

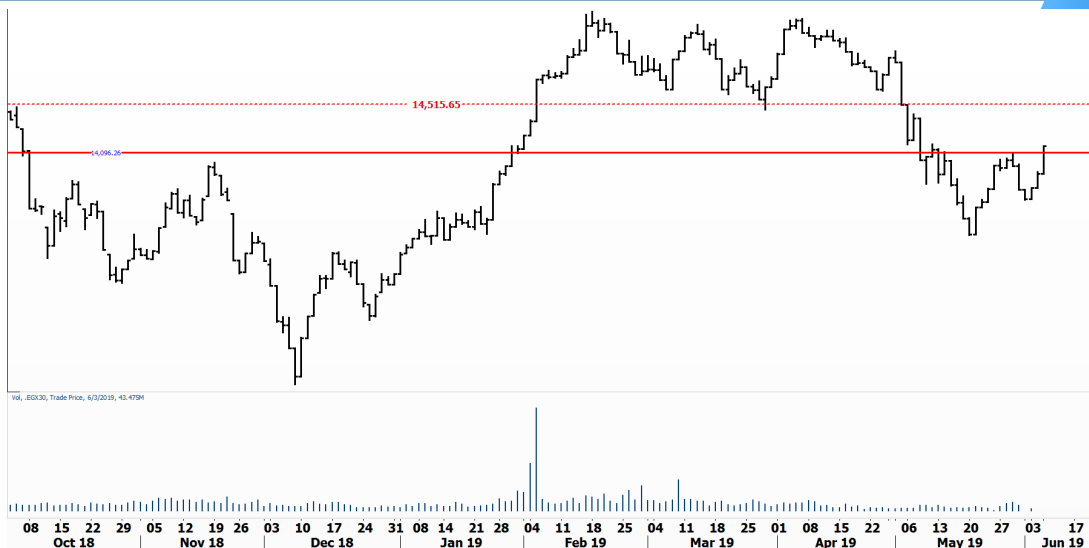


PIONEERSECURITIES

# TECH TO THE POINT

11-Jun-19

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



Last	14,148.88
High Today	14,148.88
Low Today	13,911.66
Volume	M 141.237
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	2.62%
1 MONTH	0.63%
1 QUARTER	-6.29%
1 YEAR	-12.35%
YTD	8.54%

## Analysis

The EGX 30 index is currently breaking upwards (as expected) and should continue its rise if this breakout is confirmed today. Volumes began to improve as well as market breadth. If the index continues trading today above 14,100, our next target will be set near 14,500-14,600; we will monitor the market to see how it will react at this resistance.

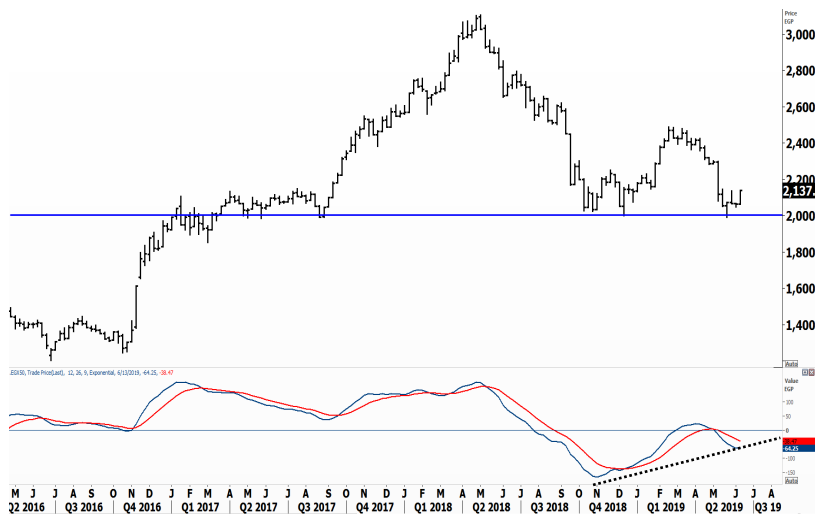
It is obvious on the daily chart that the index created a clear higher low and is witnessing a higher high; this turned the short-term trend to up. As for the long-term picture, the confirmation that the major correction ended will occur at the break above 15,300. For now, however, we will watch the 14,500-14,600 area first and see how the market will react there.

## Egyptian Exchange Equal Weights Index EGX50


### Analysis


The EGX 50 index tested its major support that lies at 2,000, which coincides with 12,000 on the EGX 30 index. This major support was able to halt the decline and a rebound began to take place.


The weekly MACD indicator is on the verge of witnessing a new bullish crossover; the importance of this signal (if it occurs) is that it comes with a clear higher low on the indicator. If this bullish crossover occurs on the MACD, the next rise will probably be strong, which might lead the EGX 50 index near 2,400 once again.





## Resistance

**CCAP**  Broke its resistance that lies at 3.6 sharply, closing clearly higher. CCAP is a buy and is expected to reach 4 very soon. Intraday declines are chances to step in. Those who open new positions should place their initial stops below yesterday's low that lies at 3.54.

