

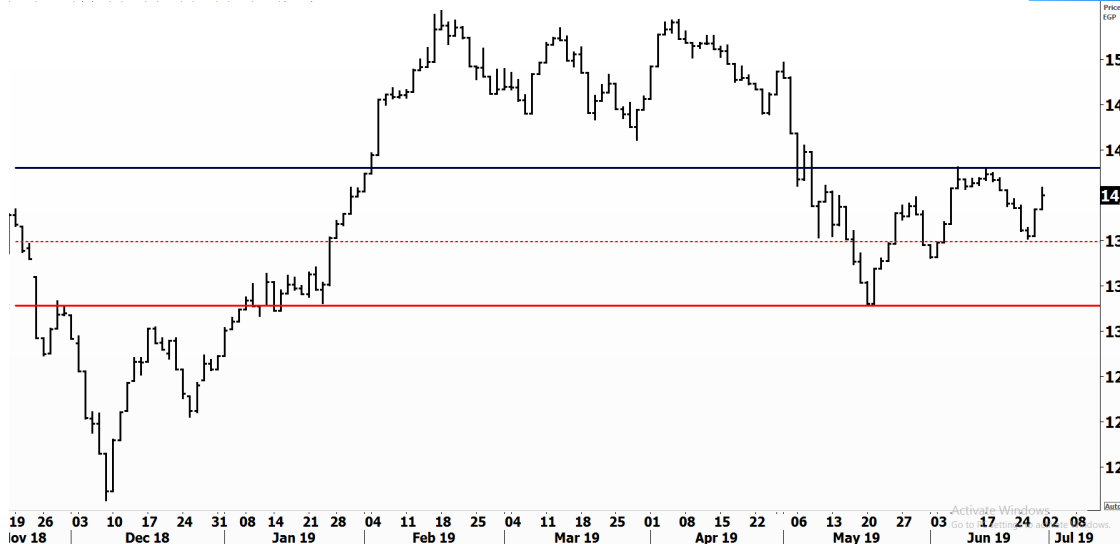


PIONEERSECURITIES

TECH TO THE POINT

2-Jul-19

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



Last	14,100.74
High Today	14,150.08
Low Today	14,006.99
Volume	M 251.880
First Support	13,800.00
Second Support	13,300.00
First Resistance	14,300.00
Second Resistance	14,600.00
Stop Loss	13,800.00

HISTORICAL RETURN %	
1 WEEK	1.95%
1 MONTH	2.99%
1 QUARTER	-7.03%
1 YEAR	-13.82%
YTD	8.17%

Analysis

The market witnessed selling pressure on the last trading day as most of the stocks were not able to maintain their highs. The EGX 30 index closed at 14,100, near its important resistance that lies at 14,300. As we mentioned before, our formal buy signal will be triggered at the break of 14,300; such a breakout will signal the end of the current correction.

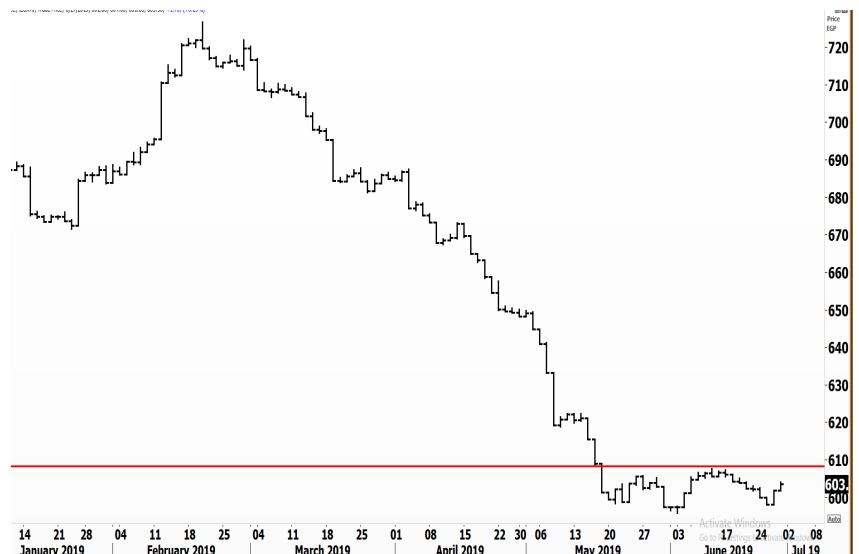
On the other hand, a new bottom has been created at 13,800; this is where our new stop will be placed. If the market is strong and wants to break upwards, it should not violate 13,800.

Egyptian Exchange Small Caps Index EGX70


Analysis

Investors who want to buy small caps stocks are recommended to wait for a clear break above 608 before entering. As we mentioned before, the index looks like it is bottoming; if we break on a weekly basis above the 608-610 level this bottoming will be confirmed and a strong rise will follow.

