

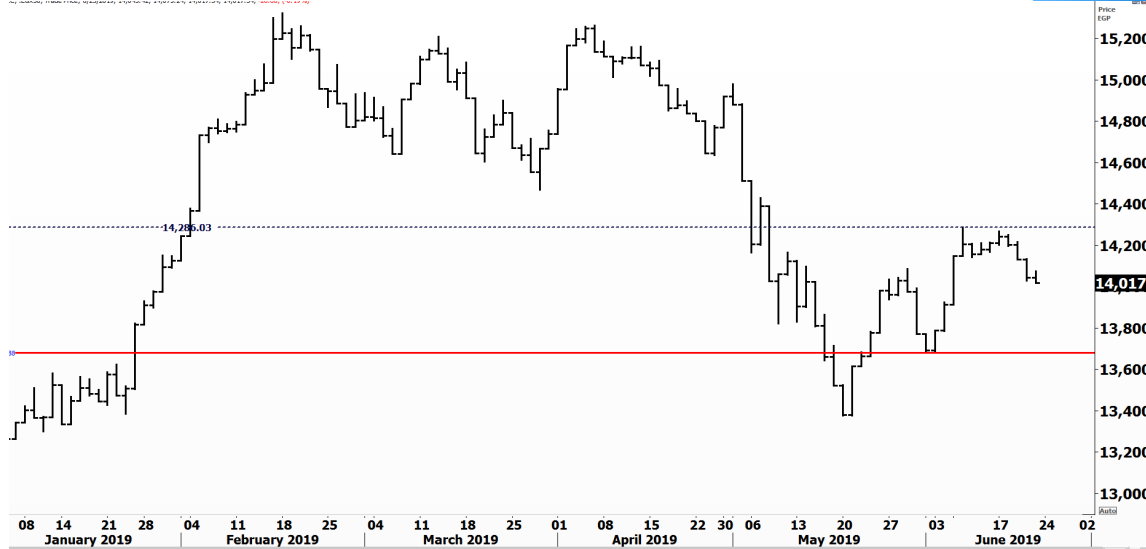


PIONEERSECURITIES

TECH TO THE POINT

24-Jun-19

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



HISTORICAL RETURN %	
1 WEEK	-1.36%
1 MONTH	1.75%
1 QUARTER	-5.55%
1 YEAR	-14.24%
YTD	7.53%

Analysis

Yesterday was another weak day as buyers were completely out of the equation. Everything was in the hands of the bears who refused to bring the market too much down. As we know, the market is not declining sharply currently, and this is due to the current weak selling pressure. It is important to note though, that buyers must step in to save the market from a new selloff.

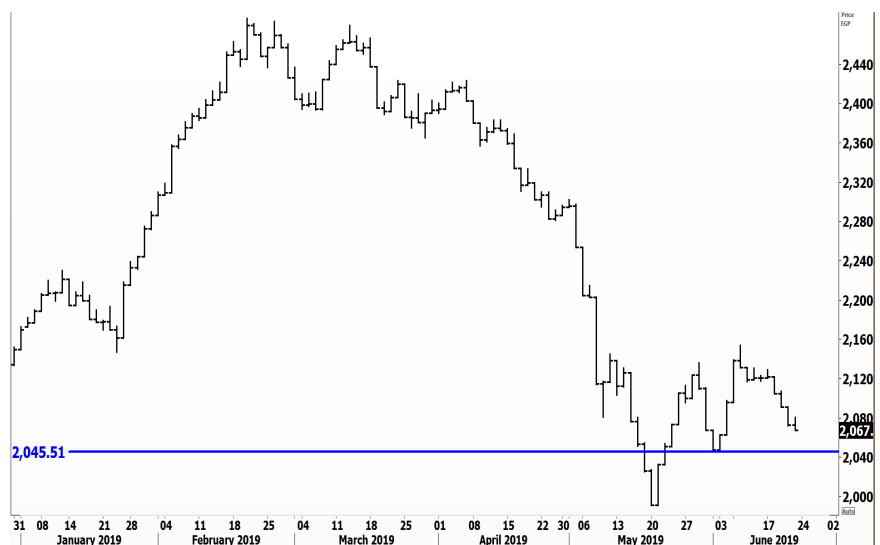
We still expect the index to create a higher low than the 13,600 trough; such a higher low, if it occurs, will be seen as a bullish scenario for the market. Our stop will be placed below 13,600.

Egyptian Exchange Equals Weights Index EGX50


Analysis

Yesterday's decline took the EGX 50 to 2,067 approaching its 2,045 support level. It is important to note that if the EGX 50 breaks 2,045, this will be considered as a bearish signal and an early signal of another breakdown on the EGX 30 index.


