

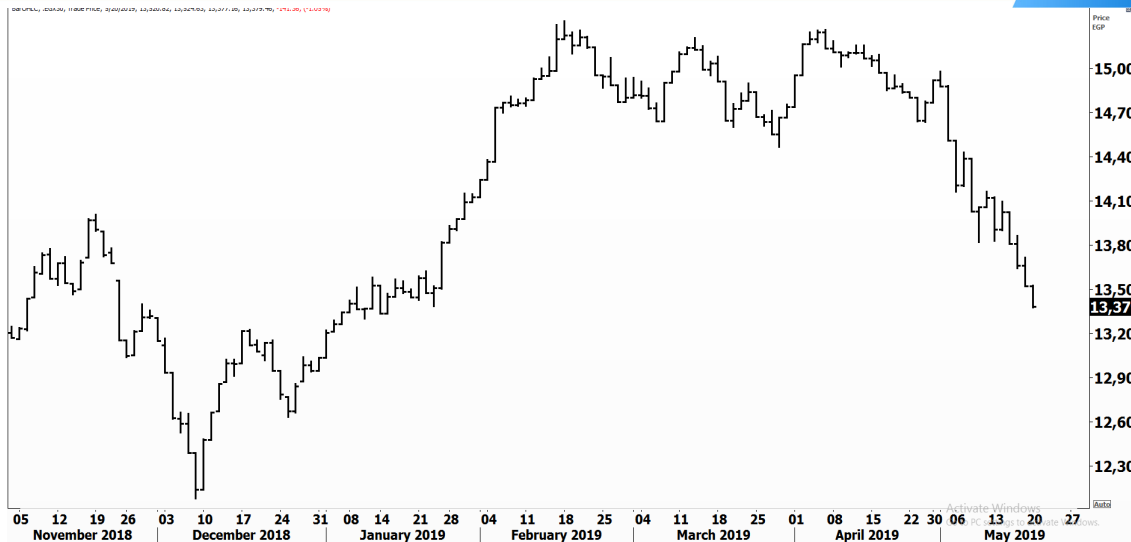


PIONEERSECURITIES

# TECH TO THE POINT

21-May-19

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



Last	13,379.46
High Today	13,524.63
Low Today	13,377.16
Volume	M 54.666
First Support	13,200.00
Second Support	12,700.00
First Resistance	13,800.00
Second Resistance	14,150.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	-3.78%
1 MONTH	-10.06%
1 QUARTER	-12.13%
1 YEAR	-20.28%
YTD	2.64%

## Analysis

The EGX30 index continued its decline to close at 13,379. It is important to note that our target that lies at 13,200-13,300 is being approached; having said that, a rebound can occur at any time; such a rebound, if it comes with high volumes, will be significant on the short-term. Thus, we will be watching the market carefully at these levels and will be ready to initiate new trades if a rebound begins to appear.

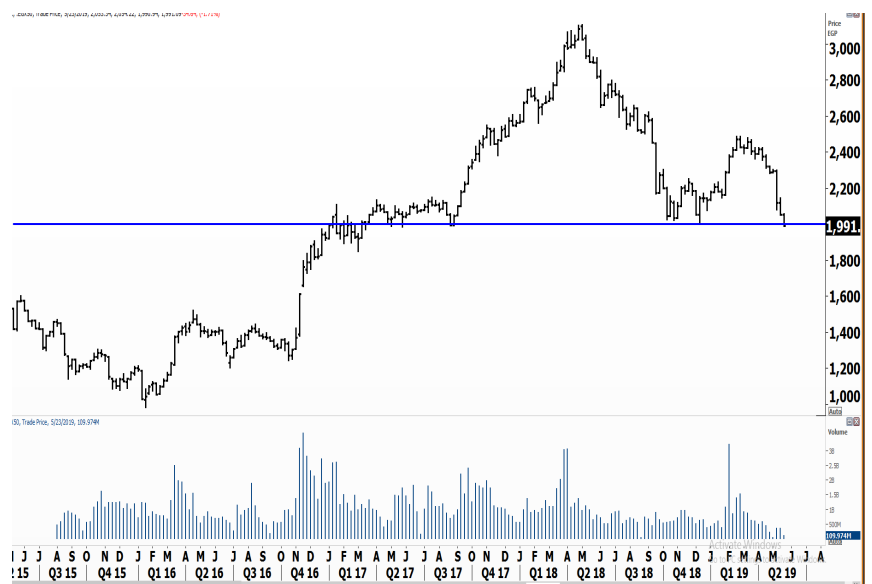
Those who are heavily invested can also trade the market at the next rebound but should offload as the market rises; we still expect another decline to come, even if a significant rebound takes place.

## Egyptian Exchange Equal Weights Index EGX50

### Analysis

The EGX50 index closed near 2,000 (exactly at 1,991) where a major support appears. It is important that this support halts the decline as a confirmed violation will not be seen as a positive sign for the market.


We will not step in, however, until a rebound takes place; if the market rebounds from here, however, the next rise will be significant.