It is important though not to break the low of this sideways range. We are not expecting to break this low; however, if this happens, it will not be considered as a positive scenario for small caps.



Resistance


HRHO  Broke 17 with relatively high volumes, closing at 17.2 at the end of the session. It is important to note that the stock witnessed a higher low on the weekly chart. The bullishness will be confirmed if the 18 level is broken on a weekly basis. A breakout above this major resistance will signal the continuation of the stock's uptrend.

Support


No stocks broke their support yesterday


Testing

Support

COMI  The stock is currently witnessing a sideways range with a support around 72.3. If a rebound occurs from this level, COMI will probably have a higher probability to break its peak that lies currently at 75.3-75.5.

Resistance

ATQA  Witnessed a strong rise followed by a healthy sideways range, which is expected to be broken upwards. A break above 3.07 will trigger a buy signal and our target will be set around 3.4.

EGTS  The stock closed near its resistance that lies at 2.1. It is important to note that this resistance is strong and that sellers should be strong here. A break above 2.1 will be bullish for the stock and a break above the peak will be expected. On the other hand, any decline from current levels will meet support near 2.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	73.00	72.00	70.55	76.00	77.00	↔	Hold	72.00
EAST.CA	EASTERN CO	15.45	15.20	14.60	16.00	16.70	↔	Hold	15.20
SWDY.CA	ELSWEDY ELECTRIC	14.20	13.25	12.80	14.40	14.80	↔	Hold	12.80
TMGH.CA	TALAT MOSTAFA	10.62	10.10	9.60	11.00	11.60	↔	Hold	10.10
ACAMD.CA	Arab Co. for Asset Management	2.45	2.26	2.19	2.46	2.60	↔	Hold	2.26
EKHO.CA	EGYPT KUWAIT HLD	1.34	1.30 \$	1.25 \$	1.40 \$	1.48 \$	↓	P.SELL	1.48
HRHO.CA	EFG HERMES HOLD	17.20	16.00	15.10	17.55	17.90	↔	Hold	16.00
GTHE.CA	GLOBAL TELECO	4.81	4.45	4.05	4.90	5.15	↔	Hold	4.45
AMOC.CA	ALX MINERAL OILS	4.44	4.25	3.80	5.00	5.50	↔	Hold	4.45
MNHD.CA	MEDINET NASR HOU	5.12	4.90	4.55	5.44	5.70	↔	Hold	5.70
CIRA.CA	Cairo Investment & Real Estate	9.80	9.60	9.00	10.70	11.70	↓	P.SELL	11.70
OCDI.CA	6TH OCT DEV INV	13.75	13.20	12.70	14.60	15.30	↔	Hold	13.20
JUFO.CA	JUHAYNA FOOD IND	10.32	10.00	9.00	11.25	12.50	↓	P.SELL	12.50
ESRS.CA	EZZ STEEL	11.40	10.20	9.00	12.55	13.50	↔	Hold	11.00
ETEL.CA	TELECOM EGYPT	13.70	13.10	12.50	14.25	15.00	↔	Hold	13.10
CCAP.CA	CITADEL CAPITAL	3.80	3.44	3.32	3.93	4.00	↑	P.Buy	3.44
SRWA.CA	Sarwa Capital Holding	5.40	5.00	4.70	5.80	6.00	↓	P.SELL	6.00
PHDC.CA	PALM HILL DEV CO	2.37	2.27	2.10	2.47	2.67	↔	Hold	2.27
AUTO.CA	GB AUTO S.A.E	4.10	4.04	3.85	4.55	4.90	↓	P.SELL	4.55
HELI.CA	Misr Gedida Hou	23.49	20.75	19.50	23.50	25.50	↔	Hold	20.75
AINH.CA	Arab Investment Holding	0.50	0.46	0.40	0.56	0.64	↓	P.SELL	0.64
EGCH.CA	EGYPT CHEM IND	5.94	5.60	5.25	6.30	7.00	↑	Hold	5.60
EMFD.CA	EMAAR MISR DEV	3.12	2.95	2.85	3.35	3.60	↔	Hold	2.95
OIH.CA	ORASCOM INVESTMENT HOLDING	0.62	0.60	0.55	0.63	0.68	↑	P.Buy	0.55
ORHD.CA	ORASCOM DEV	6.70	6.20	5.80	6.75	7.00	↔	Hold	6.20
EGTS.CA	EGYPTIAN RESORTS	2.07	1.93	1.91	2.09	2.17	↔	Hold	1.93
ORWE.CA	ORIENTAL WEAVERS	10.28	9.94	9.25	10.70	11.40	↔	Hold	9.25
IRON.CA	EGYPTIAN IR & ST	3.25	3.15	2.90	3.50	3.70	↔	Hold	3.15
ACGC.CA	ARAB COTTON GIN.	1.80	1.77	1.68	1.95	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

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.