

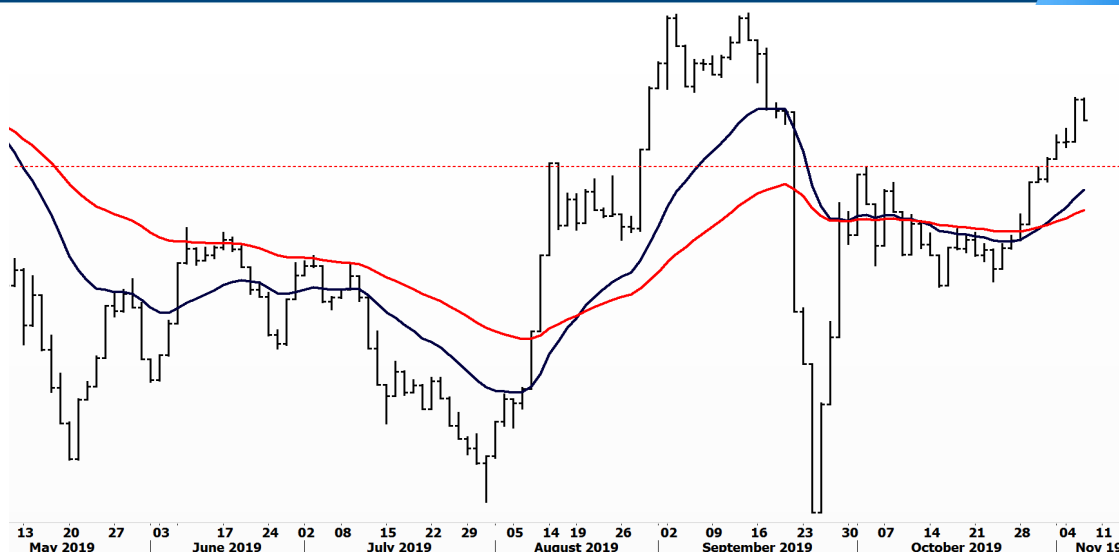


PIONEERSECURITIES

# TECH TO THE POINT

7-Nov-19

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



15,100	Last	14,709.79
15,000	High Today	14,794.75
14,900	Low Today	14,709.54
14,800	Volume	M 96.353
14,700	First Support	14,450.00
14,600	Second Support	14,100.00
14,500	First Resistance	14,800.00
14,400	Second Resistance	15,200.00
14,300	Stop Loss	14,450.00
14,200	HISTORICAL RETURN %	
14,100	1 WEEK	1.60%
14,000	1 MONTH	1.93%
13,900	1 QUARTER	5.97%
13,800	1 YEAR	9.48%
13,700	YTD	12.84%
13,600		
13,500		
13,400		
13,300		
13,200		

### Analysis

Despite that the EGX 30 index closed on a negative note, the market was able to rebound at the end of the session as most stocks rose after hitting their session's low. As we can see, the struggle is still going on, which is not a bad sign for the market. The ability of the EGX 30 to maintain itself at current levels without witnessing a strong correction is a good sign.

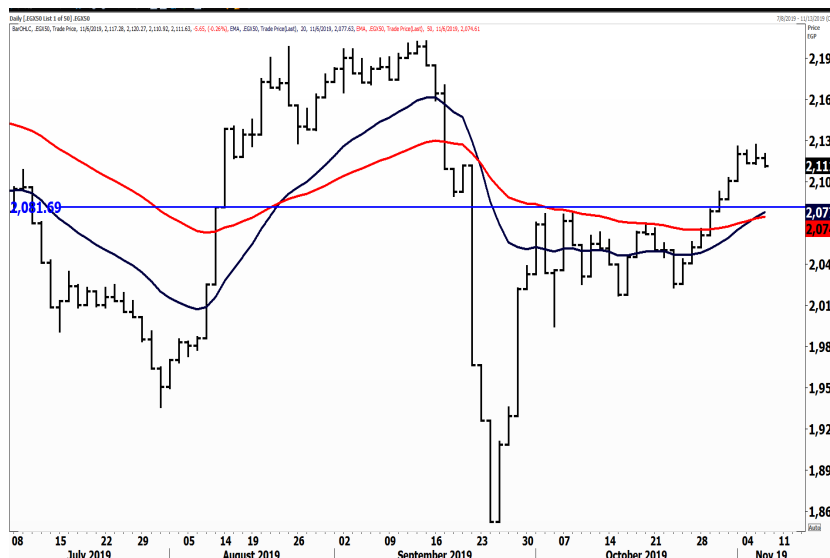
As we mentioned before, the index is not expected to break below 14,500 if it continues its correction, this is why our stop is placed below 14,450. Our expectation is a continuation of the current rise and our target is set at the 15,200-15,300 area.

