

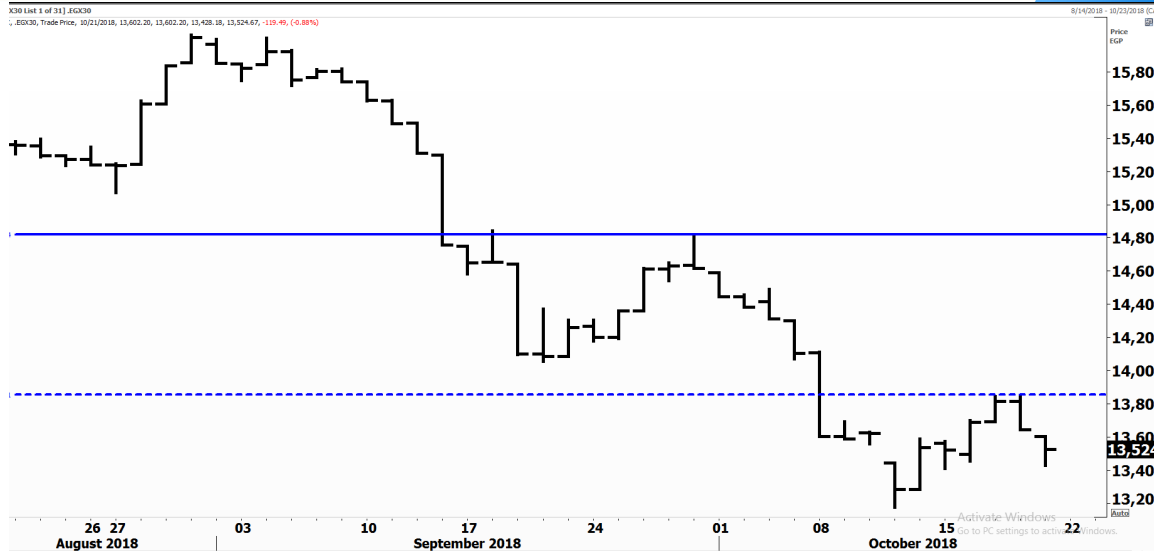


PIONEERSECURITIES

TECH TO THE POINT

22-Oct-18

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



Last	13,524.67
High Today	13,602.20
Low Today	13,428.18
Volume M	75.620
First Support	13,175.00
Second Support	12,900.00
First Resistance	13,850.00
Second Resistance	14,100.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	-0.09%
1 MONTH	-3.97%
1 QUARTER	-11.63%
1 YEAR	-1.38%
YTD	-9.95%

Analysis

The market closed yesterday positively after it was able to reach the high of the session at the end of the day. Our first short-term level to watch currently is 13,850; thus, a break above 13,850 will signal a buy signal on the short-term and our target will be set at around 14,800. In other words, our entry level has been altered from 14,100 to 13,850.

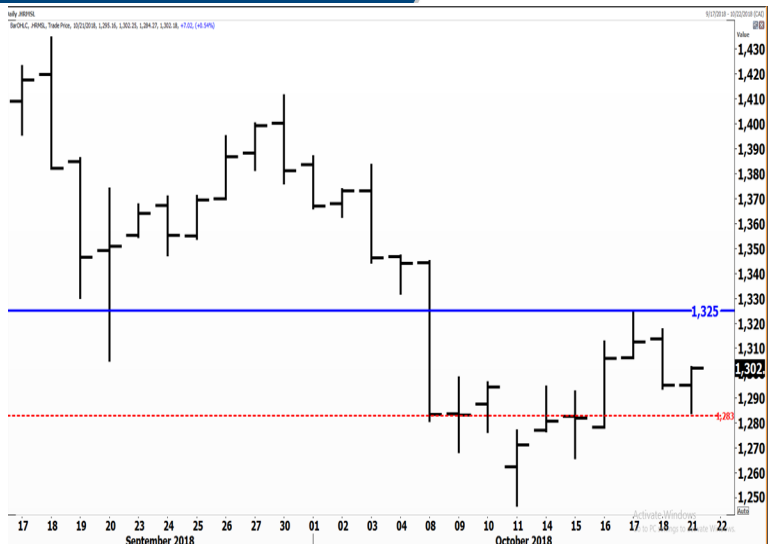
It looks like buyers have entered the market; not aggressively yet, but they are building their strength slowly. This strength will be confirmed at the breakout above 13,850.