**MNHD**  Despite that the stock did not close at the highs, it broke above 5.25 and closed above it. Yesterday's volumes were not high enough, but we believe that the stock can reach 6 if the current market rise continues

**AIH**  The stock witnessed a minor higher low and higher high on the daily chart, reversing its trend to up. The breakout above 0.61 came on relatively high volumes; we expect AIH to reach 0.67 soon.

**ETEL**  The stock broke above 14 yesterday with high volumes. Stepping in is recommended with a stop below 13.65 and a target at 15-15.5.

**EGAL**  Broke 15 upwards, closing at 15.35 at the end of the session. EGAL is a short-term buy with a target around 17.5.


## Support


No stocks broke their support yesterday


## Testing

### Support

### Resistance

**HELI**  The 22 level is the current resistance for the stock. A break above this level will trigger a buy signal with a target around 25.

**ECAP**  The 17.35-17.5 is an important resistance area for ECAP. A break above this range will trigger a buy signal with a target around 20.

**ORWE**  Broke its resistance yesterday sharply as it was expected, and closed at 10.7 with relatively high volumes. We believe that the 11-11.25 area might serve as resistance for the stock, especially after yesterday's sharp rise. Those who want to step in are recommended to buy at intraday dips; the 10.25 level is a good price.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	73.00	69.00	66.00	73.00*	77.00	↔	Hold	77.00
EAST.CA	EASTERN CO	16.35	15.20	14.60	17.00	17.70	↔	Hold	17.70
SWDY.CA	ELSWEDY ELECTRIC	14.25	13.75	12.80	14.80	16.00	↔	Hold	16.00
TMGH.CA	TALAT MOSTAFA	10.90	10.10	9.60	11.00	11.60	↔	Hold	11.60
ACAMD.CA	Arab Co. for Asset Management	2.41	2.26	2.19	2.44	2.60	↔	Hold	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	16.70	15.85	15.10	17.00	17.55	↔	Hold	17.00
GTHE.CA	GLOBAL TELECO	4.73	4.30	4.05	4.75	4.90	↔	Hold	4.75
AMOC.CA	ALX MINERAL OILS	4.71	4.45	4.25	5.00	5.50	↔	Hold	5.50
MNHD.CA	MEDINET NASR HOU	5.35	4.75	4.55	5.45	5.70	↔	Hold	4.75
CIRA.CA	Cairo Investment & Real Estate	10.90	10.60	10.00	11.74	12.50	↔	Hold	10.00
OCDI.CA	6TH OCT DEV INV	13.71	12.85	12.55	13.90	14.60	↔	Hold	13.90
JUFO.CA	JUHAYNA FOOD IND	10.80	10.00	9.00	11.25	12.50	↓	P.SELL	12.50
ESRS.CA	EZZ STEEL	11.93	11.25	10.00	13.50	14.80	↓	P.SELL	15.60
ETEL.CA	TELECOM EGYPT	14.18	13.10	12.50	14.25	15.00	↔	Hold	14.25
CCAP.CA	CITADEL CAPITAL	3.73	3.32	3.20	3.80	3.93	↔	Hold	3.32
SRWA.CA	Sarwa Capital Holding	5.60	5.00	4.70	6.00	6.40	↓	P.SELL	6.00
PHDC.CA	PALM HILL DEV CO	2.50	2.38	2.27	2.67	2.87	↔	Hold	2.27
AUTO.CA	GB AUTO S.A.E	4.40	4.15	3.85	4.65	4.90	↓	P.SELL	4.65
HELI.CA	Misr Gedida Hou	21.79	19.00	18.50	22.00	23.30	↔	Hold	23.30
AINH.CA	Arab Investment Holding	0.62	0.55	0.50	0.66	0.71	↔	Hold	0.66
EGCH.CA	EGYPT CHEM IND	5.83	5.26	4.60	5.85	6.20	↔	Hold	5.85
EMFD.CA	EMAAR MISR DEV	3.26	3.06	2.95	3.35	3.60	↔	Hold	3.60
PIOH.CA	PIONEERS HLDG	6.63	6.25	5.70	6.80	7.20	↔	Hold	6.80
OIH.CA	ORASCOM INVESTMENT HOLDING	0.59	0.55	0.53	0.59 *	0.63	↔	Hold	0.59 *
ORHD.CA	ORASCOM DEV	6.66	6.20	5.80	6.75	7.00	↔	Hold	7.00
EGTS.CA	EGYPTIAN RESORTS	1.96	1.88	1.81	2.00	2.09	↔	Hold	2.00
ORWE.CA	ORIENTAL WEAVERS	10.70	9.94	9.25	10.70 *	11.40	↔	Hold	9.25
IRON.CA	EGYPTIAN IR & ST	3.43	3.15	2.90	3.50	3.70	↔	Hold	3.50
ACGC.CA	ARAB COTTON GIN.	1.89	1.77	1.65	1.95	2.05	↔	Hold	1.95

## 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.