

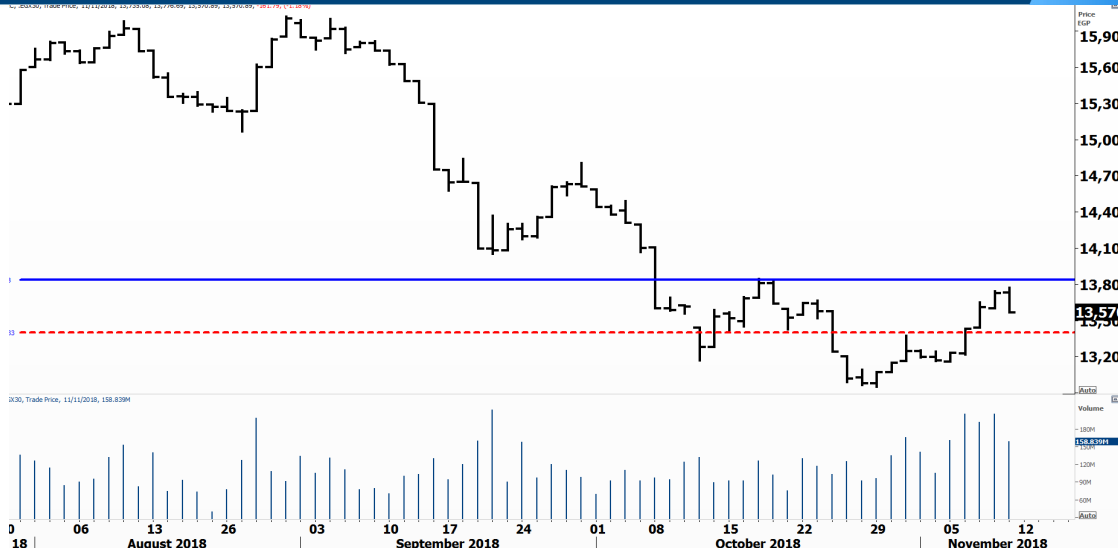


PIONEERSECURITIES

TECH TO THE POINT

12-Nov-18

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



Last	13,570.89
High Today	13,776.69
Low Today	13,570.89
Volume	M 158.839
First Support	13,400.00
Second Support	13,000.00
First Resistance	13,800.00
Second Resistance	14,100.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	4.02%
1 MONTH	1.06%
1 QUARTER	-13.76%
1 YEAR	-3.32%
YTD	-8.57%

Analysis

The market retreated from its resistance, closing near its low at the end of the session. Selling pressure appeared in the second half of the session and buyers were not able to bring prices up once again. This decline came from the EGX resistance that lies at 13,800. The index closed at 13,570, and as we mentioned in our weekly report, we can see a decline to the 13,400 level. We are expecting a higher low, however, which should be followed by a breakout above resistance.

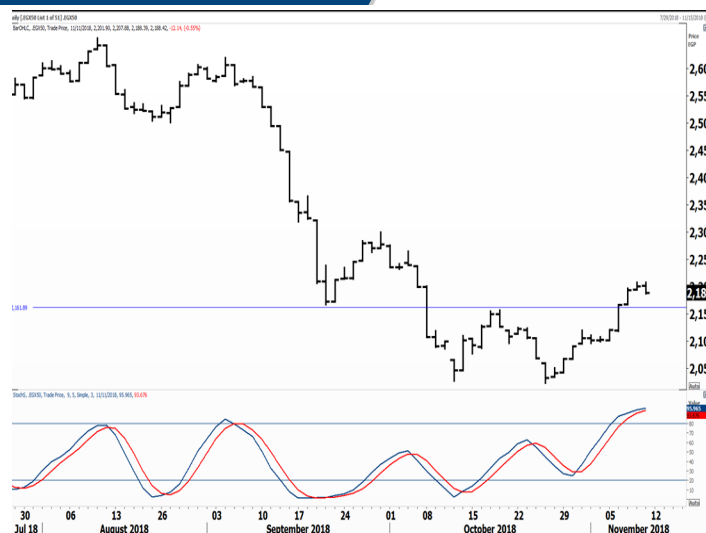
This market decline should be viewed as healthy if the market creates a higher low formation. This is our expectation, especially that many stocks still look positive.

Egyptian Exchange Equal Weights Index EGX50


Analysis


The EGX 50 already broke its resistance that coincides with the 13,800 on the EGX 30. Yesterday's decline led the EGX 50 to close at 2,180, approaching its new support (previous peak) that lies at the 2,150-2,160 area. If the index reaches this level, along with the EGX 30 reaching near 13,400-13,500, we will probably witness buying power entering the market again. If this occurs, the next rise will probably be strong.


Our indicators show that buying power is currently much more aggressive than before; this, in itself, is a bullish sign for the market.



Resistance

BTFH  If the 7.48 breakout is confirmed, the stock will be eligible to reach 9. It is important to note though that the 8.05 level might be a hurdle if the stock continues its rise. Thus, we are waiting for the target of 9 to be reached, especially if BTFH breaks above 8.05.

