

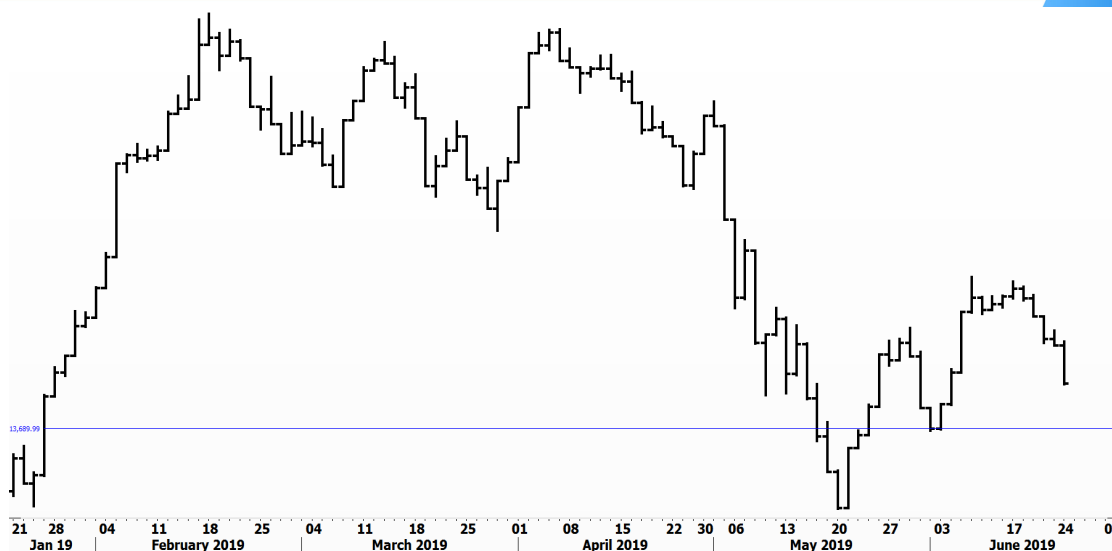


PIONEERSECURITIES

TECH TO THE POINT

25-Jun-19

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



5Last	13,867.47
High Today	14,033.56
Low Today	13,864.70
Volume	M 58.581
First Support	13,600.00
Second Support	13,300.00
First Resistance	14,250.00
Second Resistance	14,500.00
Stop Loss	13,600.00
HISTORICAL RETURN %	
1 WEEK	-2.62%
1 MONTH	0.66%
1 QUARTER	-5.48%
1 YEAR	-15.42%
YTD	6.38%

Analysis

Unfortunately, buyers are still completely absent, while sellers did not yet begin to sell. Any selling pressure (given the current absence of any buying power) will lead the market to much lower levels in a very short period of time. We do not want to be pessimistic but we have to show the situation as it is. Actually we were bullish the past two weeks but the market is still unable to witness any kind of upward move. Such inability to move upwards sends a dangerous sign of a potential strong decline.

Our stop is still placed below 13,600; a violation below this level will be a formal signal to get out of the market.

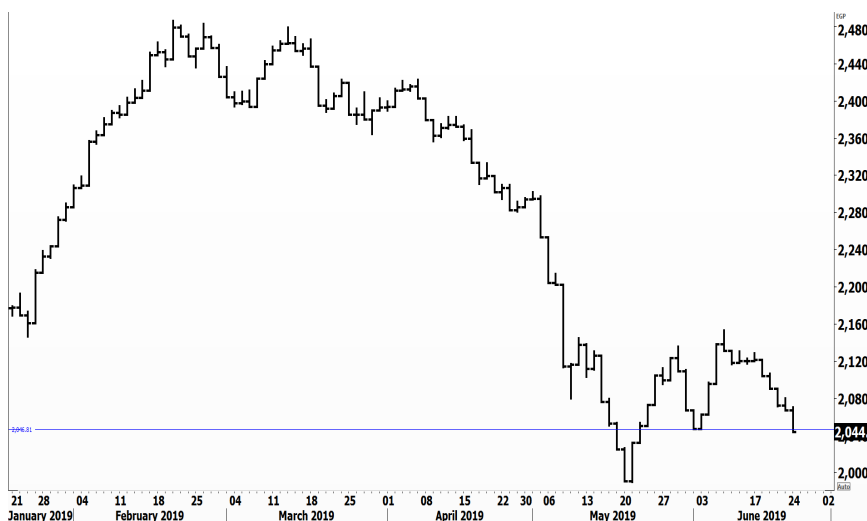
Egyptian Exchange Equals Weights Index EGX50

Analysis

As we have been mentioning, the 2,045 is the current support for the index. The EGX 50 is currently violating this level (which coincides with the 13,600 on the EGX 30 index). If the breakdown below 2,045 is confirmed today, this will be considered as an early sign of another breakdown on the EGX 30 index.

