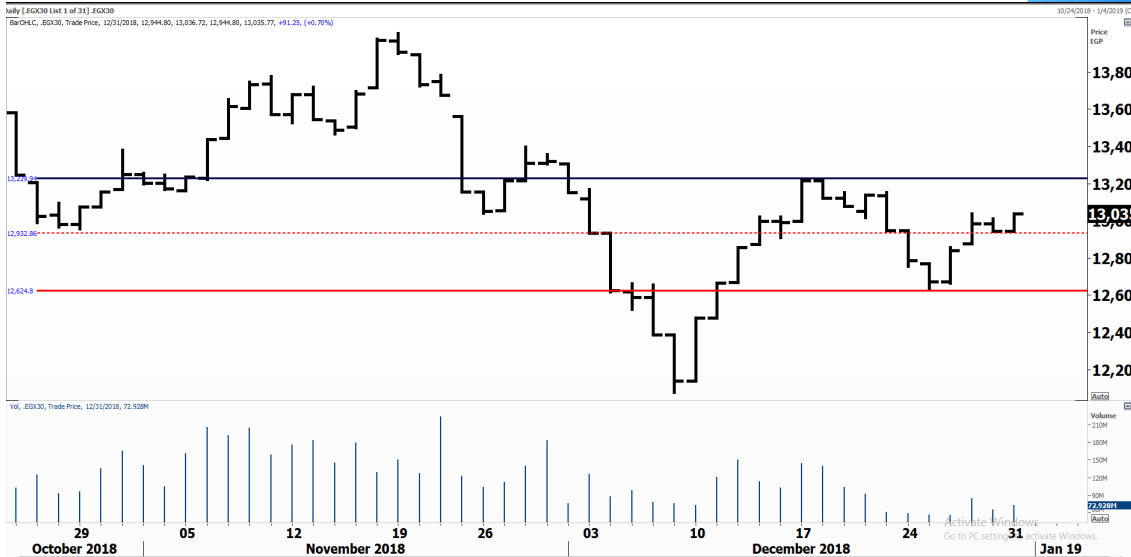


PIONEERSECURITIES

TECH TO THE POINT

3-Jan-19

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



Last	13,204.37
High Today	13,221.66
Low Today	13,035.66
Volume	M 56.487
First Support	12,600.00
Second Support	12,000.00
First Resistance	13,250.00
Second Resistance	14,000.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	2.84%
1 MONTH	2.09%
1 QUARTER	-7.75%
1 YEAR	-12.11%
YTD	1.29%

Analysis

The EGX 30 index closed at 13,200, near its resistance that lies at 13,230-13,250. As we mentioned before, a breakout above this peak will trigger a short-term buy signal with a target at 14,000. On the other hand, trailing stop should be placed below 12,940; this is an important stop now as its violation will probably lead to stronger selling pressure. As we know, our stop lies at 12,600, the 12,940 can be used as an earlier signal though.

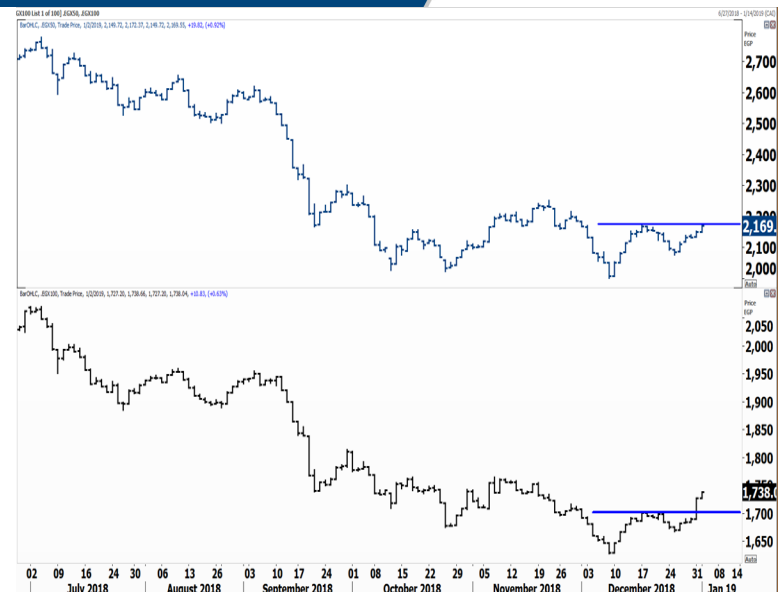
Our overall view is more biased to the bullish side as we believe that the market is already bottoming. We are expecting much higher targets to be reached in the coming period. For now, however, we are looking at minor levels that might lead to temporary corrections.

EGX 50 Vs EGX 100




Analysis

The EGX 100 is a more general index as it shows the performance of 100 stocks (both EGX 30 and 70). The index broke its minor peak that corresponds to the 13,250 on the EGX 30 and the 2,170 on the EGX 50. This should be considered as a good sign and a hint of a potential breakout in both other indices.

It is important to note, however, one important point; the EGX 100 index is price weighted exactly like the EGX 70 index, and it is affected by higher priced stocks; this can be seen from Monday's strong rise, which occurred in both the EGX 70 and 100 indices. In other words, we like that the more global EGX 100 index broke its resistance, and our confirmation will be triggered today, if the EGX 30 / 50 break their corresponding resistance levels.



