

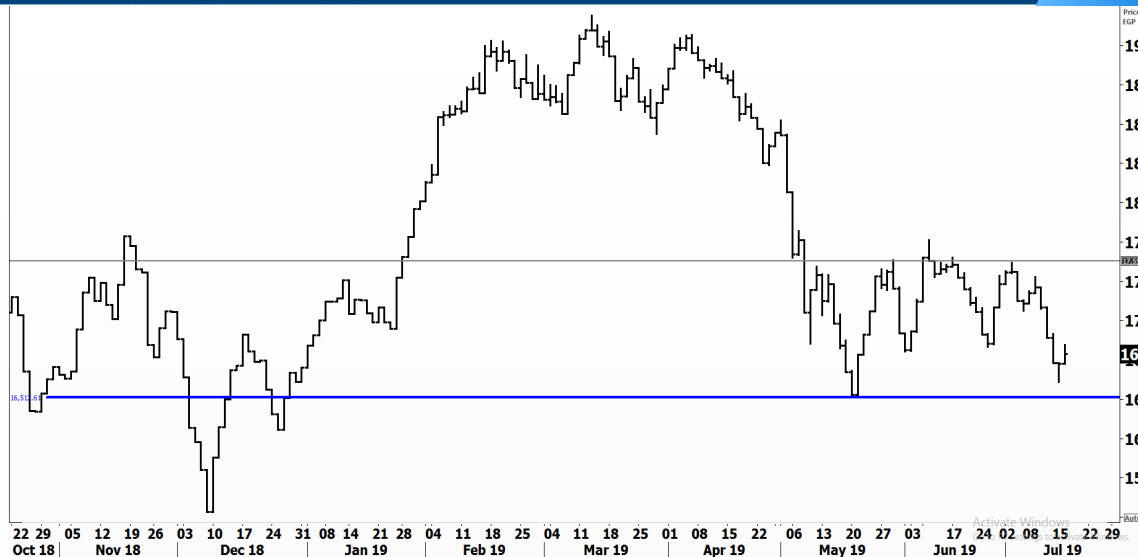


PIONEERSECURITIES

# TECH TO THE POINT

17-Jul-19

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



Last	16847.68
High Today	16771.24
Low Today	16912.76
Volume	M 108.6
First Support	16.500.00
Second Support	16.250.00
First Resistance	17.400.00
Second Resistance	17.700.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	-2.96%
1 MONTH	-3.90%
1 QUARTER	-9.48%
1 YEAR	-13.98%
YTD	4.54%

## Analysis

The market witnessed a slight rise yesterday but selling pressure was still there and most of the stocks that rose in the beginning of the session closed below their mid range. Our levels concerning the EGX 30 capped and the EGX 30 index are the same.

It is important to note though that market sentiment has reached extreme levels as almost all of fundamental and technical analysts, as well as fund managers and investors (either retail or high net-worth individuals) are bearish on the market and expecting another strong declining leg before any potential rise can take place. Talks have reached unprecedented levels as lots of people are talking about the end of the stock market, others say that our stock market already died, in addition to layoff decisions taken by some of the big companies.

All of these important signals show that we are really at extreme levels, especially with many of the stocks in our market reaching (or approaching) their historical lows, while others are in the process of bottoming.

We are in an important phase of the market and we believe that the next rise will be strong and sharp and this time it will be accompanied by high volumes.

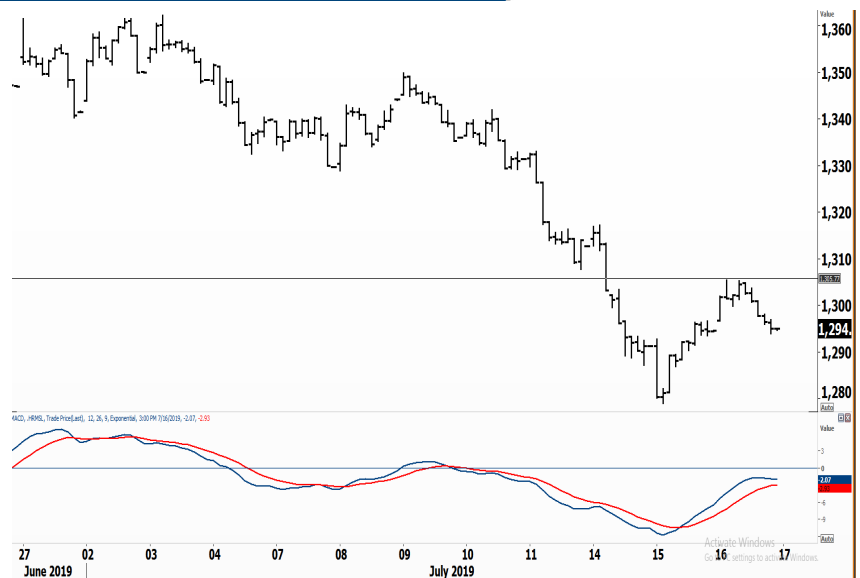
## Hermes Last Index– 30-minutes chart

## .HRMSL intraday

## Analysis

The Hermes Last Index intraday chart witnessed a rise lately followed by a decline, which partially re-traced the rise. Our smoothed momentum indicator (called MACD) is rising and looking strong, especially if it succeeds to break its zero level upwards.