Those who are using the EGX 50 bottom as their stop should sell if the index confirms its decline today. On the other hand, those who are using the EGX 30 (which obviously is lagging its 50 counterpart) will better wait for a clear violation below 13,600 before selling their positions.


Today is an important day to watch; a failure to rise will be bearish for the market and will probably lead to a renewed strong decline.





Resistance

No stocks broke their resistance yesterday

Support


HELI  Closed at 21.3 after breaking 22 downwards. The 19.5 level is the current minimum target. Short-term investors are recommended to sell and look at the 19.2-19.5 area to see whether the stock will be able to witness a minor rebound or not.


KABO  Continued breaking its supports yesterday by breaking below 0.85. It is important to note that the 0.8 level is an important bottom that should stop the current decline. If, however, the market continues its ugly performance, KABO will break below 0.8 and its target will be set at 0.6-0.65.


PHDC  Violated 2.38 sharply closing clearly below it at 2.31. This breakdown is an early sign of another violation of 2.25, which, if violated, will be very bearish for the stock.

Testing

Support

EFIC  The stock is currently near 7, which is an important support to watch. Any violation below this level will trigger stops as our target will be set near 6.

EAST  Unable to rise from its support that lies at 15-15.2. If EAST does not witness a significant rebound from here it will probably violate support, which will lead to much lower targets. A break below 15 will probably lead EAST to a minimum target of 12.

ESRS  The stock is probably the weakest performer in the EGX 30 index. We believe that more decline should occur based on the current performance. Our first target lies at 9.

Resistance

No stocks are approaching their resistance

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	73.62	72.00	70.55	76.00	77.00	↔	Hold	72.00
EAST.CA	EASTERN CO	15.39	15.20	14.60	16.70	17.22	↔	Hold	15.20
SWDY.CA	ELSWEDY ELECTRIC	13.60	12.80	12.00	14.40	14.80	↔	Hold	12.80
TMGH.CA	TALAT MOSTAFA	10.33	10.10	9.60	11.00	11.60	↔	Hold	10.10
ACAMD.CA	Arab Co. for Asset Management	2.33	2.26	2.19	2.44	2.60	↔	Hold	2.26
EKHO.CA	EGYPT KUWAIT HLD	1.37	1.36 \$	1.30 \$	1.48 \$	1.55 \$	↔	Hold	1.36
HRHO.CA	EFG HERMES HOLD	16.31	15.85	15.10	17.00	17.55	↔	Hold	15.85
GTHE.CA	GLOBAL TELECO	4.57	4.45	4.05	4.90	5.15	↔	Hold	4.45
AMOC.CA	ALX MINERAL OILS	4.42	4.45 *	4.25	5.00	5.50	↔	Hold	4.45 *
MNHD.CA	MEDINET NASR HOU	4.98	4.75	4.55	5.70	6.05	↔	Hold	4.75
CIRA.CA	Cairo Investment & Real Estate	9.70	9.60	9.00	11.20	11.75	↓	P.SELL	11.75
OCDI.CA	6TH OCT DEV INV	13.80	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	11.25	11.00	10.00	12.55	13.50	↔	Hold	11.00
ETEL.CA	TELECOM EGYPT	13.40	13.10	12.50	14.25	15.00	↔	Hold	13.10
CCAP.CA	CITADEL CAPITAL	3.60	3.60 *	3.32	3.80	3.93	↔	Hold	3.60 *
SRWA.CA	Sarwa Capital Holding	5.43	5.00	4.70	5.80	6.00	↓	P.SELL	6.00
PHDC.CA	PALM HILL DEV CO	2.31	2.27	2.10	2.47	2.67	↔	Hold	2.27
AUTO.CA	GB AUTO S.A.E	4.12	4.04	3.85	4.55	4.90	↓	P.SELL	4.55
HELI.CA	Misr Gedida Hou	21.30	20.75	19.50	23.30	25.50	↔	Hold	20.75
AINH.CA	Arab Investment Holding	0.49	0.43	0.40	0.64	0.66	↓	P.SELL	0.66
EGCH.CA	EGYPT CHEM IND	5.85	5.60	5.25	6.30	7.00	↑	Hold	5.60
EMFD.CA	EMAAR MISR DEV	3.00	2.95	2.85	3.35	3.60	↔	Hold	2.95
OIH.CA	ORASCOM INVESTMENT HOLDING	0.56	0.55	0.53	0.59	0.63	↔	Hold	0.55
ORHD.CA	ORASCOM DEV	6.15	6.20 *	5.80	6.75	7.00	↔	Hold	6.20 *
EGTS.CA	EGYPTIAN RESORTS	1.97	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	3.21	3.15	2.90	3.50	3.70	↔	Hold	3.15
ACGC.CA	ARAB COTTON GIN.	1.77	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).

Technical Analysis Department

Saleh Nasser

Chief Technical Strategist

Ahmed Hassan

Dina Fahmy

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.