

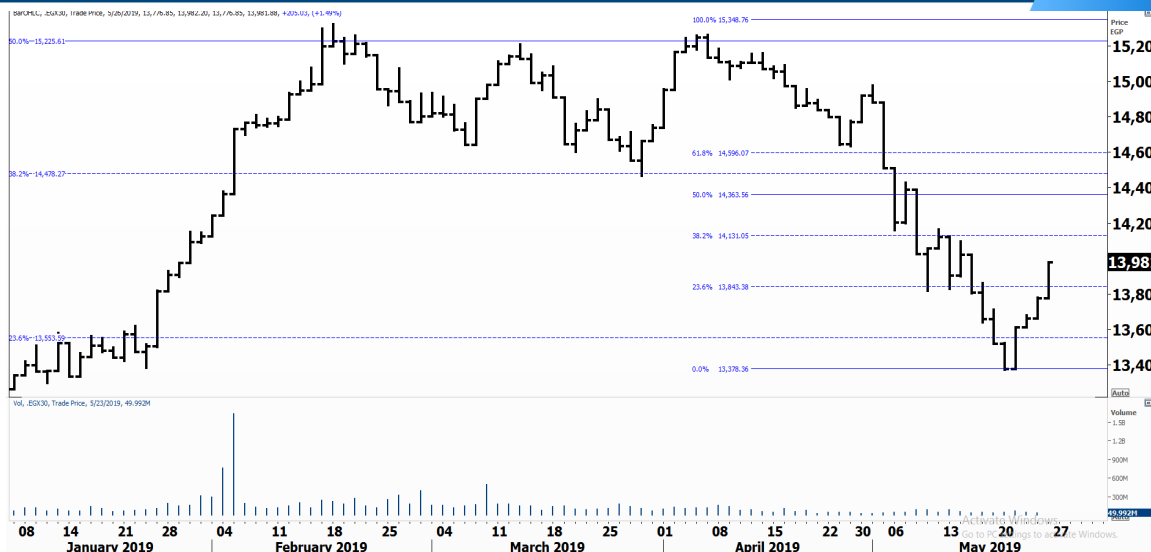


PIONEERSECURITIES

TECH TO THE POINT

27-May-19

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



Last	13,981.88
High Today	13,982.20
Low Today	13,776.85
Volume	M 49.992
First Support	13,350.00
Second Support	12,700.00
First Resistance	14,150.00
Second Resistance	14,500.00
Stop Loss	

HISTORICAL RETURN %

1 WEEK	3.41%
1 MONTH	-5.34%
1 QUARTER	-6.51%
1 YEAR	-15.94%
YTD	7.26%

Analysis

The market was able to close clearly above 13,800 yesterday. Despite this positive close, volumes are still low, which shows that buyers did not step in as they should. Thus, if volumes do not begin to expand, the current market rise will be short-lived. Market breadth is still not that good but better than before, this gives us some hope that the current market rise might continue for sometime.

Our resistance lies at 14,100; it will be a normal scenario to witness selling pressure as the index approaches this level; if, however, the index does not decline sharply after approaching this minor resistance, we will still be waiting for another upward leg that might take the EGX 30 to 14,400-14,500.

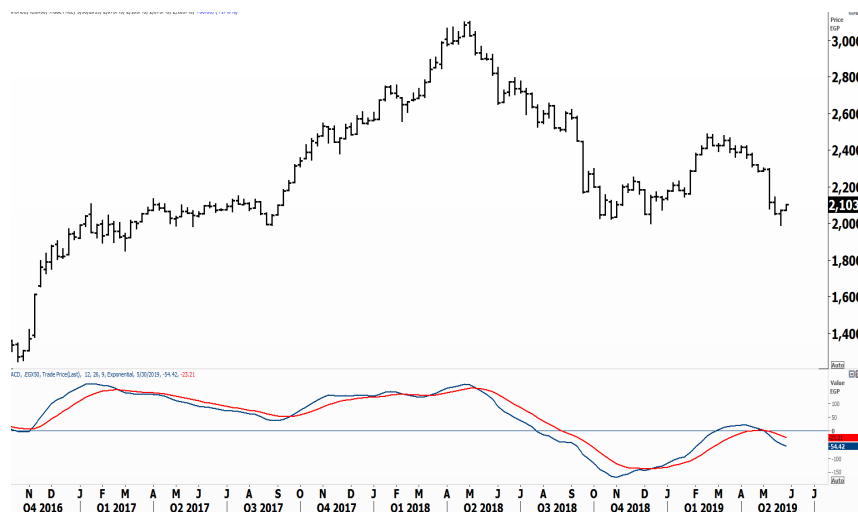
Egyptian Exchange Equal Weights Index EGX50

Analysis


The EGX 50 index began to rebound from its major support that lies at 2,000. The index closed above 2,100 yesterday and still looks like it has upward potential.

The MACD indicator is trying to create a higher low; if a positive crossover occurs, this higher low will be confirmed and will be considered as a bullish sign for the market.

