

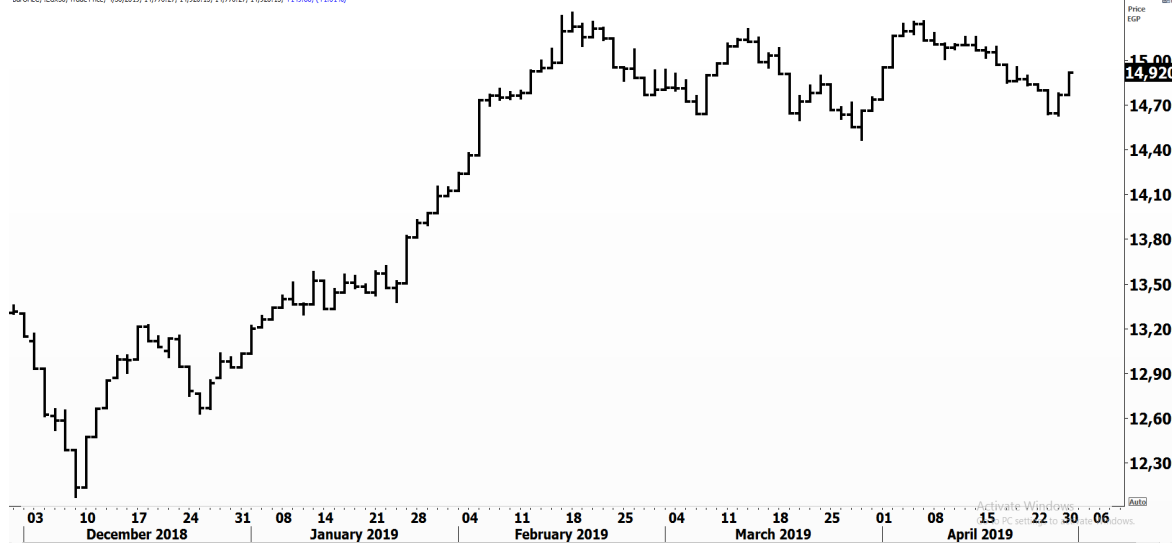


PIONEERSECURITIES

TECH TO THE POINT

2-May-19

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



Last	14,920.15
High Today	14,920.15
Low Today	14,770.27
Volume M	39.096
First Support	14,500.00
Second Support	14,000.00
First Resistance	14,950.00
Second Resistance	15,300.00
Stop Loss	14,500.00
HISTORICAL RETURN %	
1 WEEK	1.87%
1 MONTH	1.24%
1 QUARTER	6.75%
1 YEAR	-18.45%
YTD	14.46%

Analysis

Bluffed by the indices:

The market rise that occurred last Tuesday is still not significant enough to consider it a "rise". Despite that the EGX 30 index rose, along with the Hermes Last Index, it looks like the market is rising based on a single stock "or very few stocks" rising. This is unfortunate enough as it rings a bell; if the market breadth does not improve soon, we will be eligible for a big market decline.

We are still recommending to sell rises until real market strength appears.

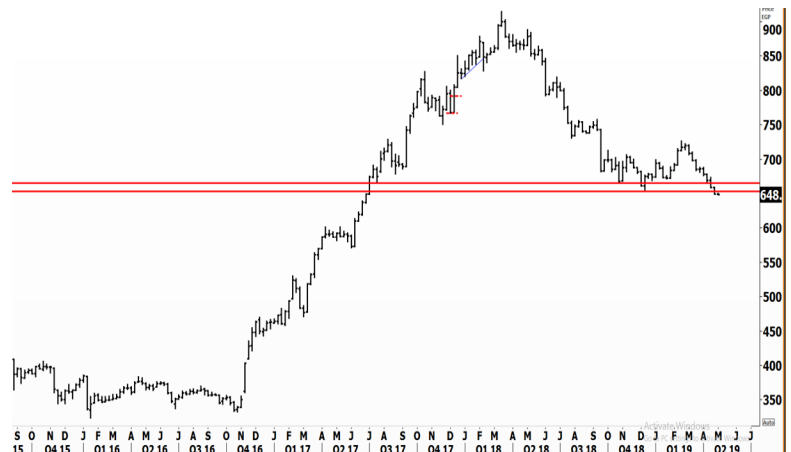
It is important to note that the sideways range that the market has been witnessing since Feb 2019 is now an important sideways range. In other words, if the decline during Feb and March brought the index to 14,000 we would have been bullish and would have recommended investors to repurchase aggressively. Now, and as we have been witnessing a medium-term sideways pattern, a violation below it (below 14,500) will have bearish implications on the intermediate-term basis. Let us say it in another way; if we break 14,500 downwards on a weekly basis we will not witness any significant rise for quite sometime.

Egyptian Exchange Small Caps Index EGX70


Analysis


The current violation of the 655-665 major support area hints of a bearish scenario for the EGX 70 index. This breakdown is not clearly confirmed yet but if the index continues trading below this support it will probably witness a renewed major decline. This will obviously have a bearish effect on the overall market.

