

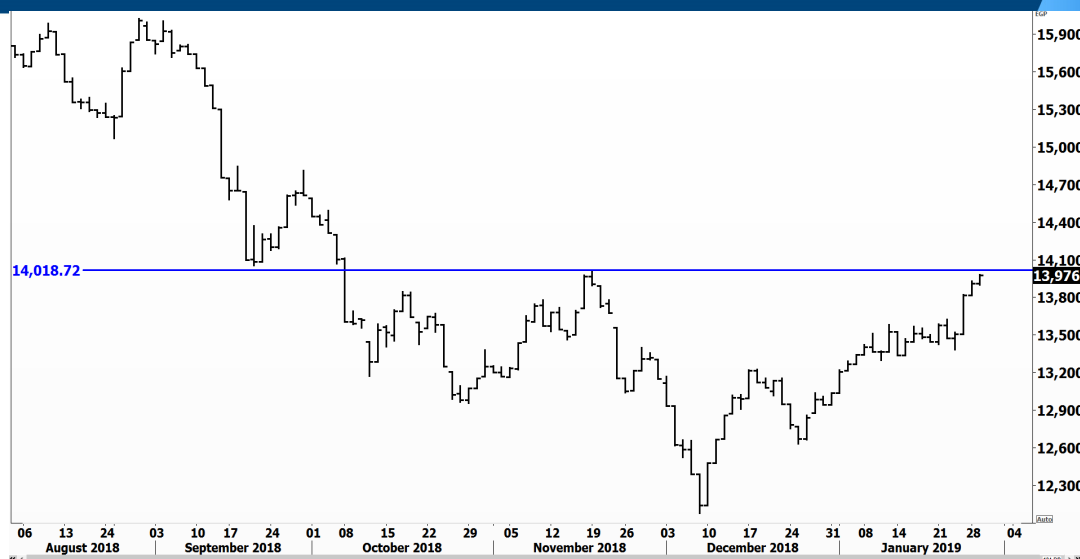


PIONEERSECURITIES

TECH TO THE POINT

30-Jan-19

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



15,900	Last	13,976.52
15,600	High Today	13,978.42
15,300	Low Today	13,899.65
15,000	Volume	M 153.439
14,700	First Support	13,600.00
14,400	Second Support	13,300.00
14,100	First Resistance	14,000.00
13,800	Second Resistance	14,500.00
13,500	Stop Loss	
13,200	HISTORICAL RETURN %	
12,900	1 WEEK	3.73%
12,600	1 MONTH	7.97%
12,300	1 QUARTER	6.25%
	1 YEAR	-9.06%
	YTD	7.22%

Analysis

Despite that the EGX 30 index is trading very close to its resistance that lies at 14,000, sellers are not strong yet; the probability of a minor correction before the breakout is still there though. If a correction occurs, the 13,600 level will probably stop the decline.

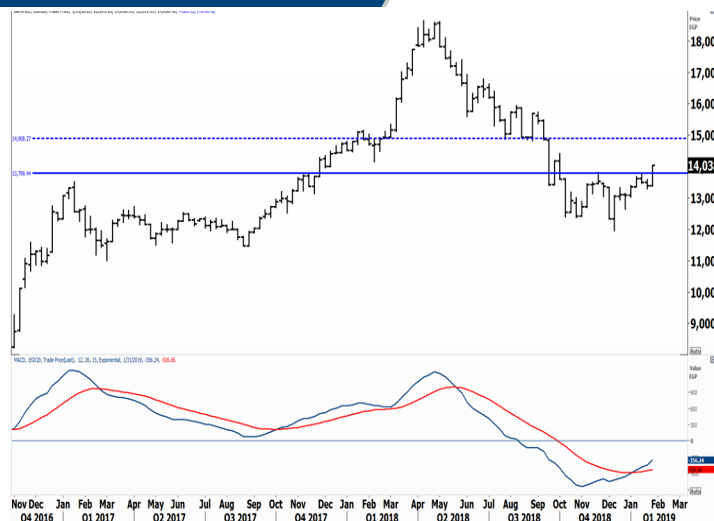
It is important to note though that the EGX 20 index (as we will see below) broke its corresponding resistance; this should be used as a sign that the EGX 30 index will probably break 14,000 quickly. We believe that if the market does not witness a correction today, we will be up for a new upward leg that will probably lead the index near 14,400-14,500.

EGX 20 Index

Analysis


The weekly chart of the EGX 20 index shows that it broke its 13,800 resistance level, which is the level that coincides with the 14,000 on the EGX 30 index. This is an important reason why we are expecting the EGX 30 to break 14,000 .

