

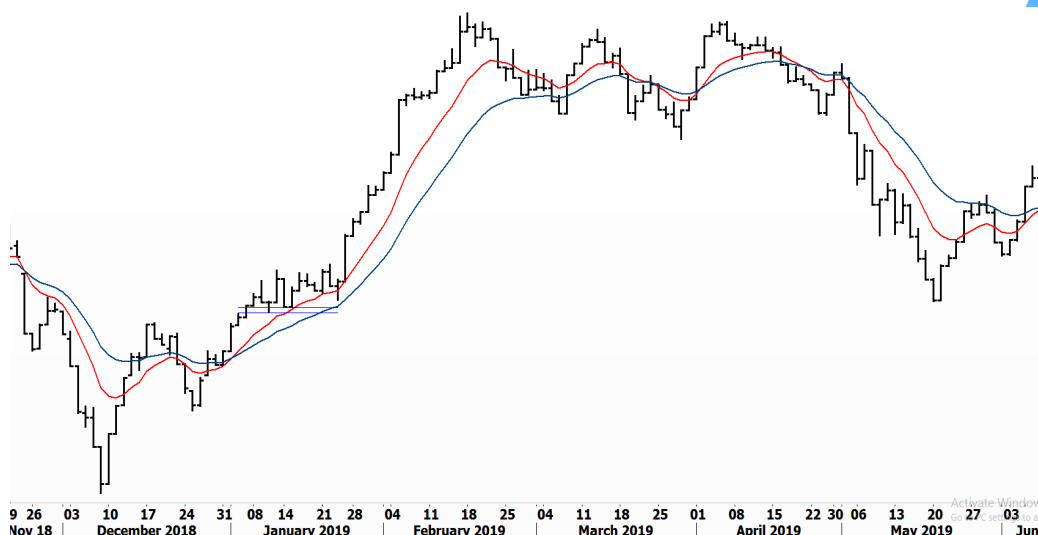


PIONEERSECURITIES

# TECH TO THE POINT

13-Jun-19

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



Last	14,158.11
High Today	14,207.81
Low Today	14,141.80
Volume	M 102.125
First Support	14,050.00
Second Support	13,680.00
First Resistance	14,500.00
Second Resistance	15,000.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	2.69%
1 MONTH	1.81%
1 QUARTER	-6.40%
1 YEAR	-11.17%
YTD	8.61%

## Analysis

Yesterday's session was stable as the index declined slightly but it was obvious that buyers were there. As we mentioned, buyers step in at market declines. We believe, thus, that declines are chances to buy. If the EGX 30 succeeds to trade above 14,100 the next move will be strong and we will probably approach 15,000.

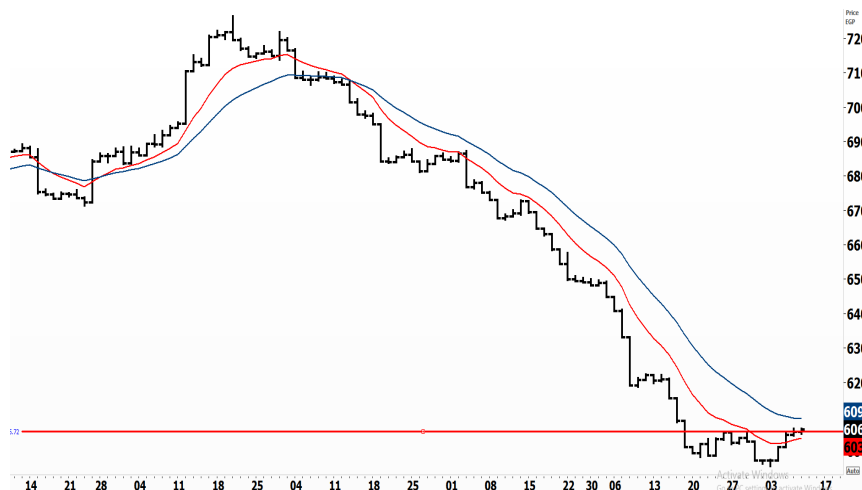
Our current view is more biased to the bullish side as we have seen lately many signs of a market bottom. We have talked before about the extreme pessimism that market participants suffered from, which was the essence of the market rise that began to take place few days ago.

## Egyptian Exchange Small Caps Index EGX70


### Analysis


We would like to talk about the EGX 70 index today as we are expecting a big rise to come. The index looks like it is bottoming and preparing itself for a significant move. If the 605 level is clearly broken to the upside, the EGX 70 will probably begin a nice upward move. For more confirmation, the 10 and 20 days moving average next positive crossover will add to the bullish picture.

