

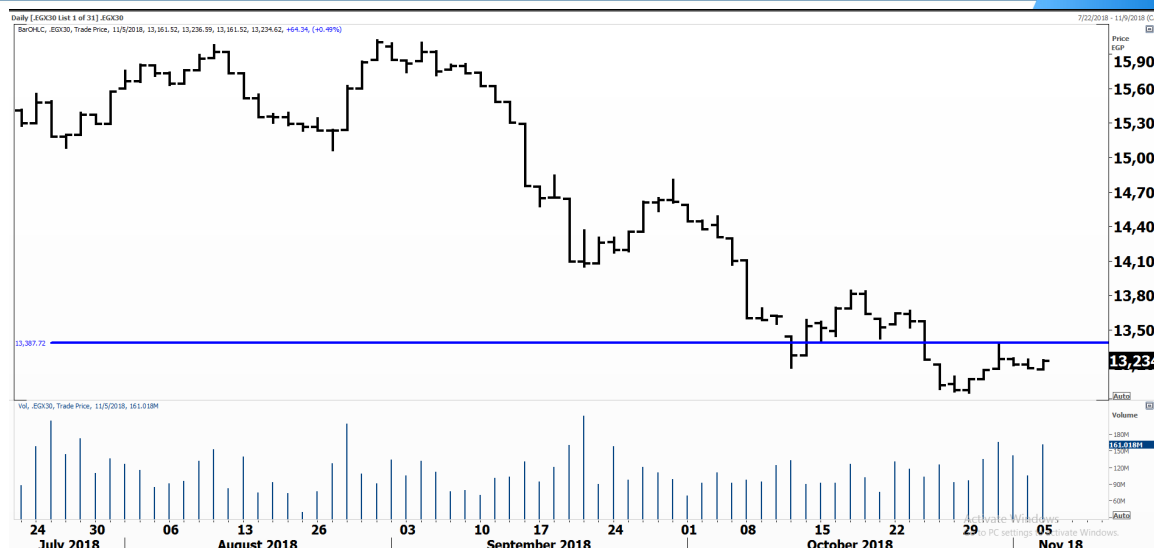


PIONEERSECURITIES

# TECH TO THE POINT

6-Nov-18

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



Last	13,234.62
High Today	13,236.59
Low Today	13,161.52
Volume M	161.018
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	1.22%
1 MONTH	-6.17%
1 QUARTER	-15.41%
1 YEAR	-6.69%
YTD	-11.88%

## Analysis

The market is struggling to rise, but big caps are still underperforming; many stocks are showing very good performance, most of them are of the medium and short-term caps. As we mentioned yesterday, we need to watch real estate stocks rising for this market to be healthier. Many stocks, however, are giving many trading opportunities, but other “heavy weights” stocks should also begin to perform better. We believe that if big caps begin to improve, it will begin with SWDY.

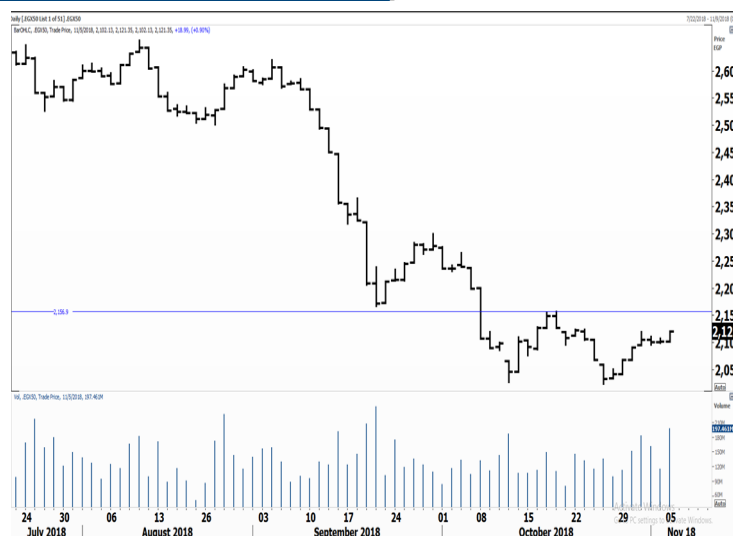
For now, we are trading smaller stocks until the big ones awaken.

# Egyptian Exchange Equal Weights Index EGX50


## Analysis


The EGX 70 closed at 2,120 yesterday, exactly at its minor resistance; we mentioned yesterday that a break above 2,120 will be considered as an early signal for a potential breakout above 2,150.


Early birds investors can step in at the 2,120 breakout; those who need confirmation, however, should wait for the second break. We believe that if the 2,150 is broken upwards, it will probably be accompanied by some blue chips performing better.



## Resistance

**PHDC**  The stock broke sharply upwards yesterday, closing at 2.47 at the end of the session. The 2.5 is a small hurdle for the stock, but if PHDC continues trading above the 2.4-2.45 area it will probably reach 2.8.


