

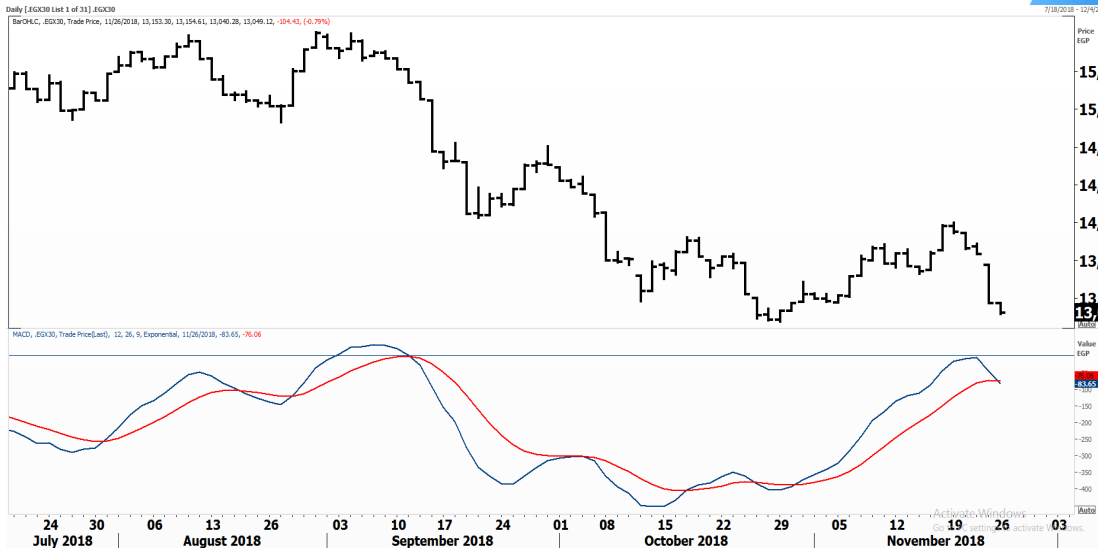


PIONEERSECURITIES

TECH TO THE POINT

27-Nov-18

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



Last	13,049.12
High Today	13,154.61
Low Today	13,040.28
Volume M	103.342
First Support	13,000.00
Second Support	12,700.00
First Resistance	14,000.00
Second Resistance	14,500.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	-6.16%
1 MONTH	0.20%
1 QUARTER	-14.36%
1 YEAR	-8.25%
YTD	-13.12%

Analysis

The market declined the past few sessions as the CIB witnessed a severe fall because of the Banking Tax issue. The EGX 30 closed yesterday at 13,050 exactly at its support. This decline, however, is coupled with a significant positive divergence on our momentum indicators, and specifically the MACD, which is still showing strength.

We are expecting the market to rebound from current levels; if, however, the low is violated, we do not expect the index to go too far away. Our market should be bottoming currently and the 14,000 level is expected to be broken upwards before the end of the year. Our bullish view is still intact despite the most recent market decline.

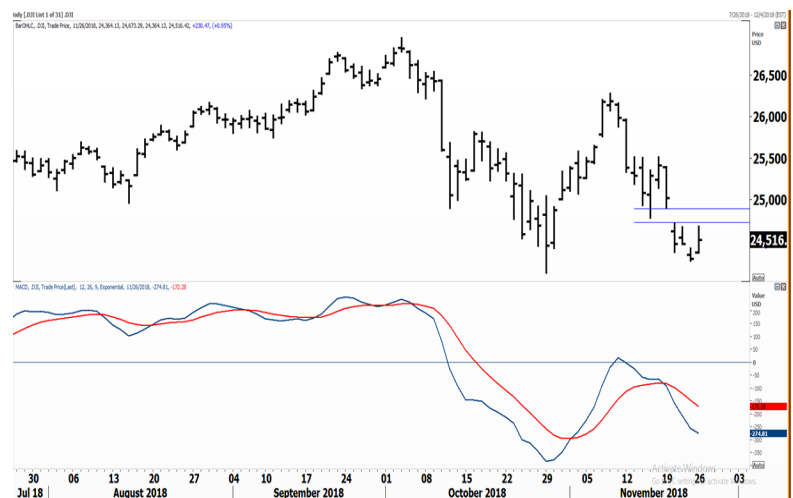
Dow Jones Industrials/ Daily Chart

Analysis

From time to time we like to look at the USA markets, especially when they are approaching major levels.

The 24,000 is the major support for the DJI; a break below this support will be contagious to other equity indices all over the world. In other words, the ability of the DJI to rebound from current levels and surpass 25,000 will be one of the positive signs that will be taken into consideration when analyzing our markets.

The Dow Jones will confirm its support if it surpasses 25,000, along with the MACD witnessing a renewed positive crossover. Such a combination will be bullish on the short-term.



Resistance


No breakouts yesterday.


Support


No breakdowns yesterday.

