

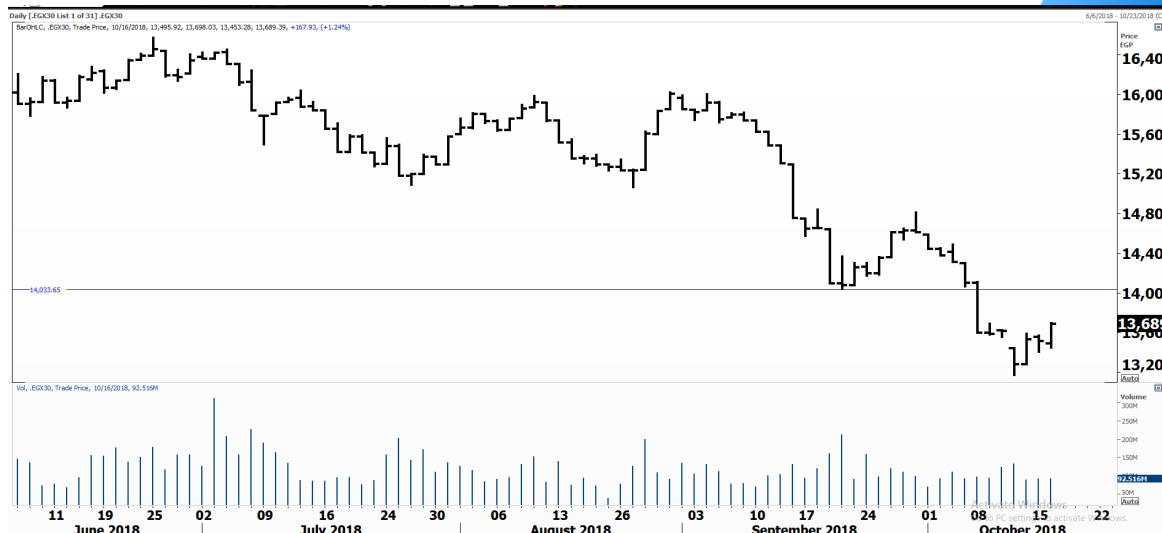


PIONEERSECURITIES

TECH TO THE POINT

17-Oct-18

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



Last	13,689.39
High Today	13,698.03
Low Today	13,453.28
Volume	M 92.516
First Support	13,175.00
Second Support	12,900.00
First Resistance	14,000.00
Second Resistance	14,600.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	0.74%
1 MONTH	-7.23%
1 QUARTER	-11.23%
1 YEAR	1.21%
YTD	-8.85%

Analysis

Yesterday's session was positive as the market closed near its high. Buyers began to be more assertive in their buying action despite that they are not aggressive enough yet. Yesterday's rise broke an important barrier that the market was not able to surpass the past few days. It is important to look at the 14,000 level as our first potential resistance. This is the broken bottom and might serve as resistance for the current rise. If a decline occurs from 14,000 it will probably be short-lived; our current target lies at the 14,600-14,800 range.

Our short-term view is bullish and we are expecting the current rise to continue.

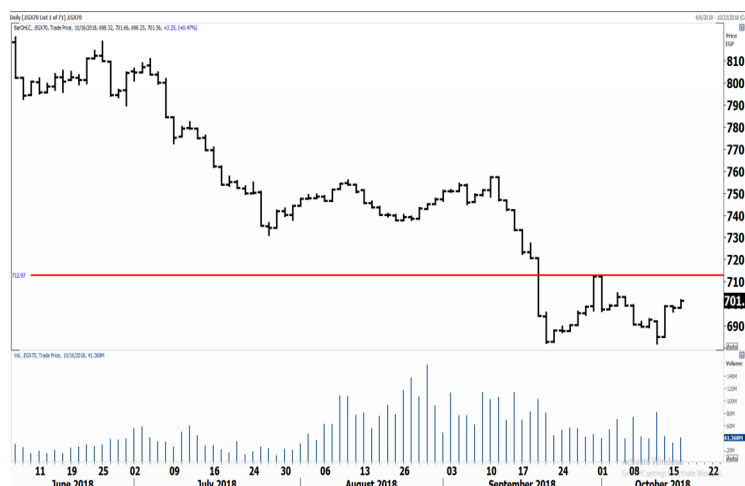
Egyptian Exchange Small Caps Index EGX70

Analysis


It is fair to say that the EGX 70 index has been outperforming its 30 counterpart. As we can see from the chart, the EGX 70 did not hit a new low in the most recent decline, unlike the EGX 30.

