

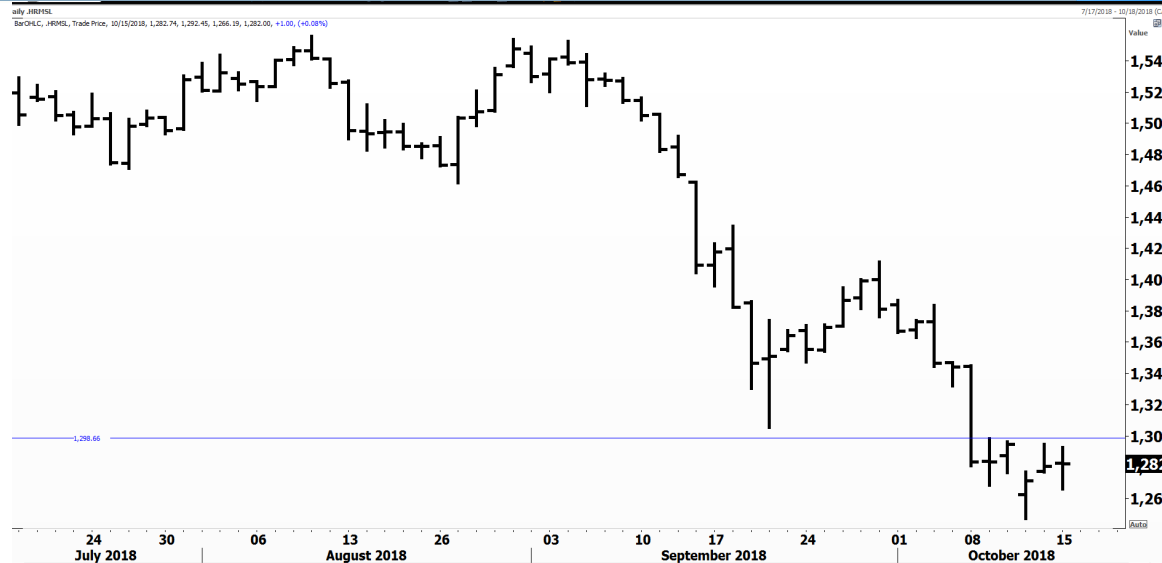


PIONEERSECURITIES

TECH TO THE POINT

16-Oct-18

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



| | |
|---------------------|----------|
| Last | 1,281.77 |
| High Today | 1,292.45 |
| Low Today | 1,266.19 |
| Volume | M 0.000 |
| First Support | 1,240.00 |
| Second Support | 1,170.00 |
| First Resistance | 1,300.00 |
| Second Resistance | 1,380.00 |
| Stop Loss | |
| HISTORICAL RETURN % | |
| 1 WEEK | -0.14% |
| 1 MONTH | -12.63% |
| 1 QUARTER | -15.66% |
| 1 YEAR | -2.13% |
| YTD | -11.20% |

Analysis

The market tried to challenge the high of the past few days but was unable to surpass it, and declined at the end of the session to close almost where it opened. The trials of the bulls to break the 1,300 level on the Hermes Last Index shows that buying power began to enter the market. If the index succeeds to surpass this level, we will probably witness a strong rise that should lead the Hermes Last near 1,380, which coincides with the 14,800 on the EGX 30 index.

Those who want to open new positions after minor confirmation are recommended to step in at the breakout above 1,300. Such a breakout will lead to many potential profitable opportunities.

Hermes Last Index/ 30 mins chart


Analysis

We are analyzing today the 30 mins chart of the Hermes Last Index as it shows important levels that should be monitored. First of all, we can see clearly the importance of the 1,300 level. This is a peak that was tested several times. A break through this level will be considered bullish on the short-term.


On the other hand, those who are looking for early weakening signals should pay attention to the 1,265 level, which is yesterday's low. thus, a break below the low of yesterday will be considered as our first sell signal.



Resistance


ORWE  Closed at 9.14 after breaking above 9 yesterday. Our first resistance level to watch lies at 10. If this level is hit, selling pressure will probably intensify; only a clear break above 10 will be seen as bullish for the stock.

Support


OCDI  First important support area to watch lies at the 15-16 range. Any rise before this level is hit will probably meet the 20-21 area where sellers will step in. A rise to this range will be considered as a chance to sell.

Testing

Support

PIOH  Hovering around its support that lies at 5.5. It is important to note that a break below support will be a bearish setup for PIOH. For now, we will not turn bullish on the stock unless the 6.5 level is broken upwards. A break above this level will trigger a buy signal as our target will be set near 8.

