

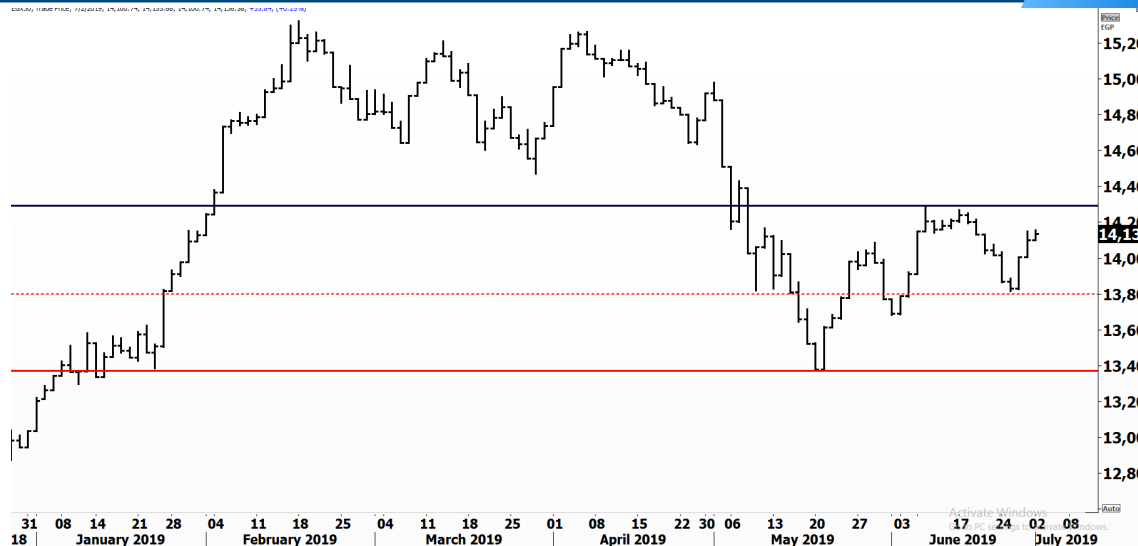


PIONEERSECURITIES

TECH TO THE POINT

3-Jul-19

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



Last	14,136.58
High Today	14,155.68
Low Today	14,100.74
Volume M	195.300
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	2.21%
1 MONTH	3.26%
1 QUARTER	-6.79%
1 YEAR	-13.60%
YTD	8.44%

Analysis

It is important to note that the 14,300 is currently our key level; a break above it will be a signal of a potential strong rise. On the other hand, our stop has been altered to be below 13,800.

Thus, if the 13,800 is violated our stops will be triggered; as for our expectations, we believe that if a decline occurs from current levels it will not break below support. In other words, we are expecting a breakout above 14,300, even if the market witnesses a slight decline before the breakout.

Those who are fully invested can reduce exposure slightly as the EGX 30 index is approaching the 14,300 area; if this level is broken upwards, however, re-entry will be recommended and our target will be set around 15,200

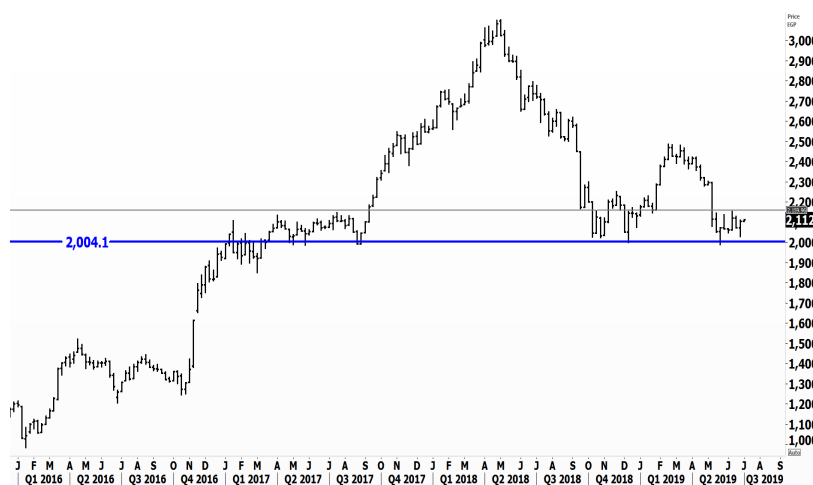
Egyptian Exchange Equal Weights Index EGX50

Analysis


The weekly chart of the EGX 50 index shows the major support at 2,000 which was able to halt the market decline in two occasions; between Oct and Dec 2018, and then during May 2019. This confirms the importance of the 2,000 level on the EGX 50 index.


Our confirmation of strength will first appear at a break above 2,150; this is a minor peak that does not appear clearly on the weekly chart, but its breakout will be bullish for the index as we will be eligible to approach the first major peak that lies near 2,500.