It is important to watch how the market will perform in the next couple of sessions as its ability to maintain itself without falling will be considered as a signal of more rise to come



Resistance

CCAP  Broke 3.46 upwards, closing at 3.49 at the end of the session. If this breakout is confirmed, the stock might reach the 3.65-3.7 range.

PHDC  Broke its resistance that lies at 2.43, closing at 2.52 at the end of the session. Volumes that accompanied yesterday's rise were low however. Our current target lies at 2.65 where selling pressure will probably be stronger.


Support


No stocks broke their support yesterday


Testing

Support

Resistance

OIH  The stock broke 0.535 yesterday sharply and closed near its second resistance that lies at 0.575. This level should serve as resistance. A break above 0.575 will lead to a strong rise and our target will be set near 0.65. On the other hand, if OIH falls from current levels, it should find support at the 0.528-0.53 range.

ACAMD  The 2.4 level is the current resistance for the stock. Volumes are still not high, but a breakout above this resistance (if it occurs) will lead to a significant rise as our target will be set around 2.6.

AIH  A break above 0.6 will trigger a new short-term buy signal; such a breakout will lead AIH to 0.67-0.68. We do not recommend stepping in, however, until the 0.6 level is broken upwards.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	71.00	69.00	66.00	73.00	77.00	↓	P.SELL	77.00
EAST.CA	EASTERN CO	17.00	15.20	14.60	17.00 *	17.70	↓	P.SELL	17.70
SWDY.CA	ELSWEDY ELECTRIC	14.45	12.80	11.60	15.00	16.00	↓	P.SELL	16.00
TMGH.CA	TALAT MOSTAFA	10.57	9.60	8.75	11.00	11.60	↓	P.SELL	11.60
ACAMD.CA	Arab Co. for Asset Management	2.40	2.20	2.00	2.42	2.60	↓	P.SELL	2.60
EKHO.CA	EGYPT KUWAIT HLD	1.46	1.37 \$	1.30 \$	1.47 \$	1.55 \$	↔	Hold	1.47
HRHO.CA	EFG HERMES HOLD	16.31	15.20	14.30	16.35	17.00	↓	P.SELL	17.00
GTHE.CA	GLOBAL TELECO	0.00	4.05	3.90	4.75	4.90	↔	Hold	4.75
AMOC.CA	ALX MINERAL OILS	4.72	3.80	2.50	4.80	5.50	↓	P.SELL	5.50
MNHD.CA	MEDINET NASR HOU	6.04	5.50	5.00	6.25	6.85	↓	P.SELL	6.85
CIRA.CA	Cairo Investment & Real Estate	10.83	10.60	10.00	12.50	13.30	↔	Hold	10.00
OCDI.CA	6TH OCT DEV INV	13.75	12.85	12.55	14.50	16.00	↓	P.SELL	16.00
JUFO.CA	JUHAYNA FOOD IND	0.00	10.00	9.00	11.25	12.50	↓	P.SELL	12.50
ESRS.CA	EZZ STEEL	12.41	11.25	10.00	13.50	14.80	↓	P.SELL	15.60
ETEL.CA	TELECOM EGYPT	13.72	12.50	11.40	14.25	15.00	↓	P.SELL	14.25
CCAP.CA	CITADEL CAPITAL	3.49	3.20	2.90	3.70	3.81	↓	P.SELL	3.70
SRWA.CA	Sarwa Capital Holding	6.00	5.50	5.00	6.00 *	6.40	↓	P.SELL	6.00 *
PHDC.CA	PALM HILL DEV CO	2.52	2.30	2.10	2.60	2.85	↓	P.SELL	2.60
AUTO.CA	GB AUTO S.A.E	4.10	3.65	3.00	4.30	4.65	↓	P.SELL	4.65
HELI.CA	Misr Gedida Hou	21.96	19.30	18.50	23.30	25.50	↓	P.SELL	23.30
AINH.CA	Arab Investment Holding	0.59	0.55	0.50	0.60	0.66	↓	P.SELL	0.66
EGCH.CA	EGYPT CHEM IND	5.29	4.70	4.50	5.30	5.75	↓	P.SELL	5.75
EMFD.CA	EMAAR MISR DEV	3.23	3.00	2.85	3.35	3.60	↓	P.SELL	3.60
PIOH.CA	PIONEERS HLDG	6.46	5.70	5.40	6.80	7.20	↓	P.SELL	6.80
OIH.CA	ORASCOM INVESTMENT HOLDING	0.57	0.51	0.45	0.57 *	0.59	↓	P.SELL	0.59
ORHD.CA	ORASCOM DEV	6.38	5.75	5.50	6.70	7.00	↓	P.SELL	7.00
EGTS.CA	EGYPTIAN RESORTS	1.90	1.72	1.64	1.86 *	2.00	↓	P.SELL	2.00
ORWE.CA	ORIENTAL WEAVERS	9.63	8.90	8.55	10.00	10.70	↓	P.SELL	10.70
IRON.CA	EGYPTIAN IR & ST	3.25	3.00	2.70	3.70	4.10	↓	P.SELL	4.10
ACGC.CA	ARAB COTTON GIN.	1.82	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

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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.