

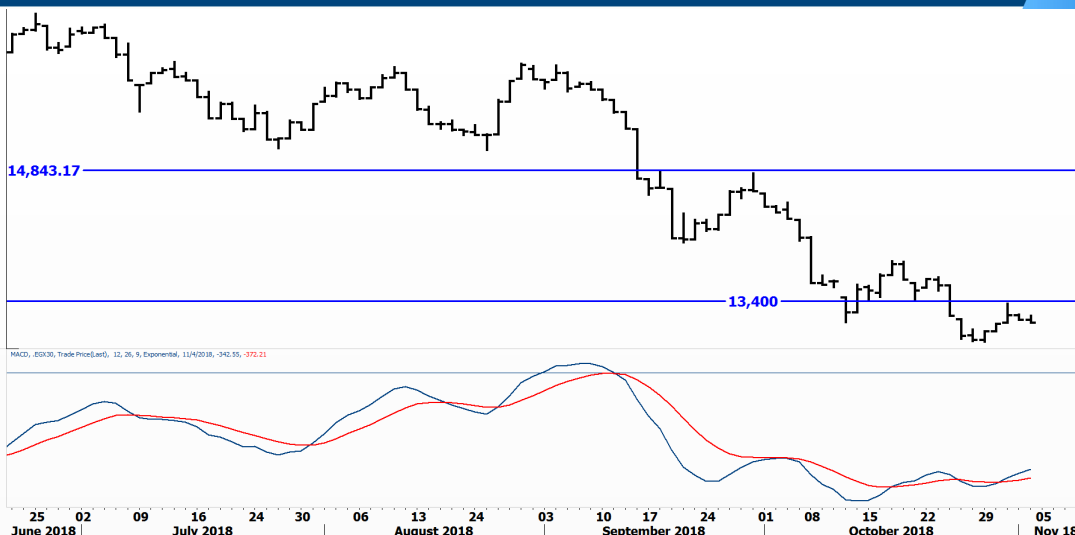


PIONEERSECURITIES

# TECH TO THE POINT

5-Nov-18

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



Last	13,170.28
High Today	13,244.74
Low Today	13,169.61
Volume	M 105.111
First Support	12,950.00
Second Support	12,450.00
First Resistance	13,400.00
Second Resistance	13,800.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	1.46%
1 MONTH	-6.63%
1 QUARTER	-16.31%
1 YEAR	-8.02%
YTD	-12.31%

## Analysis

We have mentioned before not to enter the market until the 13,800 level is broken upwards. We can alter our recommendation a bit and use an early signal, which is a break above 13,400. This change will suit shorter-term investors, and will give market participants some hope of a potential breakout above 13,800.

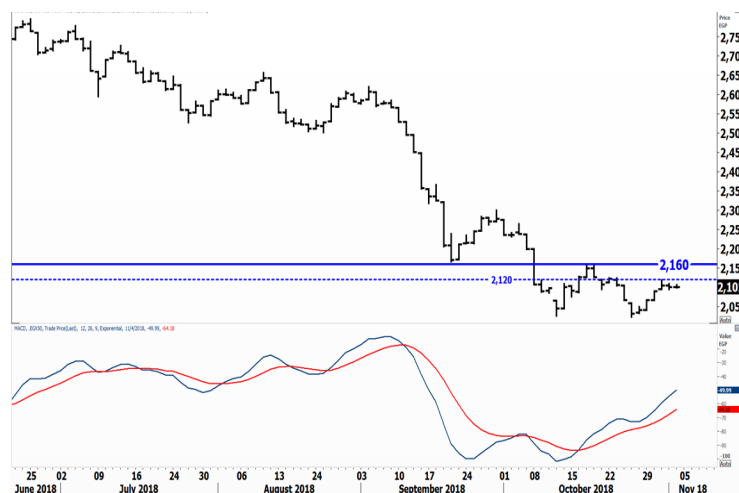
Thus, our entry signal can be triggered at a break above 13,400. A confirmed break above this level will be a preliminary signal of a stronger rise to come.

It is important to note that heavy weights stocks are still not able to improve significantly; stocks like real estate need to show more improvement for the index to witness a significant rise.


## Egyptian Exchange Equal Weights Index EGX50


### Analysis

Continuing our analysis on the EGX 50 index, the 2,120 level can be used as an early sign for a potential break above 2,160. The index is not far away from its peak, so we expect the breakout to occur soon, if the market continues its rise. Those who want to use a very early signal can use the 2,120 level, but we prefer to stick to the 2,160, which is the confirmation of the short-term rise.




## Resistance

**ACAMD**  Broke 2.16 yesterday with very high volumes; the stock looks very strong and is expected to reach 2.8 as our first important target. Those who are out of the stock are recommended to step in with a stop below 2 or below 2.1, depending on each one's risk tolerance. We are bullish on ACAMD and expecting much higher targets to come.


