

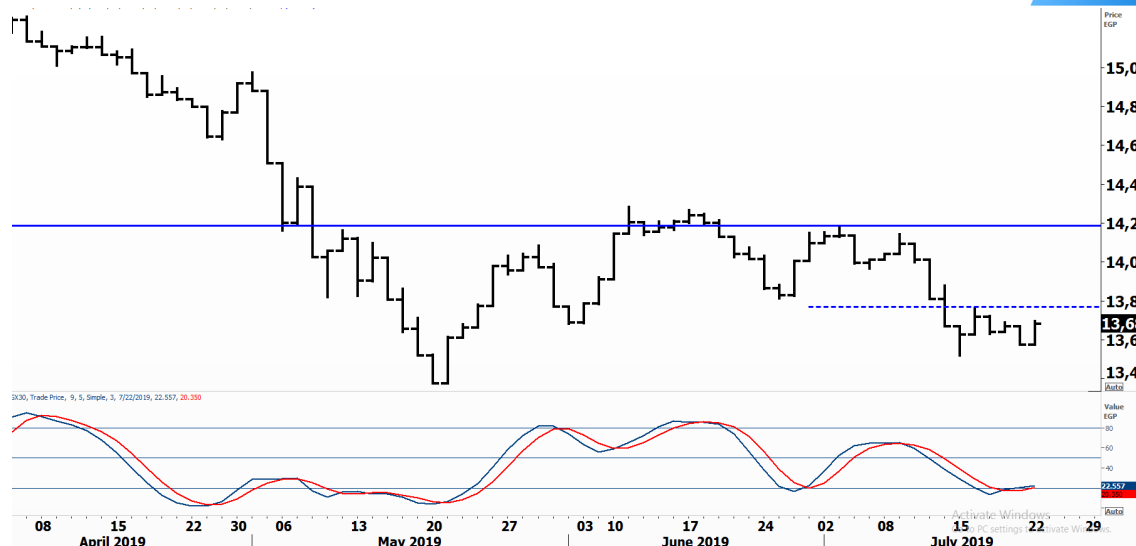


PIONEERSECURITIES

TECH TO THE POINT

24-Jul-19

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



Last	13,684.57
High Today	13,699.47
Low Today	13,576.18
Volume	M 66.108
First Support	13,500.00
Second Support	13,300.00
First Resistance	13,800.00
Second Resistance	14,300.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	0.42%
1 MONTH	-2.56%
1 QUARTER	-7.54%
1 YEAR	-10.58%
YTD	4.98%

Analysis

Let us look at the EGX 30 index as it is approaching a minor level that can be considered as an early entry signal. The 13,770-13,800 level is the recently formed minor peak. A break above this level will trigger a short-term buy signal as our target will be set around 14,200-14,300. As we know, a break above the latter range will confirm the end of the current major correction.

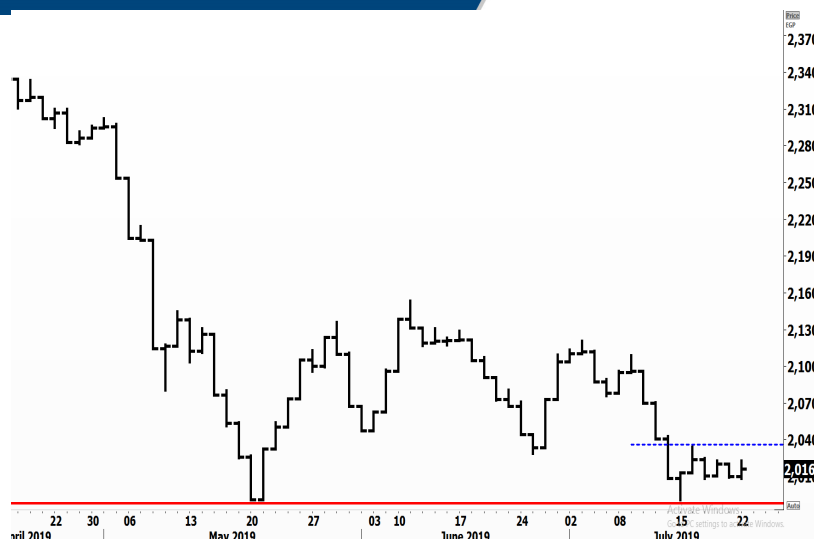
Those who are waiting for an early signal to enter the market are recommended to step in if the index breaks above 13,800. Such a breakout will be considered as a positive sign for the market.