MENA  Broke 1.88 upwards, closing at 1.9 at the end of the session. It is important that MENA trades above 1.9 for at least one additional day so that we can set its target near 2.5. In other words, if this breakout is confirmed, the road will be paved for MENA to reach much higher targets.


IFAP  The stock has been doing well since the third week of September and is expected to continue its outperformance. Our first target lies at 4.2. This is an important level to watch as selling pressure might intensify there.


Support

Testing

Support

Resistance

GTHE  The 3.45-3.5 range is the current resistance for GTHE. If a decline occurs from current levels, it will probably find strong support near 3.2. Those who want to step in are recommended to wait either a decline near 3.2 to enter, or a confirmed breakout above 3.5 as our target will be set at 4.4.

OIH  The stock declined slightly after testing its resistance that lies at 0.58. We like the stock and are expecting a break above 0.58. If this occurs, a buy signal will be triggered with a minimum target at around 0.65.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	80.11	78.00	73.00	84.00	86.25	↔	Hold	78.00
EAST.CA	EASTERN CO	16.50	15.20	14.60	17.00	19.80	↓	P.SELL	17.00
SWDY.CA	ELSWEDY ELECTRIC	16.00	14.80	13.85	17.25	18.00	↔	Hold	14.80
TMGH.CA	TALAT MOSTAFA	9.80	9.00	8.80	9.90	10.50	↓	P.SELL	10.50
ABUK.CA	ABU QIR FRT&CHM	27.65	27.00	25.50	29.00	31.50	↓	P.SELL	31.50
EKHO.CA	EGYPT KUWAIT HLD	1.11	\$1.10	\$1.08	\$1.15	\$1.17	↔	Hold	\$1.08
HRHO.CA	EFG HERMES HOLD	14.26	13.85	13.20	14.50	15.12	↓	P.SELL	15.12
GTHE.CA	GLOBAL TELECO	3.42	2.70	2.50	3.45	3.88	↓	P.SELL	3.45
AMOC.CA	ALX MINERAL OILS	7.08	6.80	6.25	8.00	8.20	↓	P.SELL	8.90
MNHD.CA	MEDINET NASR HOU	7.35	7.00	6.50	7.65	8.40	↔	Hold	6.50
SKPC.CA	SIDI KERIR PETRC	20.00	19.00	18.35	20.60	22.75	↓	P.SELL	22.75
OCDI.CA	6TH OCT DEV INV	15.84	14.75	13.00	16.80	17.90	↓	P.SELL	17.90
JUFO.CA	JUHAYNA FOOD IND	10.01	8.70	7.70	10.85	11.50	↓	P.SELL	10.85
ESRS.CA	EZZ STEEL	18.71	16.00	13.50	19.90	20.95	↓	P.SELL	20.95
ETEL.CA	TELECOM EGYPT	10.80	10.25	9.55	11.20	11.90	↓	P.SELL	11.90
CCAP.CA	CITADEL CAPITAL	3.82	3.65	3.45	3.85	4.20	↔	Hold	3.45
QNBA.CA	QNB ALAHLI	41.00	40.00	38.00	50.00	54.50	↓	P.SELL	54.50
PHDC.CA	PALM HILL DEV CO	2.43	2.30	2.06	2.55	2.90	↔	Hold	2.55
ORAS.CA	ORASCOM CONST	116.49	114.00	110.00	122.00	131.00	↔	Hold	122.00
HELI.CA	Misr Gedida Hou	19.06	17.30	16.00	19.90	21.95	↓	P.SELL	19.90
EFID.CA	EDITA FOOD INDS	13.84	13.00	12.20	14.50	16.00	↓	P.SELL	17.00
ISPH.CA	IBNSINA PHARMA	9.56	9.40	8.60	10.23	10.80	↔	Hold	8.60
EMFD.CA	EMAAR MISR DEV	3.23	3.08	2.90	3.45	3.70	↓	P.SELL	3.45
PIOH.CA	PIONEERS HLDG	6.77	6.50	5.75	7.15	8.00	↔	Hold	5.75
OIH.CA	ORASCOM INVESTMENT HOLD- ING	0.57	0.51	0.45	0.58	0.64	↔	Hold	0.51
EGAL.CA	EGYPT ALUMINIUM	34.40	32.50	31.00	36.00	38.00	↔	Hold	36.00
EGTS.CA	EGYPTIAN RESORTS	2.13	2.11	2.03	2.32	2.50	↑	Hold	1.90
PORT.CA	PORTO GROUP	0.74	0.71	0.60	0.77	0.85	↓	P.SELL	0.85
IRON.CA	EGYPTIAN IR & ST	5.08	4.80	4.50	5.30	5.90	↔	Hold	5.30
ACGC.CA	ARAB COTTON GIN.	1.93	1.65	1.50	1.99	2.07	↓	P.SELL	2.07

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.