Having said that, if the index breaks above its peak that lies at 710, this will be considered as a significant buy signal for small and medium caps, and also an early sign of a strong rise in the rest of the indices. The current rise that global equities are currently witnessing too will add to the positive sentiment in our market on the short-term.

Our recommendation is to step in at the breakout.



Resistance


ORHD  Broke above 4.5, closing at 4.59 at the end of the session. If the rise continues, ORHD can reach 5 where selling pressure will probably be strong. On the other hand, a clear break above 5.17 will place ORHD in the bullish category of stocks.


Support

Testing

Support

Resistance

ISPH  The stock should be placed in the breakout section as it broke 9.6 clearly to the upside. The 9.75, however, is a slight hurdle that ISPH is currently challenging. We are expecting a continuation of the rise to around 10.5-11 initially.

CLHO  Cleopatra Hospital tried to break 3.9, and tested its peak that lies at 4 but closed at 3.87 at the end of the session. Based on the current performance of the stock, we are more biased to the bullish side. A clear break above 3.9 will trigger an early buy signal with a target around 4.2.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	82.10	80.00	77.00	84.00	86.25	↔	Hold	80.00
EAST.CA	EASTERN CO	15.70	15.00	13.50	17.00	19.80	↓	P.SELL	19.80
SWDY.CA	ELSWEDY ELECTRIC	14.56	13.25	12.50	15.50	16.50	↓	P.SELL	16.50
TMGH.CA	TALAT MOSTAFA	10.21	9.90	9.50	10.50	11.40	↔	Hold	9.90
ABUK.CA	ABU QIR FRT&CHM	31.00	30.00	29.00	32.60	35.00	↔	Hold	29.00
EKHO.CA	EGYPT KUWAIT HLD	1.14	\$1.11	\$1.08	\$1.17	\$1.23	↔	Hold	\$1.08
HRHO.CA	EFG HERMES HOLD	15.16	15.00	14.00	16.00	18.00	↔	Hold	15.00
GTHE.CA	GLOBAL TELECO	2.86	2.65	2.20	3.50	3.90	↓	P.SELL	3.50
AMOC.CA	ALX MINERAL OILS	9.73	9.50	9.00	10.10	10.80	↔	Hold	10.80
MNHD.CA	MEDINET NASR HOU	8.01	7.60	7.15	8.40	9.15	↔	Hold	6.50
SKPC.CA	SIDI KERIR PETRC	22.43	21.40	20.50	23.50	26.00	↓	P.SELL	23.50
OCDI.CA	6TH OCT DEV INV	17.60	17.50	16.00	21.00	22.20	↓	P.SELL	21.00
JUFO.CA	JUHAYNA FOOD IND	9.00	8.70	7.70	10.85	11.50	↓	P.SELL	10.85
ESRS.CA	EZZ STEEL	20.97	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	3.18	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	2.15	1.96	1.80	2.35	2.55	↓	P.SELL	2.55
ORAS.CA	ORASCOM CONST	112.70	106.00	94.00	117.00	122.00	↓	P.SELL	122.00
HELI.CA	Misr Gedida Hou	21.49	19.90	18.00	23.50	25.00	↓	P.SELL	23.50
EFID.CA	EDITA FOOD INDS	13.00	13.00	12.20	17.00	19.00	↓	P.SELL	17.00
ISPH.CA	IBNSINA PHARMA	9.73	8.60	8.00	9.75	10.50	↔	Hold	8.00
EMFD.CA	EMAAR MISR DEV	3.26	3.20	2.90	3.45	3.70	↓	P.SELL	3.70
PIOH.CA	PIONEERS HLDG	5.81	5.40	5.00	6.50	7.00	↓	P.SELL	7.00
OIH.CA	ORASCOM INVESTMENT HOLDING	0.57	0.51	0.45	0.60	0.64	↔	Hold	0.51
EGAL.CA	EGYPT ALUMINIUM	37.50	32.50	31.00	39.20	42.00	↔	Hold	32.50
EGTS.CA	EGYPTIAN RESORTS	1.83	1.68	1.42	1.96	2.03	↔	Hold	1.68
PORT.CA	PORTO GROUP	0.73	0.60	N.A	0.85	1.20	↓	P.SELL	0.85
IRON.CA	EGYPTIAN IR & ST	4.53	4.15	3.85	5.30	5.90	↓	P.SELL	5.30
ACGC.CA	ARAB COTTON GIN.	2.08	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.