

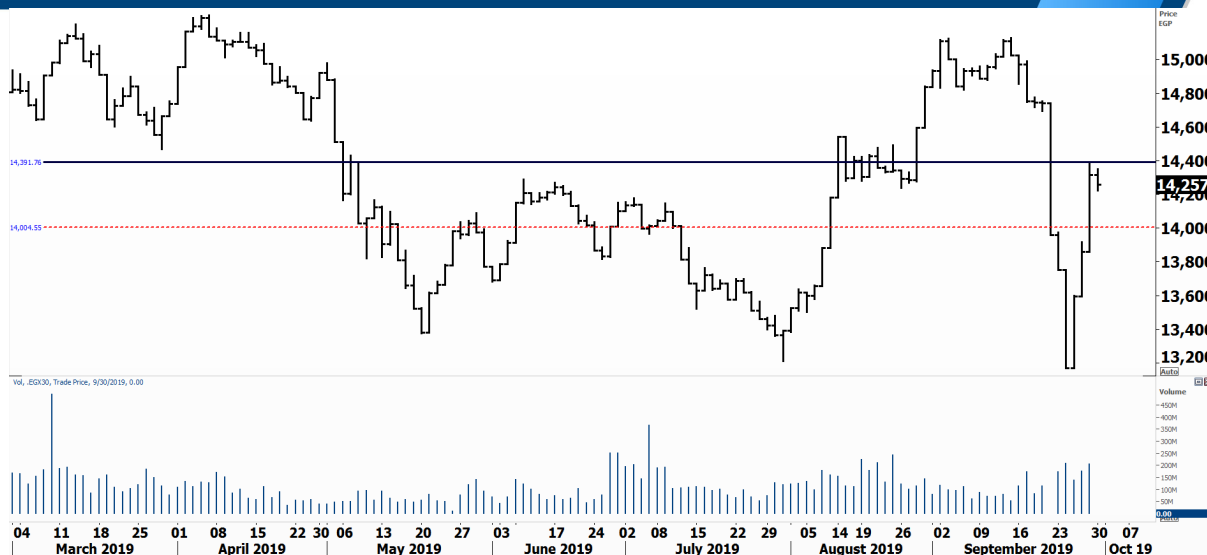


PIONEERSECURITIES

# TECH TO THE POINT

1-Oct-19

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



|                   |           |
|-------------------|-----------|
| Last              | 14,257.75 |
| High Today        | 14,348.84 |
| Low Today         | 14,223.29 |
| Volume            | M 114.915 |
| First Support     | 14,000.00 |
| Second Support    | 13,600.00 |
| First Resistance  | 14,400.00 |
| Second Resistance | 14,700.00 |
| Stop Loss         |           |

| HISTORICAL RETURN % |        |
|---------------------|--------|
| 1 WEEK              | 3.67%  |
| 1 MONTH             | -3.89% |
| 1 QUARTER           | 1.11%  |
| 1 YEAR              | -2.45% |
| YTD                 | 9.37%  |

## Analysis

After our target was hit, the market began to stabilize below its 14,300 area. The EGX 30 closed at 14,257 yesterday and might witness a slight decline that can take it to 14,000. It is important to note that if the market rebounds after the index tests 14,000, this will be considered as a bullish sign and we will be recommending to buy. On the other hand, if the index rises without testing 14,000 our buy signal will be triggered at a breakout above 14,380.

For now, we recommend to hold or to slightly reduce exposure and repurchase either at a market correction or if the current peak (14,380) is broken upwards.

## Egyptian Exchange Equals Weights Index EGX50

### Analysis

The current strong performance of the EGX 50 index tells us that blue chips are probably not going to outperform during the next market rise. In other words, we will see other stocks witnessing strong rises, along with blue chips that might underperform in the near future.

The EGX 50 might witness a slight correction; this will be considered as a chance to step in. We expect the 1,950 level to halt any potential decline.



## Resistance


No stocks broke their resistance yesterday.

## Support


No stocks broke their support yesterday

## Testing

### Support

**EMFD**  The 2.95-3 area should serve as support for the stock. It is important to note that EMFD did not witness a very strong decline during the recent market panic. This is a bullish phenomenon and should lead to a significant rise. Our first resistance lies at 3.18. Those who want to wait for a clear confirmation can buy at the 3.2 breakout. On the other hand, investors can buy partially here and add at the breakout.

