

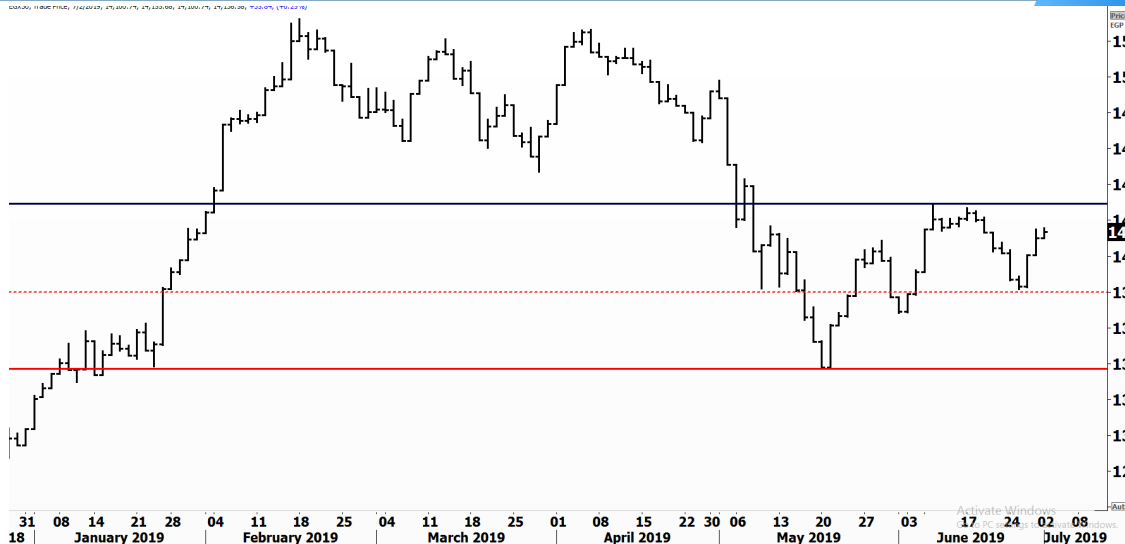


PIONEERSECURITIES

TECH TO THE POINT

4-Jul-19

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



Last	14,137.22
High Today	14,178.31
Low Today	14,132.77
Volume	M 203.091
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	0.93%
1 MONTH	2.53%
1 QUARTER	-6.98%
1 YEAR	-13.91%
YTD	8.45%

Analysis

The market witnessed some selling pressure after the first hour of yesterday's session. The decline was not strong and sellers did not exert much selling pressure. The market is moving as expected, and might decline slightly from current levels, without breaking 13,800 downwards. As we mentioned before, a violation below 13,800 will trigger our stops.

As for the upside, nothing changed, we need to see a clear breakout above 14,300 to confirm the current strength. If this level is broken upwards, our target will be set near 15,200.

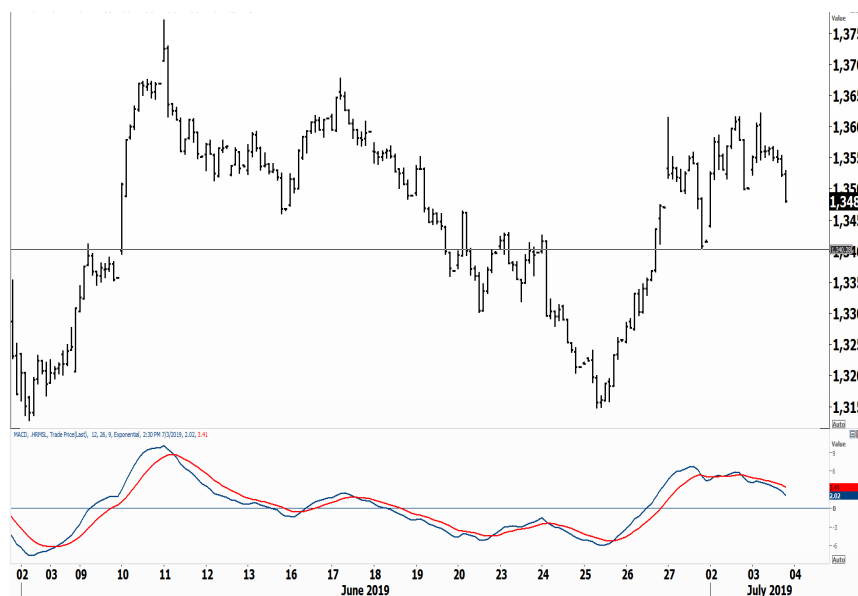
For now, those who want to reduce exposure slightly and repurchase either at a market decline or at a breakout above 14,300 can do that but they should be quick in their re-entry strategy.