Those who want to buy are recommended to wait for a clear and confirmed breakout above 605-606.



## Resistance

**HELI**  Witnessed a buy signal by breaking 22 upwards with high volumes. We recommend stepping in at current levels with a stop below 21.5 and a target around 26.5.


**RTVC**  Yesterday's high volumes is considered as a bullish signal. The stock is only intended to retail investors who can take high risks. If the current rise continues, our next target will be set at 3.4.


## Support

No stocks broke their support yesterday

## Testing


### Support

**SWDY**  The 13.7-13.8 range is the support for SWDY. The stock was able to rebound from this support but is not able yet to break upwards. Our buy signal will be triggered at a breakout above 14.8. A break above this level will trigger a new buy with a target at 16.5.

**PACH**  We do not recommend stepping in because of the stock's underperformance; support lies at 24, but we do not recommend the stock until 26.8 is clearly broken upwards.

### Resistance

**OCDI**  A break above 13.9 with high volumes will trigger a buy signal. Thus, we recommend investors to step in at this breakout with a target at 15.5.

**EDBM**  Approaching 8.23 with should serve as a strong resistance. Position holders can reduce their exposure near this resistance and place their re-entry at a clear breakout above 8.25

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	74.03	69.00	66.00	76.00	77.00	↔	Hold	77.00
EAST.CA	EASTERN CO	15.90	15.20	14.60	17.00	17.70	↔	Hold	17.70
SWDY.CA	ELSWEDY ELECTRIC	14.17	13.75	12.80	14.80	16.00	↔	Hold	16.00
TMGH.CA	TALAT MOSTAFA	10.43	10.10	9.60	11.00	11.60	↔	Hold	11.60
ACAMD.CA	Arab Co. for Asset Management	2.33	2.26	2.19	2.44	2.60	↔	Hold	2.60
EKHO.CA	EGYPT KUWAIT HLD	1.43	1.37 \$	1.30 \$	1.48 \$	1.55 \$	↔	Hold	1.48
HRHO.CA	EFG HERMES HOLD	16.68	15.85	15.10	17.00	17.55	↔	Hold	17.00
GTHE.CA	GLOBAL TELECO	4.71	4.30	4.05	4.75	4.90	↔	Hold	4.75
AMOC.CA	ALX MINERAL OILS	4.58	4.45	4.25	5.00	5.50	↔	Hold	5.50
MNHD.CA	MEDINET NASR HOU	5.52	4.75	4.55	5.70	6.05	↔	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	13.63	12.85	12.55	13.90	14.60	↔	Hold	13.90
JUFO.CA	JUHAYNA FOOD IND	10.42	10.00	9.00	11.25	12.50	↓	P.SELL	12.50
ESRS.CA	EZZ STEEL	11.91	11.25	10.00	13.50	14.80	↓	P.SELL	15.60
ETEL.CA	TELECOM EGYPT	13.68	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	5.50	5.00	4.70	6.00	6.40	↓	P.SELL	6.00
PHDC.CA	PALM HILL DEV CO	2.46	2.38	2.27	2.67	2.87	↔	Hold	2.27
AUTO.CA	GB AUTO S.A.E	4.19	4.15	3.85	4.65	4.90	↓	P.SELL	4.65
HELI.CA	Misr Gedida Hou	22.87	19.00	18.50	23.30	25.50	↔	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	5.71	5.26	4.60	5.85	6.20	↔	Hold	5.85
EMFD.CA	EMAAR MISR DEV	3.14	3.06	2.95	3.35	3.60	↔	Hold	3.60
OIH.CA	ORASCOM INVESTMENT HOLDING	0.59	0.55	0.53	0.59 *	0.63	↔	Hold	0.59 *
ORHD.CA	ORASCOM DEV	6.40	6.20	5.80	6.75	7.00	↔	Hold	7.00
EGTS.CA	EGYPTIAN RESORTS	1.92	1.88	1.81	2.00	2.09	↔	Hold	2.00
ORWE.CA	ORIENTAL WEAVERS	10.51	9.94	9.25	10.70	11.40	↔	Hold	9.25
IRON.CA	EGYPTIAN IR & ST	3.34	3.15	2.90	3.50	3.70	↔	Hold	3.50
ACGC.CA	ARAB COTTON GIN.	1.85	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).

## Technical Analysis Department

### Saleh Nasser

Chief Technical Strategist

### Ahmed Hassan

Senior Technical Analyst

### Dina Fahmy

Senior Technical Analyst

### 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.