

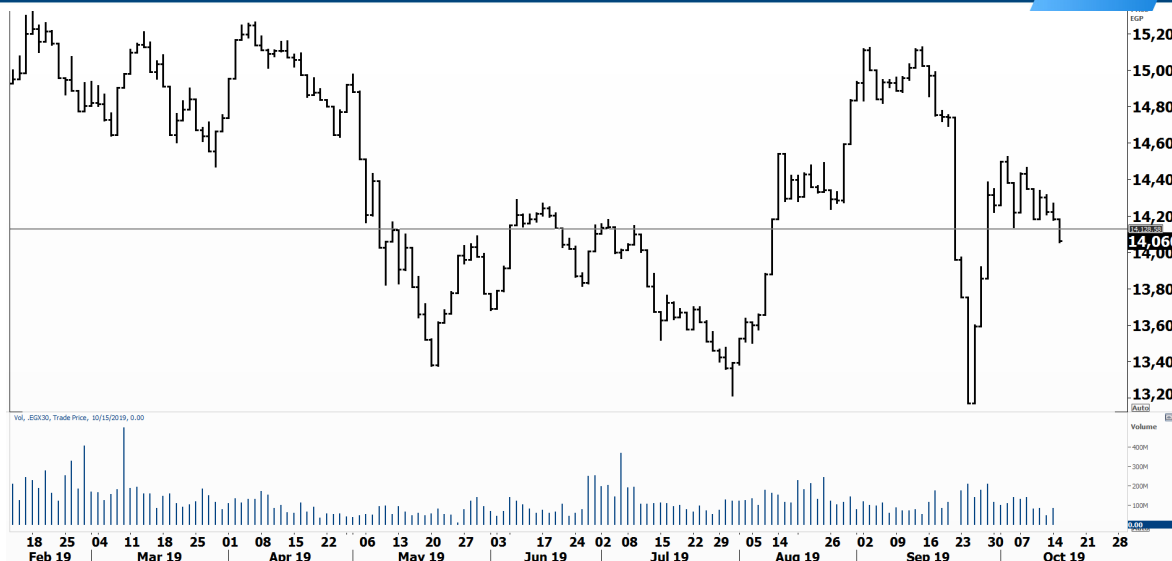


PIONEERSECURITIES

# TECH TO THE POINT

16-Oct-19

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



Last	14,060.82
High Today	14,180.76
Low Today	14,057.02
Volume	M 77.599
First Support	14,000.00
Second Support	13,600.00
First Resistance	14,550.00
Second Resistance	14,800.00
Stop Loss	

## HISTORICAL RETURN %

1 WEEK	-2.01%
1 MONTH	-6.41%
1 QUARTER	2.46%
1 YEAR	3.98%
YTD	7.86%

## Analysis

The EGX 30 index closed at 14,060 after breaking its support that lies at 14,150. Despite this support violation, we do not expect a big decline to occur, especially that yesterday's decline did not come on strong momentum and the Hermes Last Index did not violate its stop.

In other words, we might see a rebound soon. Those who sold based on the support violation can repurchase at the next rebound.

If we look at the market performance, we all know that the market is still weak and buyers are unable to control the situation. Yesterday's last of session action, however, gave us some hope that we might still rebound from these levels.

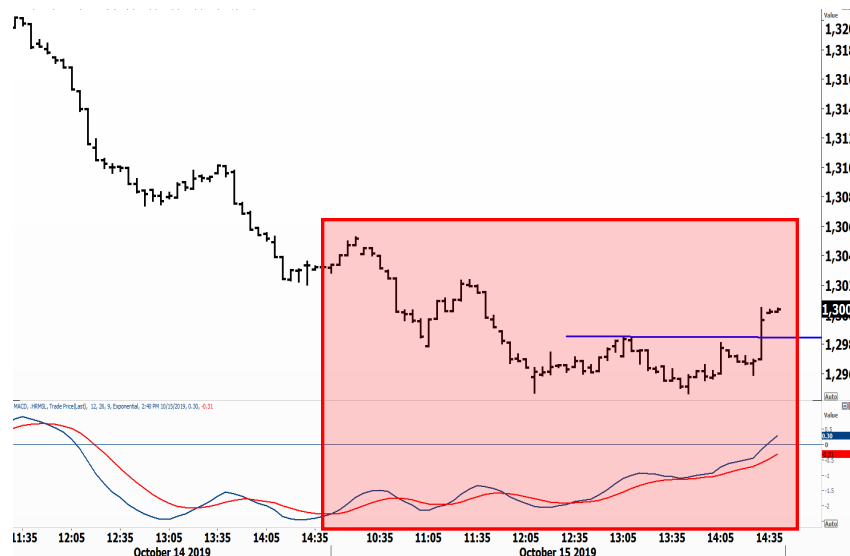
## Hermes Last Index, 5-minutes Chart

## Analysis

We are using the intraday chart of the Hermes Last Index to show the positive divergence that appeared yesterday, which had a positive effect at the end of the session.

