

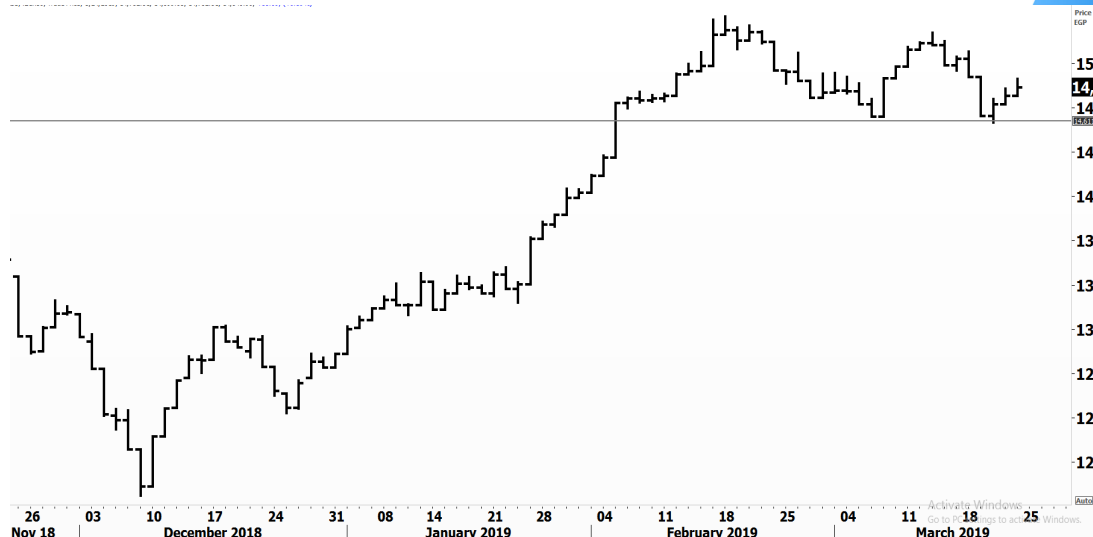


PIONEERSECURITIES

TECH TO THE POINT

25-Mar-19

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



Last	14,840.90
High Today	14,899.05
Low Today	14,782.81
Volume	M 91.120
First Support	14,600.00
Second Support	14,000.00
First Resistance	15,300.00
Second Resistance	16,000.00
Stop Loss	14,600.00
HISTORICAL RETURN %	
1 WEEK	-1.28%
1 MONTH	-2.02%
1 QUARTER	14.63%
1 YEAR	-13.03%
YTD	13.85%

Analysis

The inability of buyers to be aggressive at current levels is not a good sign for the market. In other words, a break below 14,600 is a high probability scenario. For now, our recommendation is to close all margin positions and reduce exposure until we see how the market will move; a decline from current levels will be an important signal of a potential break below 14,600; such a break will lead the market to a minimum target of 13,800-14,000.

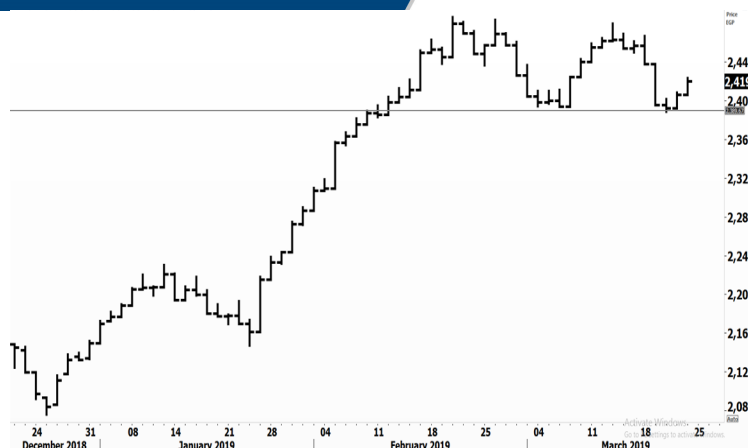
If, however, we see strength and strong buying power entering the market, we will be following this strength and entering once again. Let us put it that way; for the sake of risk and money management, reducing exposure here is the best tactic to use in our view until the market tells us clearly that it will continue its uptrend.

Egyptian Exchange Equal Weights Index EGX50

Analysis

The EGX 50 index closed at 2,419 at the end of the session. As we mentioned before, support lies at 2,390; if the index falls from here it will create a lower high, which will be an important sign of a potential break below support. The EGX 50 is close to its 30 counterpart; both are witnessing some weakness and are on the verge of breaking an important support level.

Those who are heavily invested in the market are recommended to reduce their exposure and wait for the market to tell us its decision.