Testing


Support


ETEL  The recent decline took ETEL to 10.8 where buying power appeared and led the stock to close at 11.3 at the end of yesterday's session. ETEL will trigger a buy signal at the break above 12. A breakout above this level will be bullish as our target will be set at 14.

UASG  The 0.88 is currently serving as a minor support for the stock. If a rebound occurs from here, the stock will probably hit 1 initially. Only a break above this level will be considered bullish as our target will then be set at around 1.2.

HELI  The stock, unfortunately, looks weak and is on the verge of breaking support. The 17.2 level is the current support and is in real threat. No bullish signs until the stock breaks above 19.5 clearly. As long as HELI is trading below this minor peak, we do not recommend approaching it.

Resistance

ATQA  The stock closed almost at 32.5 and is challenging its high that lies at 33. Those who want to step in are recommended to buy at the breakout as new highs will be hit and much higher targets will be expected to be reached.

TORA  Tried to break 14.8 but was unable to trade above it. If TORA confirms the 14.8 breakout we will put here a Bull face..... Our first target will be set at 18

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	73.00	72.00	70.00	77.00	79.50	↔	Hold	79.50
EAST.CA	EASTERN CO	17.18	16.60	15.75	19.80	21.00	↑	P.Buy	16.60
SWDY.CA	ELSWEDY ELECTRIC	16.20	15.90	14.80	18.30	20.50	↑	P.Buy	15.90
TMGH.CA	TALAT MOSTAFA	9.90	9.30	9.10	10.50	11.40	↔	Hold	10.50
ABUK.CA	ABU QIR FRT&CHM	25.55	25.50	24.50	28.45	29.00	↓	P.SELL	29.00
EKHO.CA	EGYPT KUWAIT HLD	1.08	\$1.08 *	\$1.03	\$1.12	\$1.15	↔	Hold	\$1.08
HRHO.CA	EFG HERMES HOLD	13.84	13.55	12.80	14.84	15.70	↓	P.SELL	14.84
GTHE.CA	GLOBAL TELECO	3.58	3.28	3.00	3.70	4.07	↔	Hold	3.28
AMOC.CA	ALX MINERAL OILS	6.55	6.25	5.93	7.18	7.50	↓	P.SELL	7.50
MNHD.CA	MEDINET NASR HOU	7.15	6.90	6.30	7.75	8.40	↔	Hold	6.90
SKPC.CA	SIDI KERIR PETRC	17.22	16.30	15.70	18.40	19.23	↓	P.SELL	20.60
OCDI.CA	6TH OCT DEV INV	15.53	14.80	14.20	17.20	17.90	↔	Hold	17.20
JUFO.CA	JUHAYNA FOOD IND	11.00	9.50	8.50	11.50	12.10	↔	Hold	9.50
ESRS.CA	EZZ STEEL	18.27	18.00	17.25	20.10	20.95	↓	P.SELL	20.95
ETEL.CA	TELECOM EGYPT	11.30	10.80	10.00	11.90	13.25	↔	Hold	11.90
CCAP.CA	CITADEL CAPITAL	3.74	3.80*	3.40	4.13	4.40	↑	Hold	3.80 *
QNBA.CA	QNB ALAHLI	41.00	40.00	38.00	46.00	50.00	↓	P.SELL	50.00
PHDC.CA	PALM HILL DEV CO	2.48	2.30	2.18	2.90	3.20	↑	P.Buy	2.30
ORAS.CA	ORASCOM CONST	110.53	110.00	108.00	122.00	131.00	↔	Hold	122.00
HELI.CA	Misr Gedida Hou	17.35	17.30	16.00	19.50	21.95	↓	Hold	19.50
EFID.CA	EDITA FOOD INDS	14.00	13.80	13.00	16.00	17.00	↓	P.SELL	16.00
ISPH.CA	IBNSINA PHARMA	10.40	10.10	9.50	11.50	12.20	↑	P.Buy	9.50
EMFD.CA	EMAAR MISR DEV	3.08	2.85	2.50	3.45	3.70	↔	Hold	3.45
PIOH.CA	PIONEERS HLDG	6.60	6.10	5.60	7.15	8.00	↔	Hold	5.60
OIH.CA	ORASCOM INVESTMENT HOLDING	0.57	0.56	0.51	0.60	0.64	↔	Hold	0.56
EGAL.CA	EGYPT ALUMINIUM	34.76	32.50	31.00	36.00	38.00	↔	Hold	32.50
EGTS.CA	EGYPTIAN RESORTS	1.98	1.88	1.68	2.12	2.22	↓	P.SELL	2.22
PORT.CA	PORTO GROUP	0.88	0.84	0.78	0.98	1.10	↔	Hold	0.78
IRON.CA	EGYPTIAN IR & ST	5.35	4.93	4.50	5.50	5.90	↔	Hold	4.93
ACGC.CA	ARAB COTTON GIN.	1.89	1.80	1.65	2.00	2.11	↔	Hold	2.00

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.