## Resistance

No stocks broke their resistance yesterday

## Support


**HELI**  Broke below 20.2, closing at 19.47 at the end of the session. This break is not confirmed yet. In other words, if the market rebounds today Heli will probably trade back above its support (20.2) this will trigger a short-term buy signal.


**ORHD**  Closed below 6.25 with relatively high volumes. If ORHD continues its decline today, its target will be set at around 5.5.


**UASG**  The break below 0.75 is not confirmed yet. UASG closed below support but we need to see the confirmation today. If this break is confirmed, our target will be set at 0.64.

## Testing

### Support

**OCDI**  The stock rebounded slightly after testing its support that lies at 12.8. The upward potential from current levels is big, if the rebound occurs. Position holders are recommended to keep their stop below 12.8.

**SWDY**  The stock is hovering around its support; buyers did not step in yet, which is not a bullish sign for SWDY. If the decline continues today, a major breakdown will be confirmed and a major trend reversal will be triggered.

**ACAMD**  Testing its previous peak that lies at 2.18. ACAMD is still witnessing a very weak performance though. Only if a clear rebound occurs we will see whether it is worth opening a short-term position or not.

## Resistance

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	69.80	69.00	66.00	73.00	77.00	↓	P.SELL	77.00
EAST.CA	EASTERN CO	15.90	15.20	14.60	17.00	17.70	↓	P.SELL	17.70
SWDY.CA	ELSWEDY ELECTRIC	13.00	12.80	11.60	15.00	16.00	↓	P.SELL	16.00
TMGH.CA	TALAT MOSTAFA	10.40	9.60	8.75	11.00	11.60	↓	P.SELL	11.60
ACAMD.CA	Arab Co. for Asset Management	2.19	2.20 *	2.00	2.42	2.60	↓	P.SELL	2.60
EKHO.CA	EGYPT KUWAIT HLD	1.40	1.37 \$	1.30 \$	1.47 \$	1.55 \$	↔	Hold	1.47
HRHO.CA	EFG HERMES HOLD	15.50	15.20	14.30	16.35	17.00	↓	P.SELL	17.00
GTHE.CA	GLOBAL TELECO	4.45	4.05	3.90	4.75	4.90	↔	Hold	4.75
AMOC.CA	ALX MINERAL OILS	3.93	3.40	2.50	4.30	4.80	↓	P.SELL	5.50
MNHD.CA	MEDINET NASR HOU	5.60	5.50	5.00	6.25	6.85	↓	P.SELL	6.85
CIRA.CA	Cairo Investment & Real Estate	11.00	10.60	10.00	12.50	13.30	↔	Hold	10.00
OCDI.CA	6TH OCT DEV INV	13.13	12.85	12.55	14.50	16.00	↓	P.SELL	16.00
JUFO.CA	JUHAYNA FOOD IND	10.14	10.00	9.00	11.25	12.50	↓	P.SELL	12.50
ESRS.CA	EZZ STEEL	11.30	11.25	10.00	13.50	14.80	↓	P.SELL	15.60
ETEL.CA	TELECOM EGYPT	12.49	12.50 *	11.40	13.25	14.25	↓	P.SELL	14.25
CCAP.CA	CITADEL CAPITAL	3.29	3.20	2.90	3.45	3.60	↓	P.SELL	3.60
SRWA.CA	Sarwa Capital Holding	0.00	5.50	5.00	6.00	6.40	↓	P.SELL	6.00
PHDC.CA	PALM HILL DEV CO	2.36	2.30	2.10	2.45	2.60	↓	P.SELL	2.60
AUTO.CA	GB AUTO S.A.E	3.90	3.65	3.00	4.30	4.65	↓	P.SELL	4.65
HELI.CA	Misr Gedida Hou	19.47	19.30	18.50	23.30	25.50	↓	P.SELL	23.30
AINH.CA	Arab Investment Holding	0.54	0.55 *	0.50	0.60	0.66	↓	P.SELL	0.66
EGCH.CA	EGYPT CHEM IND	4.70	4.70 *	4.50	5.30	5.75	↓	P.SELL	5.75
EMFD.CA	EMAAR MISR DEV	3.00	3.00 *	2.85	3.35	3.60	↓	P.SELL	3.60
PIOH.CA	PIONEERS HLDG	5.70	5.75 *	5.40	6.40	6.80	↓	P.SELL	6.80
OIH.CA	ORASCOM INVESTMENT HOLDING	0.51	0.51 *	0.45	0.55	0.59	↓	P.SELL	0.59
ORHD.CA	ORASCOM DEV	5.84	5.75	5.50	6.70	7.00	↓	P.SELL	7.00
EGTS.CA	EGYPTIAN RESORTS	1.80	1.72	1.64	1.86	2.00	↓	P.SELL	2.00
ORWE.CA	ORIENTAL WEAVERS	9.40	8.90	8.55	10.00	10.70	↓	P.SELL	10.70
IRON.CA	EGYPTIAN IR & ST	2.95	3.00 *	2.70	3.70	4.10	↓	P.SELL	4.10
ACGC.CA	ARAB COTTON GIN.	1.70	1.65	1.55	1.95	2.05	↓	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.