

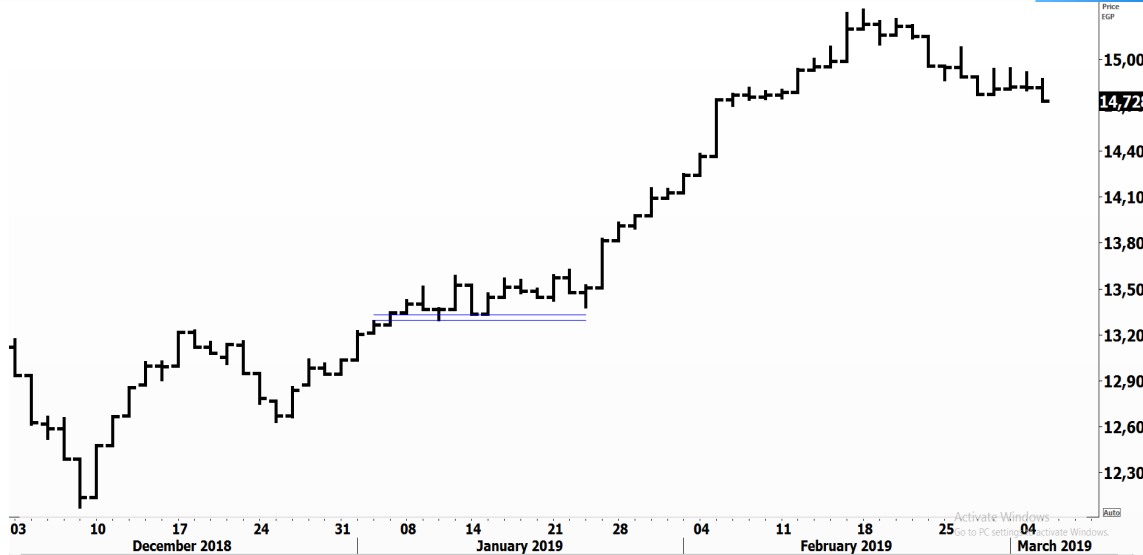


PIONEERSECURITIES

TECH TO THE POINT

6-Mar-19

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



Last	14,728.38
High Today	14,867.24
Low Today	14,725.22
Volume	M 123.729
First Support	14,750.00 *
Second Support	14,300.00
First Resistance	14,950.00
Second Resistance	15,300.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	-1.06%
1 MONTH	3.40%
1 QUARTER	16.66%
1 YEAR	-6.24%
YTD	12.98%

Analysis

The EGX30 index closed at 14,728, breaking 14,750 downwards. Despite that the index closed slightly below our support, we will not consider this breakout confirmed yet, especially that the Hermes Last Index did not break its corresponding support. In other words, today is an important day to see whether the market will continue its decline (*which will mean that the correction will probably take us to lower levels*) or not.

Having said that, the market should rebound today only if the current correction is ending; if we continue the decline for one additional day, then we will most probably witness a stronger decline.

Those who want to step in are recommended to wait for a break above 14,950; such a breakout will signal the end of the correction, in addition to being an early sign of a potential break above 15,300.

Hermes Last Index / Hourly Chart

Analysis

The Hermes Last Index hourly chart is still moving inside its sideways range between 1,420 and 1,450; as we mentioned yesterday, a breakout beyond either of these two boundaries will be significant on the short-term.


If we look at the chart we will note that the index has been converging lately, which shows that the current struggle is probably reaching an end. In other words, we are expecting the breakout beyond either 1,450 or 1,420 to occur soon.


The best tactic to use is to wait for the market to confirm its breakout before taking actions, especially that both levels are close to current levels.

Taking a leading action is not recommended very much currently as the chances to break upwards or downwards are almost 50/50.



Resistance

ADIB  Broke 13.7, closing at 13.97 at the end of the session. If the stock succeeds to trade above 14 today, it will probably reach the 15.5-16 area soon. Those who want to step in can buy if this breakout is confirmed today.


CSAG  The break above 13.8 did not come with high volumes. The stock, nonetheless looks good and should continue its rise, especially if the 14.4 level is broken upwards. Our target lies around 16.5.

Support


No stocks broke their support yesterday


Testing

Support

ORAS  The 108 level is expected to serve as support. If ORAS rebounds from here it will probably reach 120 where resistance will be strong. Only a clear break above 120 will trigger a buy signal with a target at 150.

