

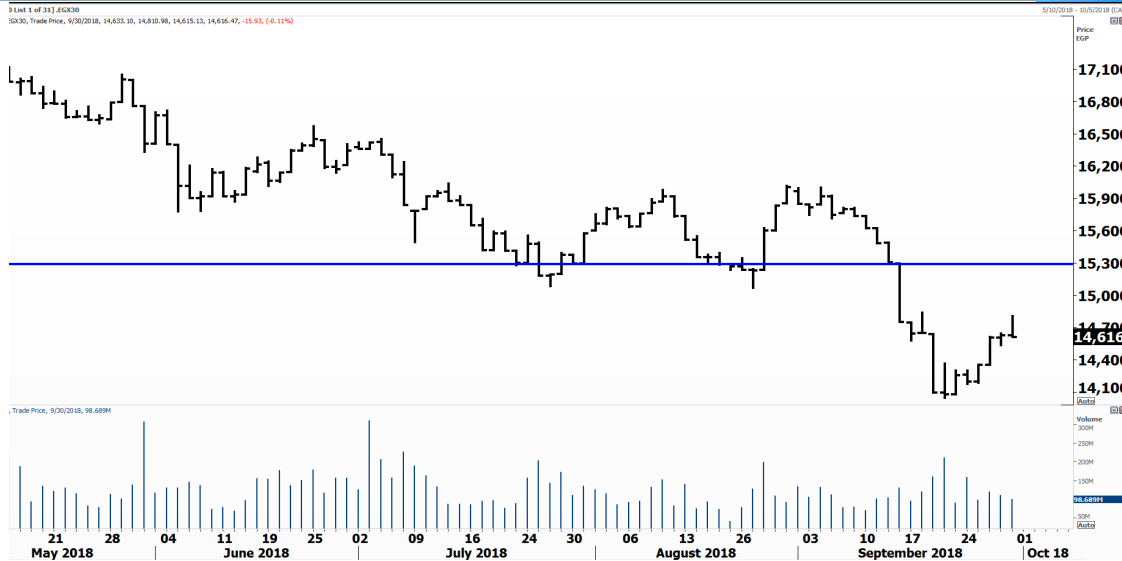


PIONEERSECURITIES

# TECH TO THE POINT

1-Oct-18

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



Last	14,616.47
High Today	14,810.98
Low Today	14,615.13
Volume	M 98.689
First Support	14,400.00
Second Support	14,000.00
First Resistance	14,800.00
Second Resistance	15,000.00
Stop Loss	

#### HISTORICAL RETURN %

1 WEEK	2.49%
1 MONTH	-8.70%
1 QUARTER	-10.59%
1 YEAR	5.24%
YTD	-2.68%

### Analysis

The EGX 30 index reached our first target that lies at 14,800 and began to decline from this level. Yesterday's decline is a normal scenario as the 14,800 is our first target to watch. We do not expect the major decline to continue from current levels though; we still believe that the market should reach higher targets. If the current decline continues, we will probably test 14,400 then rebound once again to reach our second and more important target that lies at the 15,200-15,300 range.

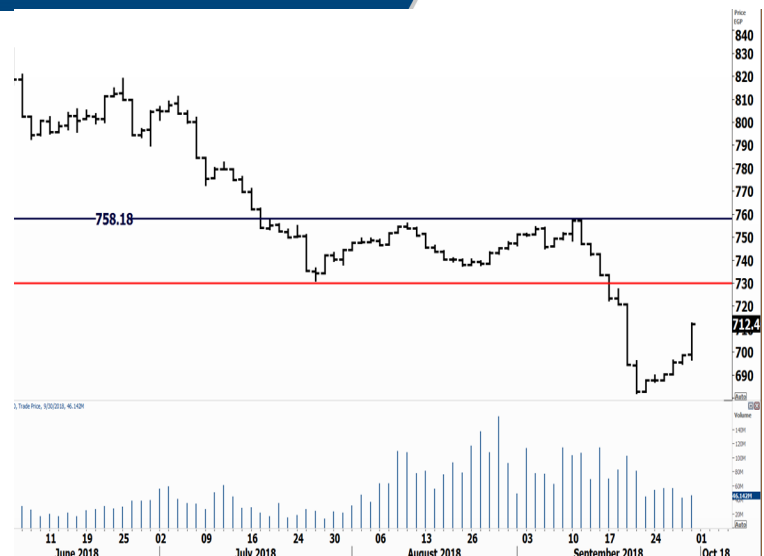
As we mentioned before, the current rise can take a zigzag shape; thus, a decline to 14,400 followed by a break above 14,800 will be seen as a bullish scenario. On the other hand, the bearish side of the coin is a decline that breaks the low; we do not expect this scenario from current levels though.

## Egyptian Exchange Small Caps Index EGX70


### Analysis

The EGX 70 index witnessed a significant rise yesterday, closing at 712. Our first resistance to watch lies at 730; second, and more important, target is set at 750-760.

