

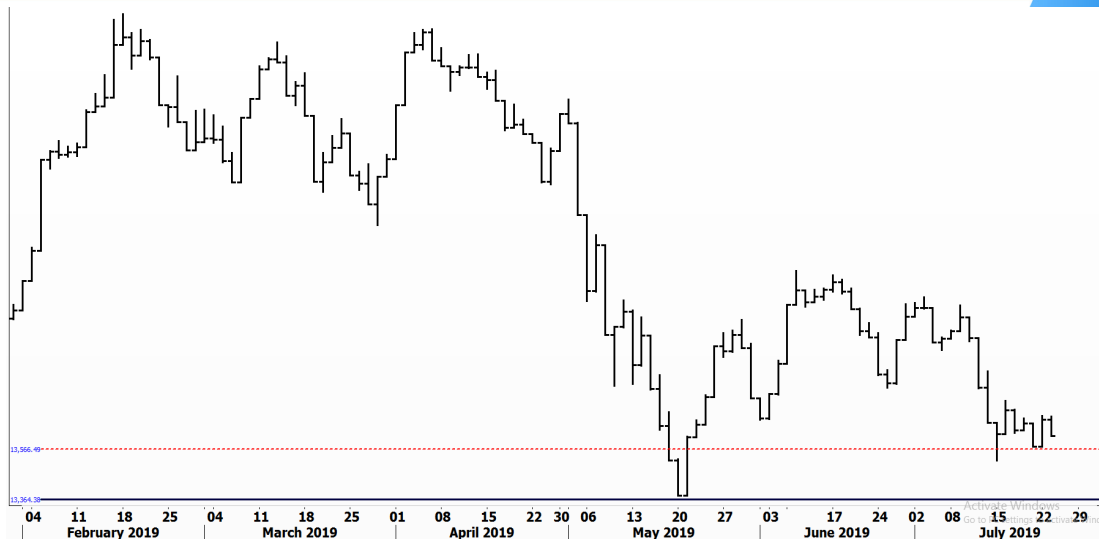


PIONEERSECURITIES

TECH TO THE POINT

25-Jul-19

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



Last	13,617.89
High Today	13,698.58
Low Today	13,617.89
Volume	M 97.597
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	-0.18%
1 MONTH	-1.80%
1 QUARTER	-7.80%
1 YEAR	-12.03%
YTD	4.47%

Analysis

The market began the session strong but sellers appeared in the second half of the session to lead to a harsh decline that sent most of the stocks near their lows; in addition to that, some stocks broke their support levels.

The EGX 30 index closed at 13,617; the 13,550 is the first minor support, while second support lies at 13,300.

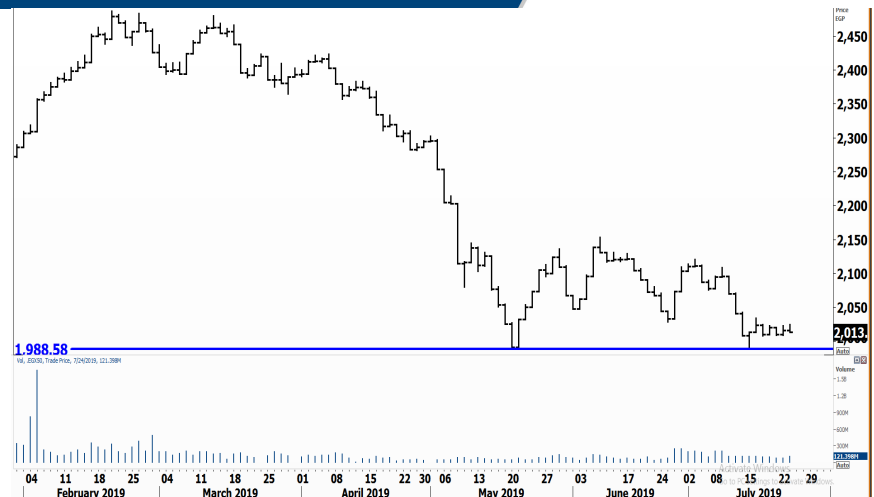
Those who are very short-term in nature can place their stop below 13,550, while the second stop will be placed below 13,300.

Egyptian Exchange Equal Weights Index EGX50

Analysis

It is important to note that the 2,000 level on the EGX 50 coincides with the 12,000 on the EGX 30 index. Thus, if this level is broken downwards, it will have bearish implications on the overall market performance.