From the beginning of yesterday's session, the market was declining, while the MACD indicator was witnessing clear higher lows. Such higher lows strengthened by the end of the session as the MACD began to move upward significantly, while prices witnessed a break above the intraday peak that lies at 1,298.

This action is considered positive but obviously, we need to see how the market will act today.



## Resistance


No stocks broke their resistance yesterday

## Support


No stocks broke their support yesterday

## Testing

### Support

**ETEL**  Closed at 11.2 exactly at its support that lies at the same level. ETEL should rebound from here. If, however, this support is broken downwards, our target will be set around 10.25-10.5.

### Resistance

**AMOC**  The 4.4 level is serving as a minor resistance. A breakout above this level can be considered as a short-term buy signal with an upward target at 4.65-4.7. A break beyond the aforementioned target, on the other hand, will be considered as a bullish scenario for the stock.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	79.50	77.00	74.00	80.00	83.00	↔	Hold	80.00
EAST.CA	EASTERN CO/d	15.90	15.85	15.00	16.70	17.40	↔	Hold	15.85
SWDY.CA	ELSWEDY ELECTR/d	12.78	12.60	11.92	13.75	15.17	↔	Hold	11.92
TMGH.CA	TALAT MOSTAFA/d	9.70	9.70 *	9.27	10.75	11.15	↔	Hold	9.27
SKPC.CA	SIDI KERIR PET/d	9.13	8.70	8.00	9.60	10.85	↔	Hold	8.00
EKHO.CA	EGYPT KUWAIT H/d	1.37	1.37 \$ *	1.29 \$	1.44 \$	1.52 \$	↔	Hold	1.44
HRHO.CA	EFG HERMES HOL/d	17.85	17.50	17.00	19.70	20.60	↔	Hold	17.00
ORAS.CA	ORASCOM CONST/d	100.00	95.00	91.00	111.00	117.00	↔	Hold	95.00
AMOC.CA	ALX MINERAL OI/d	4.39	4.05	3.60	4.40	4.70	↔	Hold	4.40
MNHD.CA	NASR CITY HOUS/d	4.70	4.35	4.00	4.80	5.05	↔	Hold	4.35
CIRA.CA	Cairo Investment & Real Estate	13.00	12.70	11.50	13.50	15.00	↑	Hold	11.50
OCDI.CA	6TH OCT DEV IN/d	14.40	14.25	13.70	15.90	16.50	↔	Hold	13.70
JUFO.CA	JUHAYNA FOOD I/d	8.20	8.00	7.70	10.00	11.00	↔	Hold	10.00
ESRS.CA	EZZ STEEL/d	11.69	11.25	10.00	13.55	15.50	↔	Hold	11.25
ETEL.CA	TELECOM EGYPT/d	11.20	11.20 *	10.85	12.30	12.90	↔	Hold	11.20 *
CCAP.CA	CITADEL CAPITA/d	2.38	2.30	2.12	2.60	2.75	↔	Hold	2.60
ISPH.CA	IBNSINA PHARMA	9.85	9.30	8.80	10.50	11.15	↔	Hold	9.30
PHDC.CA	PALM HILL DEV /d	1.98	1.95	1.90	2.20	2.43	↔	Hold	1.90
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	6.25	5.90	5.55	6.60	7.06	↔	Hold	5.90
HELI.CA	HELIOPOLIS/d	26.90	25.50	24.40	27.55	29.20	↔	Hold	25.50
CIEB.CA	CREDIT AGRICOL/d	43.30	40.00	38.00	45.00	47.00	↔	Hold	40.00
EGCH.CA	EGYPT CHEM IND/d	5.16	5.00	4.40	5.55	5.80	↔	Hold	5.00
EMFD.CA	EMAAR MISR DEV/d	3.00	2.94	2.70	3.23	3.45	↔	Hold	2.94
OIH.CA	ORASCOM INVESTMENT HOLDING	0.57	0.54	0.50	0.60	0.64	↔	Hold	0.54
ORHD.CA	ORASCOM EGYPT/d	6.35	6.10	5.95	6.65	6.88	↔	Hold	5.95
EGTS.CA	EGYPTIAN RESOR/d	2.61	2.55	2.38	3.04	3.25	↔	Hold	2.55
ORWE.CA	ORIENTAL WEAVE/d	10.30	10.00	9.50	10.60	11.09	↔	Hold	9.50
IRON.CA	EGYPTIAN IR & /d	2.71	2.50	2.15	2.89	3.10	↔	Hold	2.50
ADIB.CA	ABU DHABI/d	12.20	12.15	11.50	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.