Our short-term buy signal will be triggered if the Hermes Last Index breaks above 1,305, which is also yesterday's high. Such a breakout will trigger a buy signal as we will be eligible to witness a nice short-term rise.



## Resistance


No stocks broke their resistance yesterday.


## Support


No stocks broke their support yesterday

## Testing

### Support

**EGTS**  Closed at the low of the session and is approaching its support that lies at 1.9. Any break below this level will lead EGTS back near 1.7.

**ACGC**  The 1.7 level is an important support to watch. On the other hand, the stock has resistance near 1.85. A test of the 1.7 level might create a short—term trading opportunity for those who want to take the risk.

**EMFD**  EMFD's trading range lies currently at the 3 to 3.35 range. The stock unfortunately, did not rise as we were expecting when it was challenging the 3.35 resistance level few days ago, but is now approaching its support once again, where it should witness (at least) another short-term rise.

### 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	72.30	72.00	70.55	75.30	77.00	↔	Hold	72.00
EAST.CA	EASTERN CO/d	15.40	15.20	14.60	16.00	16.70	↔	Hold	15.20
SWDY.CA	ELSWEDY ELECTR/d	13.05	12.80	11.85	14.40	14.80	↔	Hold	12.80
TMGH.CA	TALAT MOSTAFA/d	10.49	10.10	9.60	11.00	11.60	↔	Hold	10.10
ACAMD.CA	Arab Co. for Asset Management	2.26	2.00	1.88	2.46	2.60	↔	Hold	2.26
EKHO.CA	EGYPT KUWAIT H/d	1.29	1.25 \$	1.18 \$	1.37 \$	1.48 \$	↓	P.SELL	1.48
HRHO.CA	EFG HERMES HOL/d	16.51	15.85	15.20	17.45	18.22	↔	Hold	15.85
GTHE.CA	GLOBAL TELECO/d	4.92	4.45	4.05	5.15	5.28	↔	Hold	4.45
AMOC.CA	ALX MINERAL OI/d	4.09	3.80	3.40	4.60	5.00	↔	Hold	3.80
MNHD.CA	MEDINET NASR H/d	4.86	4.70	4.55	5.24	5.44	↔	Hold	5.24
CIRA.CA	Cairo Investment & Real Estate	10.01	9.60	9.00	10.70	11.70	↓	P.SELL	11.70
OCDI.CA	6TH OCT DEV IN/d	13.22	12.70	11.50	14.25	14.70	↔	Hold	12.70
JUFO.CA	JUHAYNA FOOD I/d	9.60	9.00	8.50	10.50	11.20	↓	P.SELL	11.20
ESRS.CA	EZZ STEEL/d	8.12	7.50	6.50	10.75	11.60	↓	P.SELL	11.60
ETEL.CA	TELECOM EGYPT/d	13.95	13.20	12.44	15.00	15.85	↑	Hold	13.20
CCAP.CA	CITADEL CAPITA/d	3.80	3.75	3.50	4.00	4.10	↑	Hold	3.50
SRWA.CA	Sarwa Capital Holding	5.25	5.00	4.70	5.80	6.00	↓	P.SELL	6.00
PHDC.CA	PALM HILL DEV /d	2.20	2.10	1.96	2.47	2.67	↓	P.SELL	2.47
AUTO.CA	GB AUTO S.A.E/d	4.00	4.04	3.85	4.55	4.90	↔	Hold	4.55
HELI.CA	Misr Gedida Ho/d	21.60	20.75	19.50	23.50	25.50	↔	Hold	20.75
AINH.CA	Arab Investment Holding	0.48	0.46	0.40	0.52	0.64	↓	P.SELL	0.52
EGCH.CA	EGYPT CHEM IND/d	5.72	5.70	5.25	6.40	7.20	↔	Hold	5.70
EMFD.CA	EMAAR MISR DEV/d	3.11	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	6.62	6.20	5.80	7.00	7.70	↔	Hold	6.20
EGTS.CA	EGYPTIAN RESOR/d	1.92	1.90	1.83	2.06	2.13	↔	Hold	1.90
ORWE.CA	ORIENTAL WEAVE/d	10.20	9.94	9.25	10.70	11.40	↔	Hold	9.25
IRON.CA	EGYPTIAN IR & /d	2.92	2.70	2.55	3.20	3.50	↓	P.SELL	3.20
ACGC.CA	ARAB COTTON GI/d	1.75	1.68	1.57	1.87	1.93	↔	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

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.