We believe, however, that the market is in a bottoming phase, during such bottoming formations, support levels are broken. Nonetheless, stops should always be respected in all cases, even if we are expecting a rise to come. In other words, a break below 2,000 will trigger our stops and we will repurchase at the first sign of strength





Resistance

No stocks broke their resistance yesterday

Support

MOIL  Violated 0.35 sharply and closed at 0.338. The stock is expected to reach 0.3 as a minimum target. Position holders are recommended to sell.


PHDC  Was not able to respect its support levels; breaking 2.3 at first, and then destroying the 2.15 and 2.1 levels to close at 2.08. PHDC's low lies at 1.95; we expect a rebound as the stock approaches this level. We do not recommend buying, however, until a clear rebound appears.

AIH  If AIH does not rebound from here it will be eligible to reach 0.33. The stock is still an underperformer after the company's capital increase announcement that took the stock from 0.63 to 0.46 in only three sessions. We recommend investors to avoid the stock until buying power appears clearly.

Testing

Support

AMOC  The 3.8 is the current important support for AMOC. If this level is violated, stops will be triggered and more decline will be expected. For now, we are expecting a rebound from 3.8.

OCDI  The 13 is the first support, followed by 12.68. Those who want to place their stop correctly, should use 12.65; on the other hand, investors who cannot bear the risk are recommended to use 13 as their stop

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	71.40	70.55	69.00	73.00	75.20	↔	Hold	69.00
EAST.CA	EASTERN CO/d	15.35	15.20	14.60	16.00	16.70	↔	Hold	15.20
SWDY.CA	ELSWEDY ELECTR/d	13.15	12.80	11.85	13.60	14.40	↔	Hold	12.80
TMGH.CA	TALAT MOSTAFA/d	10.10	10.10 *	9.60	11.00	11.60	↔	Hold	10.10
ACAMD.CA	Arab Co. for Asset Management	2.30	2.13	1.98	2.37	2.46	↔	Hold	2.46
EKHO.CA	EGYPT KUWAIT H/d	1.25	1.25 * \$	1.18 \$	1.36 \$	1.48 \$	↓	P.SELL	1.36
HRHO.CA	EFG HERMES HOL/d	16.50	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	3.93	3.80	3.40	4.30	4.60	↔	Hold	3.80
MNHD.CA	MEDINET NASR H/d	4.75	4.70	4.55	5.05	5.24	↔	Hold	5.24
CIRA.CA	Cairo Investment & Real Estate	10.90	9.60	9.00	11.20	11.70	↓	P.SELL	11.70
OCDI.CA	6TH OCT DEV IN/d	13.09	12.70	11.50	13.65	14.25	↔	Hold	12.70
JUFO.CA	JUHAYNA FOOD I/d	9.94	9.00	8.50	10.50	11.20	↓	P.SELL	11.20
ESRS.CA	EZZ STEEL/d	8.30	7.50	6.50	9.94	10.75	↓	P.SELL	9.94
ETEL.CA	TELECOM EGYPT/d	13.96	13.50	13.00	14.25	15.00	↑	Hold	13.20
CCAP.CA	CITADEL CAPITA/d	3.64	3.67 *	3.50	3.90	4.02	↑	Hold	3.67
SRWA.CA	Sarwa Capital Holding	5.40	5.00	4.70	5.80	6.00	↓	P.SELL	6.00
PHDC.CA	PALM HILL DEV /d	2.08	1.96	1.80	2.30	2.45	↓	P.SELL	2.30
AUTO.CA	GB AUTO S.A.E/d	3.80	3.80 *	3.65	4.00	4.30	↔	Hold	3.80
HELI.CA	Misr Gedida Ho/d	20.97	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	5.58	5.60 *	5.25	5.90	6.40	↔	Hold	5.60
EMFD.CA	EMAAR MISR DEV/d	3.19	3.07	2.95	3.35	3.60	↔	Hold	2.95
OIH.CA	ORASCOM INVESTMENT HOLDING	0.65	0.64	0.62	0.72	0.74	↑	Hold	0.62
ORHD.CA	ORASCOM DEV/d	6.50	6.20	5.80	6.66	7.00	↔	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	10.26	9.94	9.25	10.45	10.85	↔	Hold	9.25
IRON.CA	EGYPTIAN IR & /d	2.86	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.