

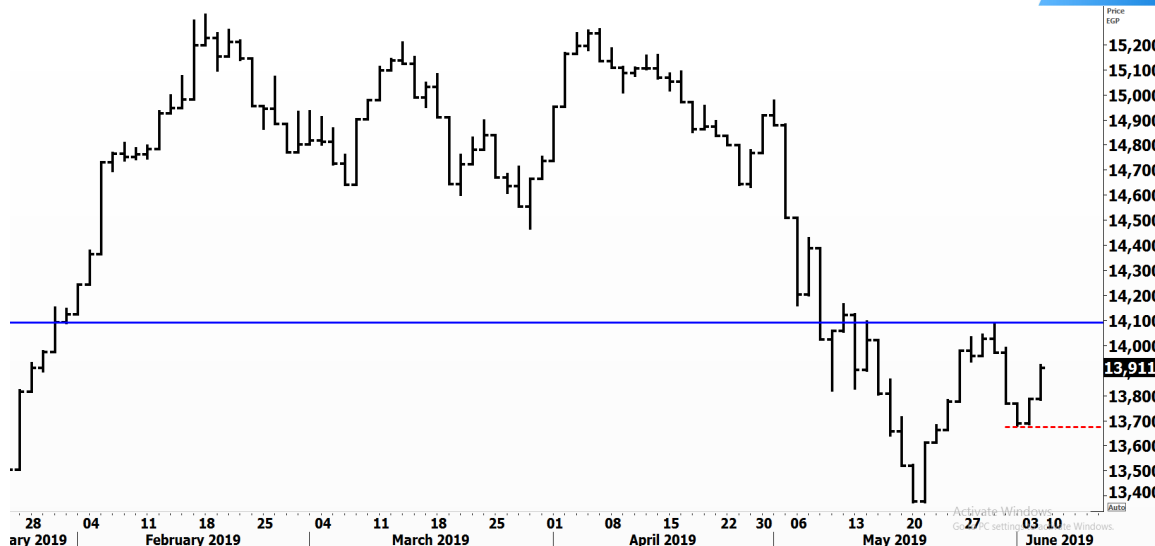


PIONEERSECURITIES

TECH TO THE POINT

10-Jun-19

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



Last	13,911.66
High Today	13,922.93
Low Today	13,785.29
Volume	M 43.475
First Support	13,680.00
Second Support	13,300.00
First Resistance	14,100.00
Second Resistance	14,500.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	1.61%
1 MONTH	-1.05%
1 QUARTER	-7.14%
1 YEAR	-12.64%
YTD	6.72%

Analysis

The index rose significantly yesterday despite that it was not that obvious in stocks. It is important to note, however, that the 13,680 level has now become an important bottom that should be used as a stop for new entries. Thus, a break below 13,680 will be our stop. On the other hand, we are still waiting for a breakout above 14,100; such a breakout, if it occurs, will probably be accompanied by better market breadth. Our buy signal will be triggered at the breakout above this peak.

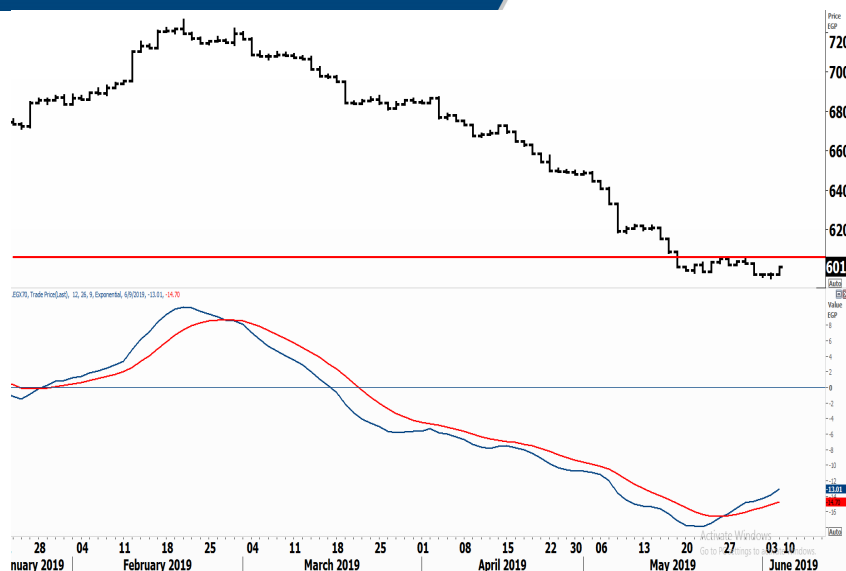
As for our expectations, we are currently getting more biased to the bullish side as long as the index is trading above 13,680.

Egyptian Exchange Small and Medium Caps Index EGX70


Analysis


Yesterday's rise approached the EGX 70 from its minor peak that lies at 605-606. We are waiting for a clear and confirmed breakout above this level before recommending to enter. The MACD indicator gave a significant bullish crossover, which hints that the breakout should occur soon.

