

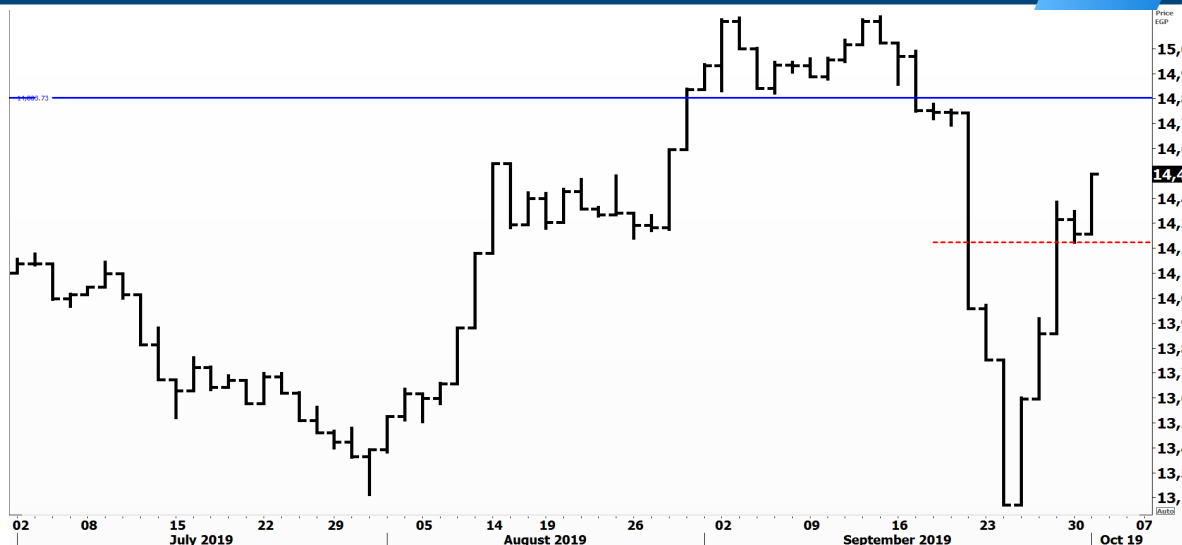


PIONEERSECURITIES

TECH TO THE POINT

2-Oct-19

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



Last	14,496.84
High Today	14,497.21
Low Today	14,257.75
Volume	M 100.325
First Support	14,220.00
Second Support	14,000.00
First Resistance	14,800.00
Second Resistance	15,150.00
Stop Loss	14,220.00
HISTORICAL RETURN %	
1 WEEK	10.07%
1 MONTH	-2.91%
1 QUARTER	2.55%
1 YEAR	0.35%
YTD	11.21%

Analysis

The market was positive yesterday and closed at the high of the session. The EGX 30 closed near 14,500 and does not want to correct downwards. We are altering our levels slightly; our short-term stop will be placed below 14,220. Thus, a violation below 14,220 will trigger short-term stops. On the other hand, our upward target will be 14,800. Our recommendation is to buy dips as long as the index is trading above 14,200 (14,220 to be exact) with a stop below this level.

As we mentioned yesterday, the current rise is associated with more stocks rising rather than the few blue chips that control the index. This is a positive sign for the market and should lead to a stronger rise in the near future.

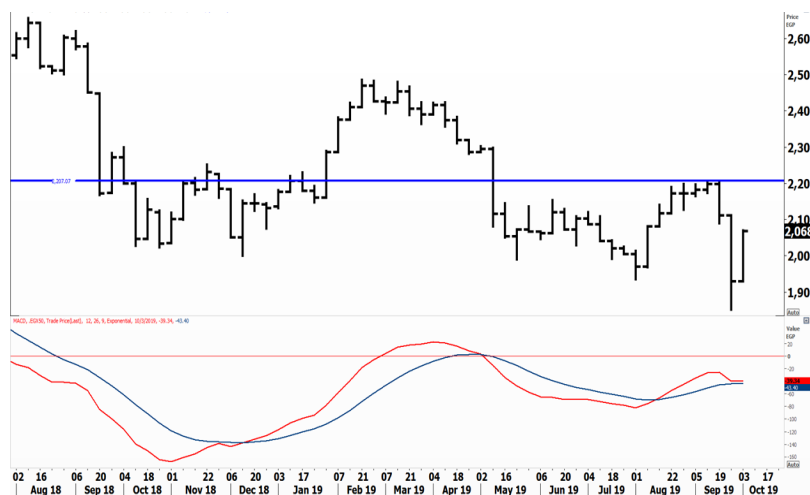
Egyptian Exchange Equals Weights Index EGX50

Analysis


The weekly chart of the EGX 50 index shows that it is heading towards its important resistance that lies at 2,200.