Resistance


No stocks broke their resistance yesterday


Support


No stocks broke their support yesterday.

Testing


Support

ETEL  The 14-14.25 range is a support for ETEL. The stock witnessed a rise yesterday, closing at 14.5. Buyers are struggling to bring prices up but the 15 level is still serving as a strong hurdle. Only a clear breakout above the latter level will be bullish for the stock.

ADIB  The 12.5 is the current support for ADIB. The stock closed at 12.9 yesterday but with moderate to low volumes. Those who want to step in for a trading opportunity are recommended to wait for a clear break above 13.2 first.

MFPC  The stock looks weak and is challenging its support that lies at 70. A violation of this level will be a bearish scenario for MFPC.

Resistance

MENA  The 2.2 is the current support for the stock. If this level is broken with high volumes a buy signal will be triggered with a target around 2.45.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	68.61	67.00	65.50	72.00	76.00	↔	Hold	72.00
EAST.CA	EASTERN CO	18.10	17.80	17.00	19.00	19.80	↔	Hold	19.00
SWDY.CA	ELSWEDY ELECTRIC	16.70	16.00	15.00	17.80	19.00	↔	Hold	16.00
TMGH.CA	TALAT MOSTAFA	11.30	11.00	10.85	11.70	11.90	↔	Hold	11.00
ACAMD.CA	Arab Co. for Asset Management	2.90	2.85	2.75	3.07	3.25	↔	Hold	2.60
EKHO.CA	EGYPT KUWAIT HLD	1.51	\$1.44	\$1.36	\$1.55	\$1.68	↑	Hold	\$1.36
HRHO.CA	EFG HERMES HOLD	17.20	16.60	15.60	17.70	18.50	↔	Hold	16.60
GTHE.CA	GLOBAL TELECO	4.49	4.40	4.00	4.80	4.90	↔	Hold	4.40
AMOC.CA	ALX MINERAL OILS	6.07	5.85	5.50	6.44	6.70	↔	Hold	5.85
MNHD.CA	MEDINET NASR HOU	7.13	7.07	6.85	7.70	7.80	↔	Hold	7.07
CIRA.CA	Cairo Investment & Real Estate	10.17	9.00	8.30	10.00 *	11.00	↔	Hold	9.00
OCDI.CA	6TH OCT DEV INV	17.40	16.70	15.70	18.00	19.20	↑	P.Buy	16.70
JUFO.CA	JUHAYNA FOOD IND	13.80	13.00	12.00	14.00	N.A	↑	Hold	12.00
ESRS.CA	EZZ STEEL	17.76	17.50	16.80	19.30	21.30	↓	P.SELL	19.30
ETEL.CA	TELECOM EGYPT	14.50	13.70	13.00	15.10	16.00	↓	Hold	15.10
CCAP.CA	CITADEL CAPITAL	4.22	4.00	3.80	4.30	4.75	↑	Hold	3.80
SRWA.CA	Sarwa Capital Holding	6.25	6.00	5.50	6.75	7.40	↔	Hold	6.00
PHDC.CA	PALM HILL DEV CO	2.85	2.65	2.55	3.00	3.21	↔	Hold	2.67
AUTO.CA	GB AUTO S.A.E	5.01	4.90	4.70	5.40	5.68	↔	Hold	4.90
HELI.CA	Misr Gedida Hou	23.66	23.60	22.50	26.25	29.50	↑	Hold	23.60
AIND.CA	ARABIA INVEST	0.75	0.75 *	0.70	0.83	0.88	↔	Hold	0.83
EGCH.CA	EGYPT CHEM IND	6.65	6.57	6.10	7.12	7.20	↓	P.SELL	7.20
EMFD.CA	EMAAR MISR DEV	3.58	3.35	3.20	3.75	3.90	↔	Hold	3.35
PIOH.CA	PIONEERS HLDG	7.16	7.06	6.60	7.60	8.00	↔	Hold	7.06
OIH.CA	ORASCOM INVESTMENT HOLDING	0.66	0.63	0.60	0.71	0.74	↓	Hold	0.74
ORHD.CA	ORASCOM DEV	7.35	7.26	6.80	7.60	8.00	↔	Hold	8.00
EGTS.CA	EGYPTIAN RESORTS	1.96	1.93	1.83	2.04	2.09	↔	Hold	1.93
ORWE.CA	ORIENTAL WEAVERS	11.96	11.50	11.00	13.00	14.00	↑	Hold	11.50
IRON.CA	EGYPTIAN IR & ST	5.09	5.00	4.65	5.50	5.87	↓	P.SELL	5.50
ACGC.CA	ARAB COTTON GIN.	2.19	2.04	1.95	2.40	2.50	↔	Hold	2.04

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.