Resistance

- ASCM**  The stock looks strong, especially after breaking 8.7 upwards with high volumes, and closing at 8.91. We recommend entering with an initial target at 10.5 and a stop below 8.15. We are bullish on ASCM.
- ORHD**  One of the important signals that should be watched is the significant high volumes the stock witnessed during the Nov– Dec 2018 rise. This is a sign of a continuation of the current rise, which will probably lead ORHD to break its major resistance that lies at 8. On a short-term time dimension, the stock broke 7.15 upwards, closing at 7.35. Our current target lies at the major resistance at 8.
- MPCO**  Mansoura Poultry looks strong after the breakout above 4.87. The stock is witnessing bullish volumes and is expected to reach 6.5. MPCO is a stock that only suits small retail investors who are seeking higher risks.

Support





No stocks broke their support yesterday

Testing

Support

No stocks tested their support yesterday

Resistance

- IRON**  The stock closed above 5.51 at the end of the session and is challenging 5.7. We believe that if IRON continues trading above 5.5 today, it will probably break 5.7 upwards. Such a breakout will lead the stock near 7.5.
- COMI**  Despite that COMI is trading above 75, it still has a hurdle at 76.7-76.8. The stock tested its resistance and declined to close at 75.48 at the end of the session. In all cases, those who are holding positions and are keeping the stock for more than just a short-term trading opportunity are recommended to keep the stock as long as it is trading above 71.5. On the other hand, investors who are trading CIB from a short-term perspective can place their first trailing stop below 75.
- ELSH**  The stock is facing two resistance levels that are close to each other; 6.09, then 6.28. Those who want to enter a bit early can buy at the breakout above the first resistance if the breakout comes on high volumes. Our target for ELSH lies around 7.
- RAKT**  Began to show high volumes, which is considered as a positive sign for the stock. We recommend entering, however, at the breakout above 9.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	75.48	71.50	67.00	76.70	79.00	↔	Hold	76.70
EAST.CA	EASTERN CO	16.33	15.20	14.50	17.55	19.00	↓	P.SELL	17.55
SWDY.CA	ELSWEDY ELECTRIC	18.00	17.30	15.80	18.40	19.50	↔	Hold	15.80
TMGH.CA	TALAT MOSTAFA	10.21	9.50	8.70	10.25	10.50	↔	Hold	10.50
ABUK.CA	ABU QIR FRT&CHM	23.20	22.00	21.25	24.80	26.00	↓	P.SELL	26.00
EKHO.CA	EGYPT KUWAIT HLD	1.08	\$1.03	\$1.00	\$1.10	\$1.13	↓	P.SELL	\$1.13
HRHO.CA	EFG HERMES HOLD	15.24	14.50	13.60	15.70	16.20	↔	Hold	13.60
GTHE.CA	GLOBAL TELECO	3.67	3.50	3.20	3.80	3.93	↔	Hold	3.80
AMOC.CA	ALX MINERAL OILS	6.45	5.90	5.60	6.80	7.50	↓	P.SELL	7.50
MNHD.CA	MEDINET NASR HOU	6.70	6.50	6.25	7.22	7.65	↓	P.SELL	7.65
SKPC.CA	SIDI KERIR PETRC	17.36	16.30	15.70	18.10	19.23	↓	P.SELL	20.60
OCDI.CA	6TH OCT DEV INV	13.41	12.90	12.00	14.00	15.50	↓	P.SELL	15.50
JUFO.CA	JUHAYNA FOOD IND	11.27	10.50	9.50	11.30	13.00	↔	Hold	9.50
ESRS.CA	EZZ STEEL	18.21	17.25	16.00	20.00	21.00	↓	P.SELL	20.00
ETEL.CA	TELECOM EGYPT	12.60	12.00	11.40	13.20	14.50	↑	Hold	11.40
CCAP.CA	CITADEL CAPITAL	3.65	3.40	3.20	3.83	4.00	↓	P.SELL	4.00
QNBA.CA	QNB ALAHLI	40.00	40.00	38.00	46.00	50.00	↓	P.SELL	50.00
PHDC.CA	PALM HILL DEV CO	2.17	2.12	2.06	2.43	2.58	↓	P.SELL	2.58
ORAS.CA	ORASCOM CONST	0.00	112.00	108.00	120.00	127.00	↔	Hold	108.00
HELI.CA	Misr Gedida Hou	18.10	17.30	16.30	18.80	19.50	↓	P.SELL	19.50
EFID.CA	EDITA FOOD INDS	14.00	13.00	12.20	15.20	17.00	↓	P.SELL	16.00
ISPH.CA	IBNSINA PHARMA	10.13	9.50	8.60	10.50	11.00	↔	Hold	9.50
EMFD.CA	EMAAR MISR DEV	3.30	3.11	2.90	3.45	3.72	↔	Hold	3.45
PIOH.CA	PIONEERS HLDG	6.21	5.50	5.00	6.40	6.80	↔	Hold	5.50
OIH.CA	ORASCOM INVESTMENT HOLD- ING	0.58	0.54	0.51	0.58 *	0.60	↔	Hold	0.51
EGAL.CA	EGYPT ALUMINIUM	22.50	21.65	20.60	24.00	25.50	↔	Hold	21.65
EGTS.CA	EGYPTIAN RESORTS	1.76	1.63	1.42	1.88	2.05	↓	P.SELL	2.05
PORT.CA	PORTO GROUP	0.83	0.78	0.74	0.87	0.96	↔	Hold	0.74
IRON.CA	EGYPTIAN IR & ST	5.54	5.00	4.50	5.70	6.00	↔	Hold	5.70
ACGC.CA	ARAB COTTON GIN.	1.80	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.