Yesterday's rise was sharp, but we expect some selling pressure to appear as the index approaches 730. An ultimate break above 730 is expected, and we believe that the EGX 70 can reach its second target at the 750-760 range.



## Resistance


**TMGH**  The stock broke above 11.2, closing at 11.4 at the end of the session. We like TMGH, especially that it was able to maintain itself during the market panic decline. A test of the peak that lies near 12.25-12.3 is very probable.


## Support

## Testing

### Support

## Resistance

**EGTS**  The stock approached its strong resistance area that lies at 1.95-2 and declined to close at 1.85 at the end of the session. Those who are out of the stock and want to open a new position are recommended to step in only if EGTS breaks 2.02 upwards.

**CCAP**  Hit our first target at 3.3 and witnessed significant selling pressure to end the session at 3.15. The 2.95 level confirmed its status as an important support and should not be breached this time. A decline near 3 will probably invite buying power to step in. As for the upside potential, a break above 3.3 will lead the stock back to its highs.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	83.00	80.00	77.00	84.00	86.25	↔	Hold	80.00
EAST.CA	EASTERN CO	18.25	80.00	75.00	96.50	105.00	↓	P.SELL	105.00
SWDY.CA	ELSWEDY ELECTRIC	17.56	16.50	15.50	18.40	20.45	↔	Hold	15.50
TMGH.CA	TALAT MOSTAFA	11.40	10.70	9.90	12.25	13.20	↔	Hold	9.90
ABUK.CA	ABU QIR FRT&CHM	31.30	30.00	29.00	32.60	35.00	↔	Hold	29.00
EKHO.CA	EGYPT KUWAIT HLD	1.17	\$1.11	\$1.08	\$1.23	\$1.35	↔	Hold	\$1.08
HRHO.CA	EFG HERMES HOLD	17.27	17.00	15.50	18.40	19.50	↔	Hold	15.00
GTHE.CA	GLOBAL TELECO	3.28	2.90	2.65	3.50	3.90	↓	P.SELL	3.90
AMOC.CA	ALX MINERAL OILS	11.06	10.50	9.80	11.40	11.80	↔	Hold	10.50
MNHD.CA	MEDINET NASR HOU	7.60	6.50	5.50	8.40	9.15	↓	P.SELL	8.40
SKPC.CA	SIDI KERIR PETRC	22.31	20.50	19.20	24.50	26.00	↓	P.SELL	26.00
OCDI.CA	6TH OCT DEV INV	21.52	21.50	19.00	24.00	25.30	↔	Hold	18.75
JUFO.CA	JUHAYNA FOOD IND	10.20	9.30	8.70	10.60	11.50	↓	P.SELL	11.50
ESRS.CA	EZZ STEEL	21.70	21.50	20.00	24.00	26.00	↓	P.SELL	26.00
ETEL.CA	TELECOM EGYPT	11.70	10.25	9.50	11.90	13.20	↓	P.SELL	11.90
CCAP.CA	CITADEL CAPITAL	3.15	2.60	2.45	3.30	3.50	↓	P.SELL	3.30
QNBA.CA	QNB ALAHLI	46.00	40.00	38.00	50.00	54.50	↓	P.SELL	54.50
PHDC.CA	PALM HILL DEV CO	2.40	2.15	1.80	2.70	2.90	↓	P.SELL	2.90
ORAS.CA	ORASCOM CONST	128.00	125.00	106.00	140.00	151.00	↓	P.SELL	151.00
HELI.CA	Misr Gedida Hou	22.02	21.00	20.00	23.50	24.50	↓	Hold	24.50
EFID.CA	EDITA FOOD INDS	15.06	14.50	13.50	19.00	21.50	↔	Hold	17.50
ISPH.CA	IBNSINA PHARMA	9.31	8.90	8.40	10.10	11.00	↔	Hold	8.90
EMFD.CA	EMAAR MISR DEV	3.50	3.45	3.22	3.85	4.25	↓	P.SELL	3.85
PIOH.CA	PIONEERS HLDG	6.11	5.50	5.00	6.15	7.00	↓	P.SELL	7.00
OIH.CA	ORASCOM INVESTMENT HOLDING	0.59	0.54	0.51	0.63	0.65	↓	P.SELL	0.65
EGAL.CA	EGYPT ALUMINIUM	34.76	32.50	31.30	39.20	41.65	↓	P.SELL	39.20
EGTS.CA	EGYPTIAN RESORTS	1.85	1.68	1.42	2.03	2.11	↔	Hold	1.68
PORT.CA	PORTO GROUP	0.82	0.80	0.60	1.00	1.20	↓	P.SELL	1.20
IRON.CA	EGYPTIAN IR & ST	4.95	4.00	3.60	5.25	5.90	↓	P.SELL	5.90
ACGC.CA	ARAB COTTON GIN.	2.21	1.83	1.72	2.30	2.45	↓	P.SELL	2.45

## 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.