**AIND**  After the break above 0.7, AIND should reach 0.75-0.77 range. This is a resistance that should lead to a set-back. An ultimate break above 0.77 will lead the stock back near 1.

**UEGC**  Broke 0.58 upwards, closing well above it. Our first target lies at 0.63. If a decline occurs from 0.63, a higher low will probably be created. A break above 0.63 (which is expected to occur) will lead UEGC to 0.75.


## Support


## Testing

### Support

**HDBK**  Trading near its support that lies at 45.5-46. Intermediate-term investors are recommended to hold with a stop below 45. Those who want to step in should wait for a rebound first.

### Resistance

**MENA**  The 1.89 is the current resistance for the stock. A break above this level will trigger a buy signal with a target at around 2.3. Those who want to buy are recommended to enter at the breakout

**MPRC**  Closed at 4.73 after challenging the 4.8 resistance. We are bullish on MPRC and expecting it to reach higher targets. Our buy signal will be triggered at a breakout above 4.8 with an upward target at around 5.5.

**UASG**  Broke 0.85 upwards but is facing a stronger resistance at 0.91. We expect this level to serve as resistance; our entry will be triggered beyond this peak.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	80.50	78.00	73.00	84.00	86.25	↔	Hold	78.00
EAST.CA	EASTERN CO	15.98	15.20	14.60	17.00	19.80	↓	P.SELL	17.00
SWDY.CA	ELSWEDY ELECTRIC	15.05	13.50	12.50	15.50	18.00	↓	P.SELL	15.50
TMGH.CA	TALAT MOSTAFA	9.35	9.00	8.80	9.90	10.50	↓	P.SELL	10.50
ABUK.CA	ABU QIR FRT&CHM	28.05	25.50	24.50	29.00	31.50	↓	P.SELL	31.50
EKHO.CA	EGYPT KUWAIT HLD	1.10	\$1.10 *	\$1.08	\$1.15	\$1.17	↔	Hold	\$1.08
HRHO.CA	EFG HERMES HOLD	14.05	14.00	13.20	14.50	15.12	↓	P.SELL	15.12
GTHE.CA	GLOBAL TELECO	2.76	2.55	2.20	3.00	3.50	↓	P.SELL	3.00
AMOC.CA	ALX MINERAL OILS	7.05	6.80	6.25	8.00	8.20	↓	P.SELL	8.90
MNHD.CA	MEDINET NASR HOU	7.05	7.00	6.50	8.40	9.15	↔	Hold	6.50
SKPC.CA	SIDI KERIR PETRC	19.93	19.00	18.35	20.60	22.75	↓	P.SELL	22.75
OCDI.CA	6TH OCT DEV INV	15.20	14.75	13.00	16.80	17.90	↓	P.SELL	17.90
JUFO.CA	JUHAYNA FOOD IND	9.60	8.70	7.70	10.85	11.50	↓	P.SELL	10.85
ESRS.CA	EZZ STEEL	17.33	16.00	13.50	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	3.79	3.65	3.45	3.85	4.20	↔	Hold	3.45
QNBA.CA	QNB ALAHLI	42.00	40.00	38.00	50.00	54.50	↓	P.SELL	54.50
PHDC.CA	PALM HILL DEV CO	2.47	2.18	2.06	2.55	2.90	↔	Hold	2.55
ORAS.CA	ORASCOM CONST	117.00	110.00	108.00	117.00	122.00	↓	P.SELL	122.00
HELI.CA	Misr Gedida Hou	18.10	17.30	16.00	18.80	19.90	↓	P.SELL	19.90
EFID.CA	EDITA FOOD INDS	14.60	13.00	12.20	14.50 *	16.00	↓	P.SELL	17.00
ISPH.CA	IBNSINA PHARMA	9.58	9.40	8.60	10.23	10.80	↔	Hold	8.60
EMFD.CA	EMAAR MISR DEV	3.28	3.08	2.90	3.45	3.70	↓	P.SELL	3.45
PIOH.CA	PIONEERS HLDG	6.58	6.50	5.75	7.15	8.00	↔	Hold	5.75
OIH.CA	ORASCOM INVESTMENT HOLD- ING	0.54	0.51	0.45	0.58	0.64	↔	Hold	0.51
EGAL.CA	EGYPT ALUMINIUM	36.00	33.88	32.50	39.20	42.00	↔	Hold	32.50
EGTS.CA	EGYPTIAN RESORTS	2.23	2.03	1.90	2.38	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	4.80	4.15	3.85	4.90	5.30	↓	P.SELL	5.30
ACGC.CA	ARAB COTTON GIN.	1.83	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).

## Technical Analysis Department

### Saleh Nasser

Chief Technical Strategist

### Ahmed Hassan

Senior Technical Analyst

### Dina Fahmy

Senior Technical Analyst

### 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.