The EGX 50 is currently approaching its support and should begin rising from here; as we mentioned, a failure to rebound will bring bad news to the market.



Resistance


ABUK  Broke its resistance that lies at 24.15, closing at 24.54 at the end of the session. We do not recommend stepping in though until the overall market improves. We expect 24 to serve as support, should any decline occurs.

Support


SWDY  Closed at 13.53 after breaking below 13.75; this violation is a short-term breakdown; it is worth noting, however, that the 13.5 level should be serving as major support for the stock. A confirmed break below 13.5 will be long-term bearish for SWDY.


Testing

Support

EMFD  The 2.95-3 range is the current support area for the stock. A short-term rebound from this area is a natural scenario. Those who open short-term trades must place their stop strictly below 2.95.

Resistance

ACAMD  Challenged its 2.45 resistance but was not able to break it upwards. We do not recommend stepping in until a clear and confirmed breakout above 2.45 occurs. As long as the stock is trading below this resistance we prefer to remain out.

ZEOT  Approaching its resistance that lies at 1.3. A clear break above this level will trigger a buy signal with a target at 1.4.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	74.50	72.00	70.55	76.00	77.00	↔	Hold	72.00
EAST.CA	EASTERN CO	15.80	15.20	14.60	16.70	17.22	↔	Hold	15.20
SWDY.CA	ELSWEDY ELECTRIC	13.53	12.80	12.00	14.40	14.80	↔	Hold	12.80
TMGH.CA	TALAT MOSTAFA	10.70	10.40	10.10	11.00	11.60	↔	Hold	10.10
ACAMD.CA	Arab Co. for Asset Management	2.31	2.26	2.19	2.44	2.60	↔	Hold	2.26
EKHO.CA	EGYPT KUWAIT HLD	1.38	1.36 \$	1.30 \$	1.48 \$	1.55 \$	↔	Hold	1.36
HRHO.CA	EFG HERMES HOLD	16.49	15.85	15.10	17.00	17.55	↔	Hold	15.85
GTHE.CA	GLOBAL TELECO	4.63	4.45	4.05	4.90	5.15	↔	Hold	4.45
AMOC.CA	ALX MINERAL OILS	4.56	4.45	4.25	5.00	5.50	↔	Hold	4.45
MNHD.CA	MEDINET NASR HOU	5.06	4.75	4.55	5.70	6.05	↔	Hold	4.75
CIRA.CA	Cairo Investment & Real Estate	10.50	10.50 *	10.00	11.74	12.50	↔	Hold	10.00
OCDI.CA	6TH OCT DEV INV	13.95	13.88	13.20	14.60	15.30	↔	Hold	13.20
JUFO.CA	JUHAYNA FOOD IND	10.50	10.00	9.00	11.25	12.50	↓	P.SELL	12.50
ESRS.CA	EZZ STEEL	11.40	11.00	10.00	12.55	13.50	↔	Hold	11.00
ETEL.CA	TELECOM EGYPT	13.47	13.10	12.50	14.25	15.00	↔	Hold	13.10
CCAP.CA	CITADEL CAPITAL	3.68	3.60	3.32	3.80	3.93	↔	Hold	3.60
SRWA.CA	Sarwa Capital Holding	5.24	5.00	4.70	5.80	6.00	↓	P.SELL	6.00
PHDC.CA	PALM HILL DEV CO	2.38	2.36	2.27	2.67	2.87	↔	Hold	2.36
AUTO.CA	GB AUTO S.A.E	4.10	4.04	3.85	4.55	4.90	↓	P.SELL	4.55
HELI.CA	Misr Gedida Hou	21.94	20.75	19.50	23.30	25.50	↔	Hold	20.75
AINH.CA	Arab Investment Holding	0.48	0.43	0.40	0.64	0.66	↓	P.SELL	0.66
EGCH.CA	EGYPT CHEM IND	5.93	5.60	5.25	6.30	7.00	↑	Hold	5.60
EMFD.CA	EMAAR MISR DEV	3.03	2.95	2.85	3.35	3.60	↔	Hold	2.95
OIH.CA	ORASCOM INVESTMENT HOLDING	0.57	0.55	0.53	0.59	0.63	↔	Hold	0.55
ORHD.CA	ORASCOM DEV	6.30	6.20	5.80	6.75	7.00	↔	Hold	6.20
EGTS.CA	EGYPTIAN RESORTS	1.96	1.91	1.88	2.00	2.09	↔	Hold	1.91
ORWE.CA	ORIENTAL WEAVERS	10.50	9.94	9.25	10.70	11.40	↔	Hold	9.25
IRON.CA	EGYPTIAN IR & ST	3.23	3.15	2.90	3.50	3.70	↔	Hold	3.15
ACGC.CA	ARAB COTTON GIN.	1.78	1.77	1.68	1.95	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.