

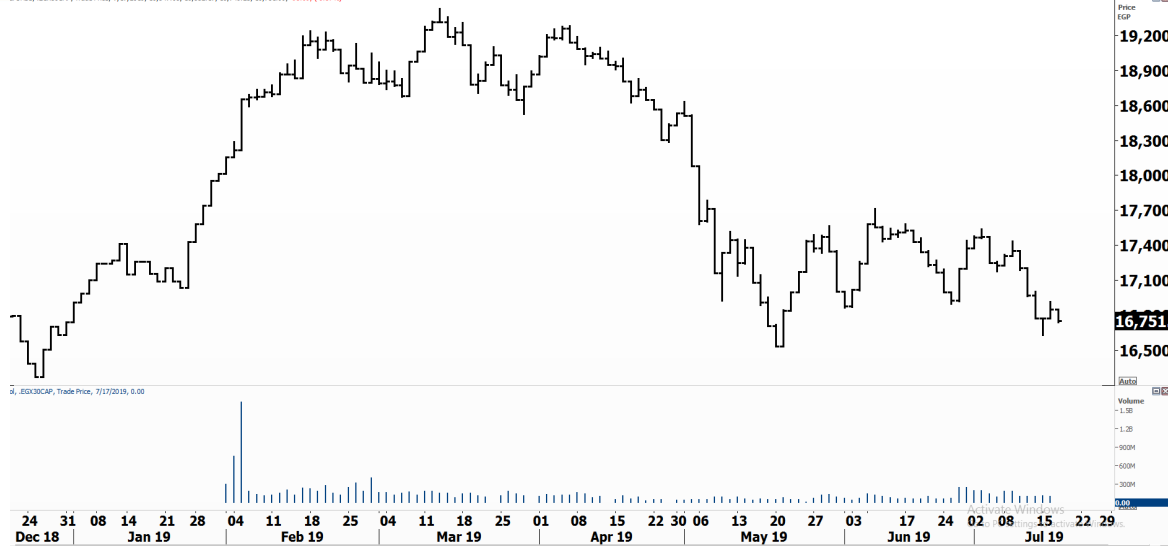


PIONEERSECURITIES

TECH TO THE POINT

18-Jul-19

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



Last	16.751.99
High Today	16.825.17
Low Today	16.740.23
Volume	M 94.760
First Support	16.500.00
Second Support	16.250.00
First Resistance	17.400.00
Second Resistance	17.600.00
Stop Loss	

HISTORICAL RETURN %

1 WEEK	-2.96%
1 MONTH	-3.90%
1 QUARTER	-9.48%
1 YEAR	-13.98%
YTD	4.54%

Analysis

As we mentioned in yesterday's report, everything looks bad in the market and investors' sentiment is at extreme levels and this is the time where markets rise aggressively. We are reiterating our view that we are expecting a strong rise that should occur soon. Such a rise should initially lead us to the 17,600 level on the EGX 30 cap, which coincides with the 14,300 on the EGX 30 index.

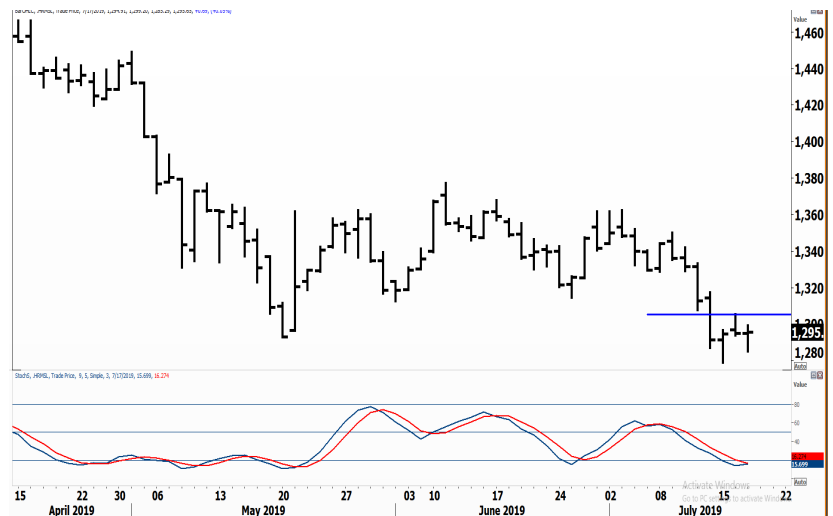
Our confirmation that the correction ended will occur at the breakout above this important level. Those who are holding positions should place their stop below the current bottom at 16,500 (13,300 on the EGX 30).