Those who are out of small caps are recommended to enter at the breakout of 605-606 with an initial target at 620.



Resistance

UEGC  Broke above 0.54 and 0.55 with relatively high volumes, closing at 0.565 at the end of the session. Those who want to step in are recommended to place their stop below 0.54 and use the 0.64 level as their target.

ELWA  Broke 7.65 upwards and closed above it at the end of the session. The stock still has a hurdle at 8.12; if this level is broken upwards, a clearer buy signal will be triggered and our target will be set around 8.75.


Support


No stocks broke their support yesterday

Testing

Support

Resistance

ELEC  Closed exactly at its important peak that lies at 0.585. A break above this peak will lead ELEC to 1.816, which is the major resistance that appears on the monthly chart.

ORWE  The stock began to look better than before; we will recommend buying if the 9.97 is broken upwards. It is a minor resistance but its breakout will probably be significant. Our target (in case the stock breaks above 10) lies around 11.5.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	71.11	69.00	66.00	73.00	77.00	↓	P.SELL	77.00
EAST.CA	EASTERN CO	15.90	15.20	14.60	17.00	17.70	↓	P.SELL	17.70
SWDY.CA	ELSWEDY ELECTRIC	14.06	13.75	12.80	14.80	16.00	↓	P.SELL	16.00
TMGH.CA	TALAT MOSTAFA	10.56	10.10	9.60	11.00	11.60	↓	P.SELL	11.60
ACAMD.CA	Arab Co. for Asset Management	2.35	2.26	2.19	2.42	2.60	↓	P.SELL	2.60
EKHO.CA	EGYPT KUWAIT HLD	1.45	1.37 \$	1.30 \$	1.48 \$	1.55 \$	↔	Hold	1.48
HRHO.CA	EFG HERMES HOLD	16.49	15.85	15.10	16.50	17.00	↓	P.SELL	17.00
GTHE.CA	GLOBAL TELECO	4.70	4.30	4.05	4.75	4.90	↔	Hold	4.75
AMOC.CA	ALX MINERAL OILS	4.72	4.45	4.25	5.00	5.50	↓	P.SELL	5.50
MNHD.CA	MEDINET NASR HOU	6.09	5.60	5.45	6.30	6.75	↓	P.SELL	6.30
CIRA.CA	Cairo Investment & Real Estate	10.70	10.60	10.00	12.50	13.30	↔	Hold	10.00
OCDI.CA	6TH OCT DEV INV	13.15	12.85	12.55	13.90	14.60	↓	P.SELL	13.90
JUFO.CA	JUHAYNA FOOD IND	10.85	10.00	9.00	11.25	12.50	↓	P.SELL	12.50
ESRS.CA	EZZ STEEL	11.66	11.25	10.00	13.50	14.80	↓	P.SELL	15.60
ETEL.CA	TELECOM EGYPT	13.59	13.10	12.50	13.97	14.25	↓	P.SELL	14.25
CCAP.CA	CITADEL CAPITAL	3.53	3.32	3.20	3.60	3.81	↓	P.SELL	3.60
SRWA.CA	Sarwa Capital Holding	5.48	5.00	4.70	6.00	6.40	↓	P.SELL	6.00
PHDC.CA	PALM HILL DEV CO	2.43	2.38	2.27	2.67	2.87	↔	Hold	2.27
AUTO.CA	GB AUTO S.A.E	4.36	4.15	3.85	4.65	4.90	↓	P.SELL	4.65
HELI.CA	Misr Gedida Hou	20.88	19.00	18.50	22.00	23.30	↓	P.SELL	23.30
AINH.CA	Arab Investment Holding	0.61	0.55	0.50	0.61 *	0.66	↓	P.SELL	0.66
EGCH.CA	EGYPT CHEM IND	5.71	5.26	4.60	5.85	6.20	↓	P.SELL	5.85
EMFD.CA	EMAAR MISR DEV	3.16	3.06	2.95	3.35	3.60	↓	P.SELL	3.60
PIOH.CA	PIONEERS HLDG	6.43	6.25	5.70	6.80	7.20	↓	P.SELL	6.80
OIH.CA	ORASCOM INVESTMENT HOLDING	0.58	0.55	0.53	0.59	0.63	↓	P.SELL	0.59
ORHD.CA	ORASCOM DEV	6.40	6.20	5.80	6.75	7.00	↓	P.SELL	7.00
EGTS.CA	EGYPTIAN RESORTS	1.93	1.88	1.81	2.00	2.09	↓	P.SELL	2.00
ORWE.CA	ORIENTAL WEAVERS	9.90	9.25	8.90	10.00	10.70	↓	P.SELL	10.70
IRON.CA	EGYPTIAN IR & ST	3.33	3.15	2.90	3.50	3.70	↓	P.SELL	3.70
ACGC.CA	ARAB COTTON GIN.	1.83	1.77	1.65	1.95	2.05	↓	P.SELL	2.05

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

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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.