As we mentioned before, the EGX 20 index is usually the leader, especially during breakouts. The weekly MACD indicator is also in a buy mode, which confirms the breakout. Our first target lies at around 15,000; this means that we will probably witness some more rise before the next correction occurs.



Resistance

HRHO  The stock broke 16.7 upwards to close at around 16.9 at the end of the session. Those who want to enter at this breakout can step in with a stop loss below 16.2 and a target at around 17.

ALUM  Witnessed a confirmed breakout above 24, closing at 25 at the end of the session. Our target lies at 30. Looks like the stock will witness a strong rise.

Support

No stocks broke their support yesterday


Testing


Support


HELI  Rebounded significantly after testing its support that lies at 17.3. Our next resistance lies at 19.5. A break above this level will trigger a confirmed buy signal with a target near 21.5-22


ORAS  The 108 level is the current support for the stock. ORAS declined sharply yesterday and is threatening to break its support. Position holders are recommended to place their stops below 108.

Resistance

EKHO  The stock approached its resistance yesterday and traded at 1.253 before declining slightly to close at 1.226 at the end of the session. EKHO was a buy during the previous correction, as we recommended before. Currently, we need to wait for a breakout above 1.27 to step in once again.

EMFD  Currently trading near its resistance that lies around 3.45. Volumes rose sharply during the past couple sessions, which hints of a potential breakout. A break above 3.45 will trigger a buy signal with a target around 3.7 initially.

ASCM  Witnessed high volumes yesterday and closed at 10.43 at the end of the session. Resistance lies at 10.8; a breakout above this level will lead to a renewed strong rise with a new target at 11.6, followed by 13.

ADIB  The 11.6 level is currently serving as a minor resistance. A breakout above this level will be considered as an early signal of a second break above 12.3. Thus, those who want to step in early can buy at the break of 11.6.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	84.00	79.00	77.00	86.00	88.00	↑	P.Buy	79.00
EAST.CA	EASTERN CO	16.50	15.50	14.60	17.15	19.00	↔	Hold	17.15
SWDY.CA	ELSWEDY ELECTRIC	18.10	17.30	16.00	19.00	20.45	↑	Hold	17.30
TMGH.CA	TALAT MOSTAFA	11.01	10.30	9.60	11.00*	11.40	↔	Hold	10.30
ABUK.CA	ABU QIR FRT&CHM	23.51	22.50	21.25	24.80	26.00	↓	P.SELL	26.00
EKHO.CA	EGYPT KUWAIT HLD	1.23	\$1.17	\$1.15	\$1.27	\$1.34	↑	P.Buy	\$1.17
HRHO.CA	EFG HERMES HOLD	16.90	16.20	15.30	17.10	17.80	↑	Hold	15.30
GTHE.CA	GLOBAL TELECO	4.43	3.93	3.43	4.50	4.92	↑	Hold	3.00
AMOC.CA	ALX MINERAL OILS	5.64	5.50	5.35	6.07	6.70	↔	Hold	6.70
MNHD.CA	MEDINET NASR HOU	6.75	6.20	5.50	7.00	7.22	↔	Hold	7.22
SKPC.CA	SIDI KERIR PETRC	17.30	16.43	15.70	19.00	20.50	↔	Hold	16.43
OCDI.CA	6TH OCT DEV INV	14.72	13.00	12.60	15.50	16.90	↔	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	18.85	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	3.66	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	2.23	2.11	2.06	2.30	2.40	↔	Hold	2.40
ORAS.CA	ORASCOM CONST	109.00	108.00	103.00	120.00	135.00	↔	Hold	108.00
HELI.CA	Misr Gedida Hou	18.28	17.00	16.30	19.50	22.00	↔	Hold	19.50
EFID.CA	EDITA FOOD INDS	14.25	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	3.32	3.02	2.90	3.45	3.70	↔	Hold	3.45
PIOH.CA	PIONEERS HLDG	6.32	5.97	5.75	6.60	6.80	↔	Hold	5.75
OIH.CA	ORASCOM INVESTMENT HOLD- ING	0.58	0.54	0.51	0.60	0.64	↔	Hold	0.54
EGAL.CA	EGYPT ALUMINIUM	25.10	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	0.83	0.77	0.73	0.96	1.00	↔	Hold	0.96
IRON.CA	EGYPTIAN IR & ST	5.30	5.25	5.00	5.70	6.00	↔	Hold	5.70
ACGC.CA	ARAB COTTON GIN.	1.69	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.