

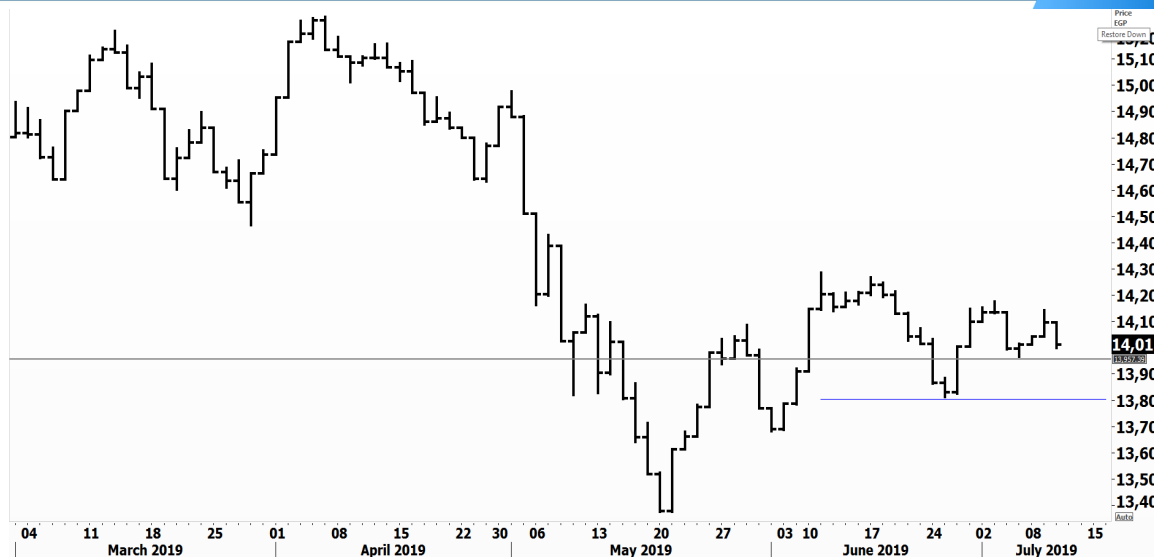


PIONEERSECURITIES

TECH TO THE POINT

11-Jul-19

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



Last	14,013.26
High Today	14,097.43
Low Today	14,000.80
Volume	M 104.606
First Support	13,800.00
Second Support	13,300.00
First Resistance	14,300.00
Second Resistance	15,000.00
Stop Loss	13,800.00
HISTORICAL RETURN %	
1 WEEK	-0.88%
1 MONTH	-0.96%
1 QUARTER	-7.24%
1 YEAR	-11.98%
YTD	7.50%

Analysis

The 13,950 level can be used as an early stop for those who are very short-term in nature, Our recommendation, however, is to use the same 13,800 level as a stop.

The inability of the market to break its resistance began to put investors in pressure, especially with the low volumes and volatility which does not enable people to trade easily. We see such low volumes as a positive sign; it is important though that the EGX 30 does not break 13,800 downwards.

We reiterate our recommendation to step in aggressively at the breakout above 14,300; our target will be set near 15,000 after this breakout.

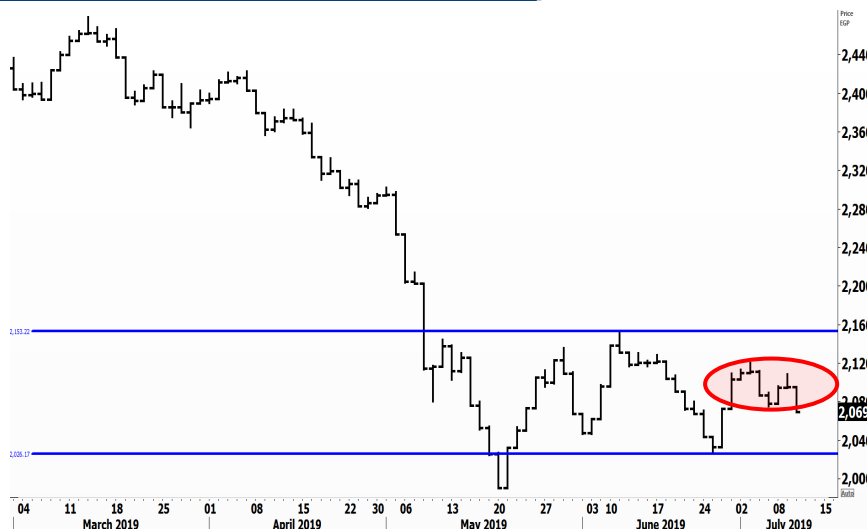
Egyptian Exchange Equal Weights Index EGX50

Analysis

The index broke below its minor bottom that lies at 2,075. This break is not very significant but it should lead the index close to its bottom that lies at 2,025.

The 2,075 level can be used as a stop; we recommend, however, to wait for the break of 2,025, especially if the EGX 30 breaks 13,800.


On the other hand, those who want an early signal to enter can buy at the break of 2,120; i.e. before the break of 2,160.