Thus, investors who want to be more aggressive in their buying action are recommended to wait for a confirmed breakout above 2,150.



Resistance

ETEL  Broke 14.3 upwards with relatively high volumes, closing at 14.59. If ETEL continues trading above 14.3 this breakout will be confirmed and our target will be set near 15.5.

EGCH  The stock was able to break above 6.2 and closed at 6.29 with high volumes. Intraday declines are chances to step in; our target lies near 7.2.


Support


No stocks broke their support yesterday


Testing

Support

Resistance

HRHO  The stock is testing its major resistance that lies at 18. This is a very important peak and its breakout will be considered major. A decline from here will probably not go below 17. If the 18 level is broken upwards on a weekly basis, our first target will be set around 20.5-21.

MENA  The stock looks bullish, especially after it broke above 2.75. Despite that the 2.9 might be a minor hurdle for the stock, we are expecting a continuation of the current rise. Our target lies near 3.2.

EMFD  The 3.3-3.35 area is our current resistance. We do not recommend stepping in aggressively until this resistance is broken upwards. A confirmed breakout above 3.35 will be considered bullish for the stock.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	73.11	72.00	70.55	75.30	77.00	↔	Hold	72.00
EAST.CA	EASTERN CO/d	15.25	15.20	14.60	16.00	16.70	↔	Hold	15.20
SWDY.CA	ELSWEDY ELECTR/d	14.26	13.25	12.80	14.40	14.80	↔	Hold	12.80
TMGH.CA	TALAT MOSTAFA/d	10.76	10.10	9.60	11.00	11.60	↔	Hold	10.10
ACAMD.CA	Arab Co. for Asset Management	2.40	2.26	2.19	2.46	2.60	↔	Hold	2.26
EKHO.CA	EGYPT KUWAIT H/d	1.33	1.30 \$	1.25 \$	1.40 \$	1.48 \$	↓	P.SELL	1.48
HRHO.CA	EFG HERMES HOL/d	17.66	17.00	16.00	17.90	18.50	↑	Hold	17.00
GTHE.CA	GLOBAL TELECO/d	4.85	4.45	4.05	4.90	5.15	↔	Hold	4.45
AMOC.CA	ALX MINERAL OI/d	4.50	4.25	3.80	5.00	5.50	↔	Hold	4.45
MNHD.CA	MEDINET NASR H/d	5.17	4.90	4.55	5.44	5.70	↔	Hold	5.70
CIRA.CA	Cairo Investment & Real Estate	9.73	9.60	9.00	10.70	11.70	↓	P.SELL	11.70
OCDI.CA	6TH OCT DEV IN/d	13.77	13.55	12.70	14.70	15.30	↔	Hold	13.55
JUFO.CA	JUHAYNA FOOD I/d	10.07	10.00	9.00	11.25	12.50	↓	P.SELL	12.50
ESRS.CA	EZZ STEEL/d	11.25	10.20	9.00	12.55	13.50	↔	Hold	11.00
ETEL.CA	TELECOM EGYPT/d	14.59	14.20	13.50	15.30	15.85	↑	P. Buy	13.50
CCAP.CA	CITADEL CAPITA/d	3.85	3.44	3.32	3.93	4.00	↑	P. Buy	3.44
SRWA.CA	Sarwa Capital Holding	5.35	5.00	4.70	5.80	6.00	↓	P.SELL	6.00
PHDC.CA	PALM HILL DEV /d	2.41	2.27	2.10	2.47	2.67	↔	Hold	2.27
AUTO.CA	GB AUTO S.A.E/d	4.20	4.04	3.85	4.55	4.90	↔	Hold	4.55
HELI.CA	Misr Gedida Ho/d	23.50	20.75	19.50	23.50 *	25.50	↔	Hold	20.75
AINH.CA	Arab Investment Holding	0.49	0.46	0.40	0.56	0.64	↓	P.SELL	0.64
EGCH.CA	EGYPT CHEM IND/d	6.29	5.70	5.25	6.40	7.20	↑	Hold	5.70
EMFD.CA	EMAAR MISR DEV/d	3.21	2.95	2.85	3.35	3.60	↔	Hold	2.95
OIH.CA	ORASCOM INVESTMENT HOLDING	0.67	0.62	0.60	0.68	0.71	↑	P. Buy	0.62
ORHD.CA	ORASCOM DEV/d	6.80	6.20	5.80	7.00	7.70	↔	Hold	6.20
EGTS.CA	EGYPTIAN RESOR/d	2.09	1.93	1.91	2.09 *	2.17	↔	Hold	1.93
ORWE.CA	ORIENTAL WEAVE/d	10.22	9.94	9.25	10.70	11.40	↔	Hold	9.25
IRON.CA	EGYPTIAN IR & /d	3.21	3.15	2.90	3.50	3.70	↔	Hold	3.15
ACGC.CA	ARAB COTTON GI/d	1.83	1.76	1.68	1.93	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.