## Egyptian Exchange Equal Weights Index EGX50

### Analysis

For those who want to look at where the market will stop if it witnesses a correction from here, the EGX 50 is a good gauge. In other words, if the EGX 50 retests 2,080, a new buy signal will probably be triggered as a renewed rise will be expected to occur. We are expecting, however, the market rise to occur from current levels.

Thus, our expectation is a rise from here. If however, the market declines, then we will watch the 2,080 on the EGX 50 and the 14,500 on the EGX 30 index.



## Resistance

**ABUK** 

Broke 23.7 upwards, closing at 24.2 at the end of the session. The rise came on high volumes and our target lies around 26.5-27. Those who want to step in can do so by placing their stop below 23.5.

## Support

No stocks broke their support yesterday

## Testing

### Support

**TMGH** 

The 9.25-9.3 range is an important support for TMGH. The stock is one of the important blue chips in the EGX 30 index, so it should rebound from here as a break below this major support will not be bullish for the overall market. First resistance lies near 10.2.

**EMFD** 

If the stock breaks below 2.93 a stop loss will be triggered and the downward target will be set at 2.7. Thus, EMFD should rise from current levels or stop losses will be hit.

### Resistance

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	84.20	83.00	80.50	86.00	88.00	↑	Hold	80.50
EAST.CA	EASTERN CO/d	15.70	15.80 *	15.00	16.20	16.70	↔	Hold	15.00
SWDY.CA	ELSWEDY ELECTR/d	13.00	12.80	12.60	13.75	15.17	↔	Hold	11.92
TMGH.CA	TALAT MOSTAFA/d	9.43	9.28	8.80	10.20	10.75	↔	Hold	9.27
SKPC.CA	SIDI KERIR PET/d	13.43	12.00	11.25	13.30 *	14.50	↔	Hold	11.25
EKHO.CA	EGYPT KUWAIT H/d	1.42	1.36 \$	1.29 \$	1.44 \$	1.52 \$	↔	Hold	1.44
HRHO.CA	EFG HERMES HOL/d	19.02	18.50	17.60	19.70	20.15	↔	Hold	18.50
ORAS.CA	ORASCOM CONST/d	105.20	99.00	95.00	108.50	111.00	↔	P.Buy	95.00
AMOC.CA	ALX MINERAL OI/d	4.82	4.40	4.26	4.85	5.00	↔	Hold	4.26
MNHD.CA	NASR CITY HOUS/d	5.20	5.20 *	5.05	5.70	6.05	↔	Hold	5.05
CIRA.CA	Cairo Investment & Real Estate	12.75	12.30	11.55	13.50	15.00	↑	Hold	12.30
OCDI.CA	6TH OCT DEV IN/d	16.32	15.45	14.95	16.60	17.25	↑	P.Buy	14.95
JUFO.CA	JUHAYNA FOOD I/d	8.51	8.00	7.70	10.00	11.00	↔	Hold	10.00
ESRS.CA	EZZ STEEL/d	11.52	11.25	10.00	13.55	15.50	↔	Hold	11.25
ETEL.CA	TELECOM EGYPT/d	11.30	11.00	10.85	11.50	12.30	↔	Hold	11.00
CCAP.CA	CITADEL CAPITA/d	2.45	2.34	2.12	2.60	2.75	↔	Hold	2.60
ISPH.CA	IBNSINA PHARMA	9.75	9.70	9.30	10.50	11.15	↔	Hold	9.30
PHDC.CA	PALM HILL DEV /d	2.07	2.00	1.90	2.20	2.43	↔	Hold	2.00
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	6.30	6.00	5.50	6.40	6.60	↔	Hold	6.00
HELI.CA	HELIOPOLIS/d	26.90	25.50	24.40	28.00	29.20	↔	Hold	25.50
CIEB.CA	CREDIT AGRICOL/d	44.00	40.00	38.00	45.00	47.00	↔	Hold	40.00
EGCH.CA	EGYPT CHEM IND/d	5.83	5.56	5.37	6.25	6.44	↑	P.Buy	5.37
EMFD.CA	EMAAR MISR DEV/d	2.93	2.94 *	2.70	3.23	3.45	↔	Hold	2.94
OIH.CA	ORASCOM INVESTMENT HOLDING	0.61	0.61 *	0.58	0.64	0.66	↔	Hold	0.58
ORHD.CA	ORASCOM EGYPT/d	6.93	6.85	6.50	7.30	7.60	↔	P.Buy	6.50
EGTS.CA	EGYPTIAN RESOR/d	2.66	2.55	2.38	2.93	3.04	↔	Hold	2.55
ORWE.CA	ORIENTAL WEAVE/d	10.50	10.25	10.00	11.09	11.34	↔	Hold	10.00
IRON.CA	EGYPTIAN IR & /d	2.75	2.50	2.15	3.00	3.10	↔	Hold	2.50
ADIB.CA	ABU DHABI/d	13.28	12.70	12.10	13.33	14.50	↔	Hold	13.33

## 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.