Egyptian Exchange Equal Weights Index EGX50


Analysis


The EGX 50 index closed at 2,016 and is currently near a minor resistance (2,035). As is the case with the EGX 30, the 50 index also possesses a minor level that can be used as an early signal. The 2,035 level should be used as an entry signal for those who are short-term in nature.

As we have been mentioning lately, we are positive on the market and we are viewing all the extreme pessimism in the market place as a signal of a significant market bottom.



Resistance

ASCM  Broke 6.1 with high volumes and closed at 6.44 at the end of the session. Those who want to step in are recommended to wait for a confirmation; such a confirmation will occur if the stock breaks 6.65.

COSG  Closed clearly above 6.1, confirming the breakout. We believe that COSG can reach 7.25.


Support

No stocks broke their support yesterday

Testing

Support

TMGH  Closed at 10.25 at the end of the session, approaching its support that lies around 10.1. We are not expecting a break below this support. If this happens, however, stops will be triggered.

AIH  Hovering around its support that lies at 0.47. The inability of AIH to rebound from current levels is not a good sign for the stock. A violation below 0.47 will trigger another stop loss.

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	72.60	70.55	69.00	73.00	75.20	↔	Hold	69.00
EAST.CA	EASTERN CO/d	15.40	15.20	14.60	16.00	16.70	↔	Hold	15.20
SWDY.CA	ELSWEDY ELECTR/d	13.40	12.80	11.85	13.60	14.40	↔	Hold	12.80
TMGH.CA	TALAT MOSTAFA/d	10.25	10.10	9.60	11.00	11.60	↔	Hold	10.10
ACAMD.CA	Arab Co. for Asset Management	2.35	2.13	1.98	2.37	2.46	↔	Hold	2.46
EKHO.CA	EGYPT KUWAIT H/d	1.27	1.25 \$	1.18 \$	1.36 \$	1.48 \$	↓	P.SELL	1.36
HRHO.CA	EFG HERMES HOL/d	16.60	16.39	15.85	17.00	17.70	↔	Hold	15.85
GTHE.CA	GLOBAL TELECO/d	4.94	4.75	4.45	5.15	5.28	↔	Hold	4.45
AMOC.CA	ALX MINERAL OI/d	4.00	3.80	3.40	4.30	4.60	↔	Hold	3.80
MNHD.CA	MEDINET NASR H/d	4.90	4.70	4.55	5.05	5.24	↔	Hold	5.24
CIRA.CA	Cairo Investment & Real Estate	11.00	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	13.65	14.25	↔	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	8.27	7.50	6.50	9.94	10.75	↓	P.SELL	9.94
ETEL.CA	TELECOM EGYPT/d	14.00	13.50	13.00	14.25	15.00	↑	Hold	13.20
CCAP.CA	CITADEL CAPITA/d	3.76	3.67	3.50	3.90	4.02	↑	Hold	3.67
SRWA.CA	Sarwa Capital Holding	5.31	5.00	4.70	5.80	6.00	↓	P.SELL	6.00
PHDC.CA	PALM HILL DEV /d	2.15	2.10	1.96	2.30	2.45	↓	P.SELL	2.30
AUTO.CA	GB AUTO S.A.E/d	3.85	3.80	3.65	4.00	4.30	↔	Hold	3.80
HELI.CA	Misr Gedida Ho/d	20.98	20.70	19.50	22.25	23.85	↔	Hold	20.70
AINH.CA	Arab Investment Holding	0.47	0.46	0.40	0.52	0.64	↓	P.SELL	0.52
EGCH.CA	EGYPT CHEM IND/d	5.64	5.60	5.25	5.90	6.40	↔	Hold	5.60
EMFD.CA	EMAAR MISR DEV/d	3.17	3.07	2.95	3.35	3.60	↔	Hold	2.95
OIH.CA	ORASCOM INVESTMENT HOLDING	0.67	0.64	0.62	0.72	0.74	↑	Hold	0.62
ORHD.CA	ORASCOM DEV/d	6.46	6.20	5.80	6.66	7.00	↔	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	10.13	9.94	9.25	10.45	10.85	↔	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	1.74	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.