Resistance

MNHD  Honestly speaking, yesterday's session is a bearish day for MNHD. This means that the stock can decline back to 6.5-6.7. If, and only if, the stock trades back clearly above 8, we will then think of the possibility of a potential rise.

| Symbol | S. Description | Last | Support 1 | Support 2 | Resistance 1 | Resistance 2 | Trend | Recommendation | Stop Loss/ Re-Entry |
|---------|-------------------------------|--------|-----------|-----------|--------------|--------------|-------|----------------|------------------------|
| COMI.CA | COM INTL BK | 81.02 | 80.00 | 77.00 | 84.00 | 86.25 | ↔ | Hold | 80.00 |
| EAST.CA | EASTERN CO | 15.36 | 15.00 | 13.50 | 17.00 | 19.80 | ↓ | P.SELL | 19.80 |
| SWDY.CA | ELSWEDY ELECTRIC | 14.05 | 13.25 | 12.50 | 15.50 | 16.50 | ↓ | P.SELL | 16.50 |
| TMGH.CA | TALAT MOSTAFA | 10.19 | 9.90 | 9.50 | 10.50 | 11.40 | ↔ | Hold | 9.90 |
| ABUK.CA | ABU QIR FRT&CHM | 30.50 | 30.00 | 29.00 | 32.60 | 35.00 | ↔ | Hold | 29.00 |
| EKHO.CA | EGYPT KUWAIT HLD | 1.13 | \$1.11 | \$1.08 | \$1.17 | \$1.23 | ↔ | Hold | \$1.08 |
| HRHO.CA | EFG HERMES HOLD | 14.84 | 15.00 * | 14.00 | 16.00 | 18.00 | ↔ | Hold | 15.00 |
| GTHE.CA | GLOBAL TELECO | 2.80 | 2.65 | 2.20 | 3.50 | 3.90 | ↓ | P.SELL | 3.50 |
| AMOC.CA | ALX MINERAL OILS | 9.70 | 9.50 | 9.00 | 10.10 | 10.80 | ↔ | Hold | 10.80 |
| MNHD.CA | MEDINET NASR HOU | 7.70 | 6.50 | 5.50 | 7.90 | 9.15 | ↓ | P.SELL | 7.90 |
| SKPC.CA | SIDI KERIR PETRC | 22.41 | 21.40 | 20.50 | 23.50 | 26.00 | ↓ | P.SELL | 23.50 |
| OCDI.CA | 6TH OCT DEV INV | 18.17 | 17.50 | 16.00 | 21.00 | 22.20 | ↓ | P.SELL | 21.00 |
| JUFO.CA | JUHAYNA FOOD IND | 0.00 | 8.70 | 7.70 | 10.85 | 11.50 | ↓ | P.SELL | 10.85 |
| ESRS.CA | EZZ STEEL | 20.51 | 19.25 | 18.50 | 21.50 | 24.00 | ↓ | P.SELL | 24.00 |
| ETEL.CA | TELECOM EGYPT | 10.70 | 10.25 | 9.55 | 11.90 | 13.20 | ↓ | P.SELL | 11.90 |
| CCAP.CA | CITADEL CAPITAL | 3.12 | 2.95 | 2.60 | 3.45 | 3.75 | ↔ | Hold | 2.95 |
| QNBA.CA | QNB ALAHLI | 43.00 | 40.00 | 38.00 | 50.00 | 54.50 | ↓ | P.SELL | 54.50 |
| PHDC.CA | PALM HILL DEV CO | 2.11 | 1.96 | 1.80 | 2.35 | 2.55 | ↓ | P.SELL | 2.55 |
| ORAS.CA | ORASCOM CONST | 110.01 | 106.00 | 94.00 | 122.00 | 131.00 | ↓ | P.SELL | 131.00 |
| HELI.CA | Misr Gedida Hou | 21.48 | 19.90 | 18.00 | 23.50 | 25.00 | ↓ | P.SELL | 23.50 |
| EFID.CA | EDITA FOOD INDS | 0.00 | 13.00 | 12.20 | 17.00 | 19.00 | ↓ | P.SELL | 17.00 |
| ISPH.CA | IBNSINA PHARMA | 9.05 | 8.00 | 7.50 | 9.60 | 10.10 | ↔ | Hold | 8.90 |
| EMFD.CA | EMAAR MISR DEV | 3.26 | 2.90 | 2.50 | 3.70 | 3.90 | ↓ | P.SELL | 3.70 |
| PIOH.CA | PIONEERS HLDG | 5.64 | 5.40 | 5.00 | 6.50 | 7.00 | ↓ | P.SELL | 7.00 |
| OIH.CA | ORASCOM INVESTMENT HOLDING | 0.56 | 0.51 | 0.45 | 0.64 | 0.69 | ↓ | P.SELL | 0.64 |
| EGAL.CA | EGYPT ALUMINIUM | 38.01 | 32.50 | 31.00 | 39.20 | 42.00 | ↔ | Hold | 32.50 |
| EGTS.CA | EGYPTIAN RESORTS | 1.81 | 1.68 | 1.42 | 1.96 | 2.03 | ↔ | Hold | 1.68 |
| PORT.CA | PORTO GROUP | 0.71 | 0.60 | N.A | 0.85 | 1.20 | ↓ | P.SELL | 0.85 |
| IRON.CA | EGYPTIAN IR & ST | 4.38 | 4.15 | 3.85 | 5.30 | 5.90 | ↓ | P.SELL | 5.30 |
| ACGC.CA | ARAB COTTON GIN. | 2.07 | 1.83 | 1.72 | 2.30 | 2.50 | ↓ | P.SELL | 2.30 |

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.