**ARCC**  Confirmed its breakout above its two peaks (5.16 and 5.35) and closed at around 5.5. ARCC looks good and expected to reach higher targets. Our first important target to watch lies at 6.5. This is a nice 20% move from here.

## Support

**SKPC**  Continued its decline yesterday, breaking below 20.65. The 19.05 is an old bottom and might serve as support. We will not put the stock into consideration, however, until clear strength appears.


## Testing

## Support

**EKHO**  The stock might witness a period of underperformance in the next period, especially if the rest of the market rises. EKHO is a defensive stock and we like it, especially during corrections. Those who want to enter are recommended to wait for a break above 1.13.

**OIH**  The inability to rise from 0.52 is not a good sign for OIH. The stock needs to rebound from this support to be viewed as a potential. For confirmation, however, only a break above 0.58 will be bullish for the stock.

## Resistance

**CCAP**  The 3.85 is an important resistance for CCAP. Buyers, however, are still buying and are fighting this resistance to break upwards. Those who have positions are recommended to hold and trade only parts of their positions. Those who are out of the stock should wait for a breakout above 3.85 and then enter.

**ELSH**  Challenging its resistance that lies at 5.43. If ELSH breaks this resistance upwards, a buy signal will be triggered with a target near 6.15.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	80.00	78.60	77.00	84.00	86.25	↔	Hold	78.60
EAST.CA	EASTERN CO	15.99	14.60	13.50	17.00	19.80	↓	P.SELL	17.00
SWDY.CA	ELSWEDY ELECTRIC	15.00	13.25	12.50	15.50	18.00	↓	P.SELL	15.50
TMGH.CA	TALAT MOSTAFA	9.17	9.00	8.80	9.90	10.50	↓	P.SELL	10.50
ABUK.CA	ABU QIR FRT&CHM	27.50	25.50	24.50	29.00	31.50	↓	P.SELL	31.50
EKHO.CA	EGYPT KUWAIT HLD	1.10	\$1.11	\$1.08	\$1.15	\$1.17	↔	Hold	\$1.08
HRHO.CA	EFG HERMES HOLD	14.10	14.00	13.20	14.50	15.12	↓	P.SELL	15.12
GTHE.CA	GLOBAL TELECO	2.78	2.55	2.20	3.00	3.50	↓	P.SELL	3.50
AMOC.CA	ALX MINERAL OILS	6.97	6.80	6.25	8.00	8.20	↓	P.SELL	8.90
MNHD.CA	MEDINET NASR HOU	7.04	7.00	6.50	8.40	9.15	↔	Hold	6.50
SKPC.CA	SIDI KERIR PETRC	19.95	19.00	18.35	20.60	22.75	↓	P.SELL	22.75
OCDI.CA	6TH OCT DEV INV	15.55	14.75	13.00	16.80	17.90	↓	P.SELL	17.90
JUFO.CA	JUHAYNA FOOD IND	9.61	8.70	7.70	10.85	11.50	↓	P.SELL	10.85
ESRS.CA	EZZ STEEL	17.50	17.45	16.00	19.90	20.95	↓	P.SELL	20.95
ETEL.CA	TELECOM EGYPT	10.70	10.25	9.55	11.20	11.90	↓	P.SELL	11.90
CCAP.CA	CITADEL CAPITAL	3.84	3.45	3.20	3.85	4.20	↔	Hold	3.20
QNBA.CA	QNB ALAHLI	42.00	40.00	38.00	50.00	54.50	↓	P.SELL	54.50
PHDC.CA	PALM HILL DEV CO	2.35	2.18	2.06	2.55	2.90	↔	Hold	2.55
ORAS.CA	ORASCOM CONST	115.00	110.00	108.00	117.00	122.00	↓	P.SELL	122.00
HELI.CA	Misr Gedida Hou	17.80	16.00	14.60	18.80	19.90	↓	P.SELL	19.90
EFID.CA	EDITA FOOD INDS	14.48	13.00	12.20	14.50	16.00	↓	P.SELL	17.00
ISPH.CA	IBNSINA PHARMA	9.52	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	6.63	6.47	5.75	7.15	8.00	↔	Hold	5.75
OIH.CA	ORASCOM INVESTMENT HOLDING	0.52	0.51	0.45	0.58	0.64	↔	Hold	0.51
EGAL.CA	EGYPT ALUMINIUM	36.30	33.88	32.50	39.20	42.00	↔	Hold	32.50
EGTS.CA	EGYPTIAN RESORTS	2.21	2.03	1.90	2.38	2.50	↑	Hold	1.90
PORT.CA	PORTO GROUP	0.70	0.71	0.60	0.77	0.85	↓	P.SELL	0.85
IRON.CA	EGYPTIAN IR & ST	4.57	4.15	3.85	4.90	5.30	↓	P.SELL	5.30
ACGC.CA	ARAB COTTON GIN.	1.72	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.