Hermes Last Index— Daily Chart .HRMSL

Analysis

The 1,305 level is a minor resistance on the Hermes Last Index that should be watched by short-term investors. If the index breaks this level, a short-term buy signal will be triggered with a target near the more important peak that lies around 1,350-1,360 (14,300 on the EGX 30).

Thus, we will consider the break of 1,305 as our early signal of a potential strong rise.



Resistance


No stocks broke their resistance yesterday.


Support

No stocks broke their support yesterday

Testing

Support

ORAS  The 84 level is a support o watch. A break below it might lead the stock near 75. ORAS witnessed a major decline from its peak and should rebound, at least temporarily. In case of a rebound, the 95 level will be our target.

ELSH  The stock tested its major support that lies at 4.5; if it breaks downwards, a major reversal will be signaled, which will be bearish for ELSH. For now, a short-term buy signal will be triggered at a breakout above 4.8. We do not recommend stepping in before the breakout.

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	71.86	70.55	69.00	75.30	77.00	↔	Hold	69.00
EAST.CA	EASTERN CO/d	15.41	15.20	14.60	16.00	16.70	↔	Hold	15.20
SWDY.CA	ELSWEDY ELECTR/d	13.30	12.80	11.85	14.40	14.80	↔	Hold	12.80
TMGH.CA	TALAT MOSTAFA/d	10.55	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	1.30	1.25 \$	1.18 \$	1.37 \$	1.48 \$	↓	P.SELL	1.48
HRHO.CA	EFG HERMES HOL/d	16.53	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	10.25	9.60	9.00	10.70	11.70	↓	P.SELL	11.70
OCDI.CA	6TH OCT DEV IN/d	13.20	12.70	11.50	14.25	14.70	↔	Hold	12.70
JUFO.CA	JUHAYNA FOOD I/d	0.00	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	14.01	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	5.16	5.00	4.70	5.80	6.00	↓	P.SELL	6.00
PHDC.CA	PALM HILL DEV /d	2.18	2.10	1.96	2.47	2.67	↓	P.SELL	2.47
AUTO.CA	GB AUTO S.A.E/d	3.90	3.80	3.65	4.55	4.90	↔	Hold	3.80
HELI.CA	Misr Gedida Ho/d	21.27	20.75	19.50	23.50	25.50	↔	Hold	20.75
AINH.CA	Arab Investment Holding	0.49	0.46	0.40	0.52	0.64	↓	P.SELL	0.52
EGCH.CA	EGYPT CHEM IND/d	5.77	5.70	5.25	6.40	7.20	↔	Hold	5.70
EMFD.CA	EMAAR MISR DEV/d	3.14	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	6.43	6.20	5.80	7.00	7.70	↔	Hold	6.20
EGTS.CA	EGYPTIAN RESOR/d	1.91	1.90	1.83	2.06	2.13	↔	Hold	1.90
ORWE.CA	ORIENTAL WEAVE/d	10.22	9.94	9.25	10.70	11.40	↔	Hold	9.25
IRON.CA	EGYPTIAN IR & /d	2.90	2.70	2.55	3.20	3.50	↓	P.SELL	3.20
ACGC.CA	ARAB COTTON GI/d	1.74	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.