### Resistance

**ORAS**  Minor resistance lies at 105-106. ORAS needs higher volumes to continue its rise. We are bullish on the stock and are expecting an ultimate breakout above 112. ORAS is also one of the stocks that did not witness a strong decline lately.

| Symbol  | S. Description                 | Last   | Support 1 | Support 2 | Resistance 1 | Resistance 2 | Trend | Recommendation | Stop Loss/<br>Re-Entry |
|---------|--------------------------------|--------|-----------|-----------|--------------|--------------|-------|----------------|------------------------|
| COMI.CA | COM INTL BK/d                  | 78.00  | 75.00     | 70.00     | 80.00        | 83.00        | ↔     | Hold           | 80.00                  |
| EAST.CA | EASTERN CO/d                   | 16.56  | 16.40     | 15.90     | 17.80        | 18.50        | ↑     | Hold           | 16.40                  |
| SWDY.CA | ELSWEDY ELECTR/d               | 13.36  | 12.60     | 11.50     | 14.00        | 15.17        | ↓     | P.SELL         | 14.00                  |
| TMGH.CA | TALAT MOSTAFA/d                | 10.30  | 9.30      | 8.70      | 11.15        | 11.90        | ↓     | P.SELL         | 11.15                  |
| SKPC.CA | SIDI KERIR PET/d               | 9.20   | 8.20      | 7.75      | 9.60         | 10.85        | ↔     | Hold           | 8.20                   |
| EKHO.CA | EGYPT KUWAIT H/d               | 1.41   | 1.28 \$   | 1.20 \$   | 1.44 \$      | 1.52 \$      | ↔     | Hold           | 1.44                   |
| HRHO.CA | EFG HERMES HOL/d               | 19.30  | 17.50     | 16.85     | 19.50        | 20.60        | ↔     | Hold           | 17.50                  |
| ORAS.CA | ORASCOM CONST/d                | 104.50 | 95.00     | 91.00     | 105.00       | 111.00       | ↔     | Hold           | 95.00                  |
| AMOC.CA | ALX MINERAL OI/d               | 4.21   | 3.78      | 3.55      | 4.30         | 4.70         | ↔     | Hold           | 3.55                   |
| MNHD.CA | NASR CITY HOUS/d               | 4.55   | 4.20      | 4.00      | 4.65         | 5.05         | ↓     | P.SELL         | 5.05                   |
| CIRA.CA | Cairo Investment & Real Estate | 13.40  | 11.50     | 11.00     | 13.50        | 15.00        | ↔     | Hold           | 11.50                  |
| OCDI.CA | 6TH OCT DEV IN/d               | 15.50  | 13.65     | 13.00     | 15.90        | 16.50        | ↓     | P.SELL         | 15.90                  |
| JUFO.CA | JUHAYNA FOOD I/d               | 8.95   | 7.70      | 6.60      | 9.10         | 10.00        | ↓     | P.SELL         | 10.00                  |
| ESRS.CA | EZZ STEEL/d                    | 9.40   | 7.84      | 6.40      | 9.60         | 12.00        | ↓     | P.SELL         | 12.55                  |
| ETEL.CA | TELECOM EGYPT/d                | 12.00  | 11.20     | 10.84     | 12.50        | 12.90        | ↓     | P.SELL         | 12.50                  |
| CCAP.CA | CITADEL CAPITA/d               | 2.46   | 2.12      | 1.90      | 2.52         | 2.75         | ↓     | P.SELL         | 2.52                   |
| ISPH.CA | IBNSINA PHARMA                 | 9.90   | 9.00      | 8.00      | 10.50        | 11.15        | ↓     | P.SELL         | 11.15                  |
| PHDC.CA | PALM HILL DEV /d               | 2.13   | 2.06      | 1.80      | 2.20         | 2.43         | ↓     | P.SELL         | 2.20                   |
| CLHO.CA | CLEOPATRA HOSPITAL COMPANY     | 6.05   | 5.80      | 5.30      | 6.23         | 6.60         | ↔     | Hold           | 5.80                   |
| HELI.CA | HELIOPOLIS/d                   | 25.00  | 23.99     | 21.80     | 25.00 *      | 26.70        | ↓     | P.SELL         | 26.70                  |
| CIEB.CA | CREDIT AGRICOL/d               | 41.50  | 40.00     | 38.00     | 45.00        | 48.00        | ↔     | Hold           | 40.00                  |
| EGCH.CA | EGYPT CHEM IND/d               | 5.22   | 4.68      | 4.40      | 5.55         | 5.80         | ↓     | P.SELL         | 5.55                   |
| EMFD.CA | EMAAR MISR DEV/d               | 3.05   | 2.70      | 2.50      | 3.03 *       | 3.23         | ↔     | Hold           | 3.23                   |
| OIH.CA  | ORASCOM INVESTMENT HOLDING     | 0.57   | 0.50      | 0.46      | 0.60         | 0.64         | ↓     | P.SELL         | 0.60                   |
| ORHD.CA | ORASCOM EGYPT/d                | 6.64   | 6.30      | 5.95      | 6.88         | 7.12         | ↓     | P.SELL         | 6.88                   |
| EGTS.CA | EGYPTIAN RESOR/d               | 2.86   | 2.55      | 2.40      | 3.04         | 3.25         | ↔     | Hold           | 2.55                   |
| ORWE.CA | ORIENTAL WEAVE/d               | 10.34  | 9.50      | 9.00      | 11.00        | 11.74        | ↔     | Hold           | 9.50                   |
| IRON.CA | EGYPTIAN IR & /d               | 2.57   | 2.15      | 1.70      | 2.60         | 2.82         | ↓     | P.SELL         | 2.82                   |
| ADIB.CA | ABU DHABI/d                    | 12.67  | 11.50     | 11.00     | 13.33        | 14.80        | ↓     | P.SELL         | 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.