Resistance

CCAP  The 4.15 level should be broken clearly to the upside to consider the stock as a breakout. We are bullish on CCAP and are expecting this breakout to occur, probably today. Our target is set at 5. First important level to watch lies at 4.7.

ATQA  Only a break above 3.4 will trigger a buy signal; if this breakout occurs, the stock will probably reach its peak that lies at 3.8. We are expecting the latter level to be a strong hurdle for ATQA. A breakout above it, however, will be bullish from an intermediate-term basis.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	69.30	68.00	65.50	72.50	76.30	↔	Hold	76.30
EAST.CA	EASTERN CO	17.20	15.90	15.30	17.55	19.00	↔	Hold	15.90
SWDY.CA	ELSWEDY ELECTRIC	16.54	15.80	14.00	17.50	19.00	↔	Hold	19.00
TMGH.CA	TALAT MOSTAFA	11.41	10.80	10.40	11.60	11.90	↔	Hold	10.80
ACAMD.CA	Arab Co. for Asset Management	2.73	2.60	2.45	2.75	2.95	↔	Hold	2.95
EKHO.CA	EGYPT KUWAIT HLD	1.42	\$1.38	\$1.30	\$1.55	\$1.65	↑	Hold	\$1.30
HRHO.CA	EFG HERMES HOLD	17.35	16.60	16.20	17.70	18.50	↑	Hold	16.60
GTHE.CA	GLOBAL TELECO	4.75	4.55	4.40	4.92	5.28	↑	Hold	4.40
AMOC.CA	ALX MINERAL OILS	5.87	5.85	5.50	6.44	6.70	↔	Hold	6.70
MNHD.CA	MEDINET NASR HOU	7.23	7.07	6.85	7.70	7.80	↑	Hold	7.07
CIRA.CA	Cairo Investment & Real Estate	0.00	9.00	8.30	10.00	N.A	↔	Hold	8.00
OCDI.CA	6TH OCT DEV INV	16.00	15.20	14.50	16.70	17.20	↑	Hold	14.50
JUFO.CA	JUHAYNA FOOD IND	13.70	12.00	11.50	14.00	N.A	↑	Hold	11.50
ESRS.CA	EZZ STEEL	18.65	18.35	17.60	21.30	22.30	↔	Hold	22.30
ETEL.CA	TELECOM EGYPT	14.73	14.30	13.00	15.50	16.00	↑	Hold	14.30
CCAP.CA	CITADEL CAPITAL	4.16	3.80	3.75	4.15*	4.35	↑	Hold	3.80
SRWA.CA	Sarwa Capital Holding	6.27	6.00	5.50	6.75	7.40	↔	Hold	6.00
PHDC.CA	PALM HILL DEV CO	2.79	2.70	2.50	2.90	3.05	↑	Hold	2.50
AUTO.CA	GB AUTO S.A.E	4.96	4.70	4.50	5.40	5.68	↔	Hold	5.68
HELI.CA	Misr Gedida Hou	20.80	19.50	17.00	21.70	22.50	↑	Hold	19.50
AIND.CA	ARABIA INVEST	0.80	0.78	0.75	0.88	0.94	↑	Hold	0.75
EGCH.CA	EGYPT CHEM IND	6.94	6.80	6.65	7.20	7.60	↑	Hold	6.80
EMFD.CA	EMAAR MISR DEV	3.67	3.34	3.20	3.75	3.90	↔	Hold	3.75
PIOH.CA	PIONEERS HLDG	7.13	7.06	6.90	7.50	8.00	↑	Hold	6.90
OIH.CA	ORASCOM INVESTMENT HOLDING	0.73	0.72	0.68	0.84	0.92	↑	Hold	0.72
ORHD.CA	ORASCOM DEV	7.10	6.70	6.25	7.20	7.60	↓	Hold	7.60
EGTS.CA	EGYPTIAN RESORTS	1.97	1.94	1.83	2.05	2.17	↔	Hold	2.17
ORWE.CA	ORIENTAL WEAVERS	11.61	11.40	10.80	12.20	12.50	↑	Hold	11.40
IRON.CA	EGYPTIAN IR & ST	5.28	5.20	5.00	5.87	6.20	↔	Hold	6.20
ACGC.CA	ARAB COTTON GIN.	2.15	1.95	1.88	2.30	2.40	↑	Hold	2.08

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.