The MACD indicator is trying to witness a buy-and-test signal; if it rebounds from here, this signal will be confirmed and it will be considered bullish for the market.

We expect the index to hit 2,200 before the next correction occurs.



Resistance


ESRS  The stock broke its previous bottom that lies at 9.6 to the upside and closed at 10.17 at the end of the session. We expect ESRS to reach 12 soon before the next correction. From a longer-term perspective, The stock's major resistance lies at 12; a breakout above this level will trigger a major buy signal, which will lead Ezz Steel to significantly higher targets.

Support


No stocks broke their support yesterday


Testing

Support

JUFO  The 8.5 level is the current support for the stock. We do not recommend buying though until the 10 level is broken to the upside. If this breakout occurs, our target will be set near 12.

Resistance

SUCE  Challenging its resistance that lies at 9.45. A breakout above this level will trigger a new buy signal with a target around 12-12.5. Thus, we recommend investors to buy SUCE if it breaks 9.45 upwards.

CCAP  Witnessing some resistance at 2.58. The stock needs to break above this level first to continue its rise. If a correction occurs from here, we will be recommending to buy dips. On the other hand, a break above 2.58 will lead CCAP to 2.85.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	80.00	77.00	74.00	80.00	83.00	↔	Hold	80.00
EAST.CA	EASTERN CO/d	16.68	16.40	15.90	17.80	18.50	↔	Hold	16.40
SWDY.CA	ELSWEDY ELECTR/d	13.70	13.00	12.60	14.00	15.17	↔	Hold	14.00
TMGH.CA	TALAT MOSTAFA/d	10.51	10.20	9.30	11.15	11.80	↔	Hold	11.15
SKPC.CA	SIDI KERIR PET/d	9.40	8.90	8.00	9.60	10.85	↔	Hold	9.60
EKHO.CA	EGYPT KUWAIT H/d	1.43	1.28 \$	1.20 \$	1.44 \$	1.52 \$	↔	Hold	1.44
HRHO.CA	EFG HERMES HOL/d	19.50	18.75	17.50	19.50	20.60	↔	Hold	19.50
ORAS.CA	ORASCOM CONST/d	107.50	103.00	98.00	111.00	117.00	↔	Hold	111.00
AMOC.CA	ALX MINERAL OI/d	4.25	3.96	3.60	4.35	4.70	↔	Hold	4.35
MNHD.CA	NASR CITY HOUS/d	4.55	4.40	4.00	4.65	5.05	↓	P.SELL	4.65
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	15.50	14.80	14.25	15.90	16.50	↔	Hold	15.90
JUFO.CA	JUHAYNA FOOD I/d	8.90	8.00	7.70	10.00	11.00	↔	Hold	10.00
ESRS.CA	EZZ STEEL/d	10.17	9.60	8.70	11.44	11.90	↔	Hold	8.70
ETEL.CA	TELECOM EGYPT/d	11.89	11.20	10.84	12.50	12.90	↓	P.SELL	12.50
CCAP.CA	CITADEL CAPITA/d	2.52	2.30	2.12	2.60	2.75	↓	P.SELL	2.60
ISPH.CA	IBNSINA PHARMA	10.10	9.30	8.80	10.50	11.15	↔	Hold	10.50
PHDC.CA	PALM HILL DEV /d	2.13	2.06	1.90	2.25	2.43	↓	P.SELL	2.25
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	6.05	5.80	5.55	6.23	6.60	↔	Hold	6.23
HELI.CA	HELIOPOLIS/d	26.14	23.99	21.80	26.70	28.10	↔	Hold	26.70
CIEB.CA	CREDIT AGRICOL/d	42.00	40.00	38.00	43.00	45.00	↔	Hold	40.00
EGCH.CA	EGYPT CHEM IND/d	5.28	4.90	4.40	5.55	5.80	↔	Hold	5.55
EMFD.CA	EMAAR MISR DEV/d	3.08	2.90	2.70	3.23	3.45	↔	Hold	3.23
OIH.CA	ORASCOM INVESTMENT HOLDING	0.58	0.54	0.50	0.60	0.64	↓	P.SELL	0.60
ORHD.CA	ORASCOM EGYPT/d	6.67	6.53	5.95	6.88	7.30	↔	Hold	6.88
EGTS.CA	EGYPTIAN RESOR/d	2.80	2.70	2.55	3.04	3.25	↔	Hold	2.55
ORWE.CA	ORIENTAL WEAVE/d	10.30	10.00	9.50	11.09	11.34	↔	Hold	9.50
IRON.CA	EGYPTIAN IR & /d	2.65	2.51	2.15	2.89	3.10	↓	P.SELL	2.89
ADIB.CA	ABU DHABI/d	13.31	12.55	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).

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.