Hermes Last Index, 30 minutes chart


Analysis

The intraday chart of the Hermes Last Index shows a minor bottom at 1,340 on the index, while the high of this trading range lies at 1,362. Those who are very short-term in nature can place their stop below 1,340. A break below this level will not be a bearish scenario but can be a stop for speculators.

Our more important stop (which coincides with the 13,800 on the EGX 30 index) lies at 1,315.



Resistance


COSG  Broke 5.75 upwards to close at 5.84 at the end of the session. If this breakout is confirmed, the stock will probably approach 7. Those who have positions or are buying at the breakout are recommended to place their stop below 5.5.

Support


No stocks broke their support yesterday


Testing

Support

ESRS  The 10.75 is a support for ESRS. The stock, as we all know, is one of the worst performers in the stock market. It is important to note, however, that the 10.1 level should serve as a major support.

Resistance

OIH  The 0.686 level is the current resistance for OIH. The stock broke it in the second half of the session but declined at the end to close at 0.686 exactly at resistance. We expect OIH to break upwards; it is important to wait, however for a clear break above 0.686. If this happens, our next target will be set around 0.77.

ECAP  The stock is already witnessing a major uptrend, as we mentioned before. The 18.5 is the current minor hurdle. If ECAP continues trading above it, it will resume its major uptrend and our next target will be set around 21.5.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	73.01	72.00	70.55	75.30	77.00	↔	Hold	72.00
EAST.CA	EASTERN CO/d	15.33	15.20	14.60	16.00	16.70	↔	Hold	15.20
SWDY.CA	ELSWEDY ELECTR/d	14.39	13.25	12.80	14.40	14.80	↔	Hold	12.80
TMGH.CA	TALAT MOSTAFA/d	10.82	10.10	9.60	11.00	11.60	↔	Hold	10.10
ACAMD.CA	Arab Co. for Asset Management	2.36	2.26	2.19	2.46	2.60	↔	Hold	2.26
EKHO.CA	EGYPT KUWAIT H/d	1.31	1.30 \$	1.25 \$	1.40 \$	1.48 \$	↓	P.SELL	1.48
HRHO.CA	EFG HERMES HOL/d	17.65	17.00	16.00	17.90	18.50	↑	Hold	17.00
GTHE.CA	GLOBAL TELECO/d	4.87	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	5.10	4.90	4.55	5.44	5.70	↔	Hold	5.70
CIRA.CA	Cairo Investment & Real Estate	0.00	9.60	9.00	10.70	11.70	↓	P.SELL	11.70
OCDI.CA	6TH OCT DEV IN/d	13.61	13.55	12.70	14.70	15.30	↔	Hold	13.55
JUFO.CA	JUHAYNA FOOD I/d	10.17	10.00	9.00	11.25	12.50	↓	P.SELL	12.50
ESRS.CA	EZZ STEEL/d	10.79	10.75	9.00	12.55	13.50	↔	Hold	10.75
ETEL.CA	TELECOM EGYPT/d	14.60	14.20	13.50	15.30	15.85	↑	P.Buy	13.50
CCAP.CA	CITADEL CAPITA/d	3.90	3.75	3.50	3.93	4.00	↑	P.Buy	3.50
SRWA.CA	Sarwa Capital Holding	5.39	5.00	4.70	5.80	6.00	↓	P.SELL	6.00
PHDC.CA	PALM HILL DEV /d	2.43	2.27	2.10	2.47	2.67	↔	Hold	2.27
AUTO.CA	GB AUTO S.A.E/d	4.22	4.04	3.85	4.55	4.90	↔	Hold	4.55
HELI.CA	Misr Gedida Ho/d	23.17	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	6.27	5.70	5.25	6.40	7.20	↑	Hold	5.70
EMFD.CA	EMAAR MISR DEV/d	3.20	2.95	2.85	3.35	3.60	↔	Hold	2.95
OIH.CA	ORASCOM INVESTMENT HOLDING	0.69	0.62	0.60	0.74	0.84	↑	P.Buy	0.62
ORHD.CA	ORASCOM DEV/d	6.73	6.20	5.80	7.00	7.70	↔	Hold	6.20
EGTS.CA	EGYPTIAN RESOR/d	2.08	1.93	1.91	2.09	2.17	↔	Hold	1.93
ORWE.CA	ORIENTAL WEAVE/d	10.37	9.94	9.25	10.70	11.40	↔	Hold	9.25
IRON.CA	EGYPTIAN IR & /d	3.20	3.15	2.90	3.50	3.70	↔	Hold	3.15
ACGC.CA	ARAB COTTON GI/d	1.80	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.