Only a break back above 665 will renew hopes once again.




Resistance

COMI  Broke 74.8 and 76.3 with high volumes to close at 76.85 at the end of the session. We mentioned in a previous report that buying COMI is currently the easiest solution to make money in the market. The rest of the market, as we know is very weak and unable to follow the strength of CIB.

MOIL  Closed at 0.378, breaking 0.376 upwards. We expect MOIL to reach 0.42 where selling pressure will probably appear.


Support


PHDC  Broke its support unexpectedly and is probably on its way to approach its lows once again. We recommend being out of the stock currently until it gives a clear buy signal.

Testing

Support

HELI  A break below 25.5 will trigger stops. Based on the current market situation the probability of a break below this support is high. If HELI breaks 25.5, the target will be set at 22.

MNHD  On its way to break 6.15. It is important to note that a break below such level will be of major magnitude and will lead MNHD to a renewed big decline. We cannot be bullish here unless a clear rebound occurs from current levels.

EMFD  Those who have positions are recommended to place their stops below 3.38-3.4. A break below this level will lead EMFD to 3.

Resistance

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	76.85	74.80	72.00	80.00	83.00	↑	P.Buy	72.00
EAST.CA	EASTERN CO/d	18.19	17.70	17.00	19.00	19.80	↔	Hold	19.00
SWDY.CA	ELSWEDY ELECTR/d	15.59	15.00	13.80	16.60	17.50	↓	P.SELL	16.60
TMGH.CA	TALAT MOSTAFA/d	11.45	10.85	10.30	11.90	12.20	↔	Hold	10.85
ACAMD.CA	Arab Co. for Asset Management	2.69	2.60	2.42	2.85	2.97	↔	Hold	2.60
EKHO.CA	EGYPT KUWAIT H/d	1.45	1.37 \$	1.30 \$	1.48 \$	1.59 \$	↔	Hold	1.48
HRHO.CA	EFG HERMES HOL/d	15.90	15.60	15.30	17.00	17.70	↓	P.SELL	17.70
GTHE.CA	GLOBAL TELECO/d	4.51	4.35	4.00	4.75	4.90	↔	Hold	4.35
AMOC.CA	ALX MINERAL OI/d	5.54	5.50	4.85	5.85	6.25	↔	Hold	5.50
MNHD.CA	MEDINET NASR H/d	6.32	6.20	5.50	6.80	7.25	↓	P.SELL	7.25
CIRA.CA	Cairo Investment & Real Estate	11.59	10.60	10.00	12.50	13.30	↔	Hold	10.00
OCDI.CA	6TH OCT DEV IN/d	17.15	15.90	15.20	17.49	18.00	↔	Hold	15.90
JUFO.CA	JUHAYNA FOOD I/d	12.02	12.00	11.00	14.00	N.A	↔	Hold	12.00
ESRS.CA	EZZ STEEL/d	15.72	15.50	13.50	17.00	18.40	↓	P.SELL	17.00
ETEL.CA	TELECOM EGYPT/d	14.10	14.00	13.00	14.50	15.10	↔	Hold	14.00
CCAP.CA	CITADEL CAPITA/d	3.58	3.60 *	3.40	3.71	3.80	↓	P.SELL	3.80
SRWA.CA	Sarwa Capital Holding	6.15	6.00	5.50	6.40	6.80	↔	Hold	6.00
PHDC.CA	PALM HILL DEV /d	2.42	2.30	2.10	2.60	2.80	↓	P.SELL	2.60
AUTO.CA	GB AUTO S.A.E/d	4.62	4.40	4.00	4.75	5.00	↓	P.SELL	5.00
HELI.CA	Misir Gedida Ho/d	25.89	25.75	24.25	27.20	28.00	↔	Hold	24.25
AINH.CA	Arab Investment Holding	0.64	0.63	0.60	0.73	0.78	↓	P.SELL	0.78
EGCH.CA	EGYPT CHEM IND/d	6.05	5.75	5.45	6.15	6.40	↓	P.SELL	6.40
EMFD.CA	EMAAR MISR DEV/d	3.43	3.35	3.20	3.60	3.80	↔	Hold	3.35
PIOH.CA	PIONEERS HLDG/d	7.35	7.25	6.95	7.65	8.00	↔	Hold	7.65
OIH.CA	ORASCOM INVESTMENT HOLDING	0.57	0.55	0.51	0.60	0.63	↓	P.SELL	0.63
ORHD.CA	ORASCOM DEV/d	6.91	6.50	6.25	7.00	7.50	↓	P.SELL	7.50
EGTS.CA	EGYPTIAN RESOR/d	1.97	1.87	1.83	2.00	2.04	↔	Hold	1.87
ORWE.CA	ORIENTAL WEAVE/d	9.36	8.90	8.55	10.00	10.70	↓	P.SELL	10.70
IRON.CA	EGYPTIAN IR & /d	4.50	4.40	4.22	5.24	5.50	↓	P.SELL	5.24
ACGC.CA	ARAB COTTON GI/d	2.00	1.92	1.84	2.05	2.13	↓	P.SELL	2.05

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.