Resistance

No stocks broke their resistance yesterday.

Support


ESRS  The stock continued its hobby and broke a new support, making new lows. ESRS is still the worst performer in the stock market and is still eligible to reach much lower levels.


SKPC  Broke 10.7 downwards, closing at 9.92. It is important, however, that if the 9.8 level is broken downwards, the stock will be hitting 10 years low. If this happens, our next target will be set near 7.5.


MPRC  Violated 4.8 downwards yesterday and closed clearly below it. If MPRC continues trading below 4.8 today, it will probably reach 4.2 soon.

Testing

Support

SWDY  The 12.8-13 area should not be violated. SWDY is approaching a dangerous support as its violation will have a dual effect of a major trend reversal, in addition to a big probability of an exclusion of the whole country from the MSCI Emerging Markets.

ACAMD  First support lies at 2.25, while second one lies at 2.18. If the stock breaks below 2.25, it will go to 2.18 initially with a probability of violating it.

ACGC  Declined on low volumes to close at 1.772 near 1.76 which is the current minor support. We do not recommend stepping in until the 1.88 level is clearly broken upwards. Buying at support is not currently recommended.

Resistance

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	74.50	72.00	70.55	75.30	77.00	↔	Hold	72.00
EAST.CA	EASTERN CO/d	15.42	15.20	14.60	16.00	16.70	↔	Hold	15.20
SWDY.CA	ELSWEDY ELECTR/d	13.50	13.25	12.80	14.40	14.80	↔	Hold	12.80
TMGH.CA	TALAT MOSTAFA/d	10.71	10.10	9.60	11.00	11.60	↔	Hold	10.10
ACAMD.CA	Arab Co. for Asset Management	2.28	2.26	2.19	2.46	2.60	↔	Hold	2.26
EKHO.CA	EGYPT KUWAIT H/d	1.33	1.25 \$	1.18 \$	1.37 \$	1.48 \$	↓	P.SELL	1.48
HRHO.CA	EFG HERMES HOL/d	17.28	17.00	16.00	17.90	18.50	↑	Hold	17.00
GTHE.CA	GLOBAL TELECO/d	4.90	4.45	4.05	4.90 *	5.15	↔	Hold	4.45
AMOC.CA	ALX MINERAL OI/d	4.34	4.30	3.80	4.70	5.00	↔	Hold	4.30
MNHD.CA	MEDINET NASR H/d	4.95	4.90	4.55	5.24	5.44	↔	Hold	5.24
CIRA.CA	Cairo Investment & Real Estate	10.25	9.60	9.00	10.70	11.70	↓	P.SELL	11.70
OCDI.CA	6TH OCT DEV IN/d	13.28	12.70	11.50	14.25	14.70	↔	Hold	12.70
JUFO.CA	JUHAYNA FOOD I/d	10.49	9.00	8.50	10.50	11.20	↓	P.SELL	11.20
ESRS.CA	EZZ STEEL/d	8.86	7.50	6.50	10.75	11.60	↓	P.SELL	11.60
ETEL.CA	TELECOM EGYPT/d	14.39	14.20	13.50	15.30	15.85	↑	Hold	13.50
CCAP.CA	CITADEL CAPITA/d	3.81	3.75	3.50	4.00	4.10	↑	Hold	3.50
SRWA.CA	Sarwa Capital Holding	5.49	5.00	4.70	5.80	6.00	↓	P.SELL	6.00
PHDC.CA	PALM HILL DEV /d	2.30	2.27	2.10	2.47	2.67	↔	Hold	2.27
AUTO.CA	GB AUTO S.A.E/d	4.20	4.04	3.85	4.55	4.90	↔	Hold	4.55
HELI.CA	Misr Gedida Ho/d	22.64	20.75	19.50	23.50	25.50	↔	Hold	20.75
AINH.CA	Arab Investment Holding	0.50	0.46	0.40	0.52	0.64	↓	P.SELL	0.64
EGCH.CA	EGYPT CHEM IND/d	5.95	5.70	5.25	6.40	7.20	↑	Hold	5.70
EMFD.CA	EMAAR MISR DEV/d	3.21	2.95	2.85	3.35	3.60	↔	Hold	3.35
OIH.CA	ORASCOM INVESTMENT HOLDING	0.67	0.65	0.62	0.74	0.84	↑	Hold	0.62
ORHD.CA	ORASCOM DEV/d	6.59	6.20	5.80	7.00	7.70	↔	Hold	6.20
EGTS.CA	EGYPTIAN RESOR/d	2.02	1.93	1.91	2.09	2.17	↔	Hold	1.93
ORWE.CA	ORIENTAL WEAVE/d	10.20	9.94	9.25	10.70	11.40	↔	Hold	9.25
IRON.CA	EGYPTIAN IR & /d	2.96	2.90	2.70	3.30	3.70	↔	Hold	2.90
ACGC.CA	ARAB COTTON GI/d	1.77	1.76	1.68	1.93	2.05	↔	Hold	1.68

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

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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.