Hermes Last Index/ Daily Chart


Analysis

It is important to look at the Hermes Last Index because its levels are more significant, especially when they are hit during the day. The 1,325 level coincides with the 13,850 on the EGX 30 index.

If the index breaks this level, this will be considered as a leading signal for the EGX 30 index. Those who want to buy on confirmation, however, are recommended to wait for both indices to break their resistance levels (13,850 and 1,325 on the EGX 30 and Hermes Last respectively).



Resistance


ARCC  Broke 5.15 upwards, closing at 5.3 at the end of the session. ARCC looks strong and began to show relatively higher volumes. We recommend to buy with a target at 5.85 and a stop below 4.95. Those who already own positions should hold (or add if necessary), while those who are out of the stock are recommended to step in.

Support


No stocks broke their support yesterday.


Testing


Support

OCDI  Continued its decline as it was expected, closing at 16.15 at the end of the session. The 15.5 level is our next support, which is a previous peak that was broken upwards. We do not recommend any buy action until a clear rebound occurs.

Resistance

EGAS  The stock witnessed high volumes the past two days as it is approaching its first minor peak that lies at 71. A break above this level is expected. Our target will be set at around 80 (in case we break above 71).

ELWA  Closed at 7.6 exactly where resistance lies. A break above 7.6 will trigger a buy signal with a target at around 8.4. As we mentioned before, ELWA only suits small retail investors who are ready to bear high risk stocks.

IRON  The most important resistance lies currently at 5.31. IRON, however is facing a minor hurdle at 4.81. Those who want to enter early can step in partially if the stock surpasses 4.81. Our formal buy signal, however, will be triggered at a break above its important resistance that lies at 5.3.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	81.99	80.00	77.00	84.00	86.25	↔	Hold	80.00
EAST.CA	EASTERN CO	16.40	14.60	13.50	17.00	19.80	↓	P.SELL	17.00
SWDY.CA	ELSWEDY ELECTRIC	14.79	13.25	12.50	15.50	18.00	↓	P.SELL	15.50
TMGH.CA	TALAT MOSTAFA	10.17	9.90	9.50	10.50	11.40	↔	Hold	9.90
ABUK.CA	ABU QIR FRT&CHM	30.55	30.00	29.00	32.60	35.00	↔	Hold	29.00
EKHO.CA	EGYPT KUWAIT HLD	1.14	\$1.11	\$1.08	\$1.15	\$1.17	↔	Hold	\$1.08
HRHO.CA	EFG HERMES HOLD	14.70	14.00	13.20	16.00	18.00	↔	Hold	14.00
GTHE.CA	GLOBAL TELECO	2.61	2.65 *	2.20	3.50	3.90	↓	P.SELL	3.50
AMOC.CA	ALX MINERAL OILS	9.66	9.50	9.00	10.10	10.80	↔	Hold	10.80
MNHD.CA	MEDINET NASR HOU	7.58	7.60 *	7.15	8.40	9.15	↔	Hold	6.50
SKPC.CA	SIDI KERIR PETRC	22.44	21.40	20.50	23.50	26.00	↓	P.SELL	23.50
OCDI.CA	6TH OCT DEV INV	16.15	16.00	14.75	18.70	21.00	↓	P.SELL	18.70
JUFO.CA	JUHAYNA FOOD IND	9.91	8.70	7.70	10.85	11.50	↓	P.SELL	10.85
ESRS.CA	EZZ STEEL	20.80	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	3.20	2.85	2.60	3.45	3.75	↔	Hold	2.85
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	111.40	108.00	94.00	117.00	122.00	↓	P.SELL	122.00
HELI.CA	Misr Gedida Hou	20.80	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	9.85	8.60	8.00	10.23	10.80	↔	Hold	8.60
EMFD.CA	EMAAR MISR DEV	3.12	3.00	2.90	3.45	3.70	↓	P.SELL	3.70
PIOH.CA	PIONEERS HLDG	5.76	5.40	5.00	6.00	6.50	↓	P.SELL	6.50
OIH.CA	ORASCOM INVESTMENT HOLDING	0.55	0.51	0.45	0.60	0.64	↔	Hold	0.51
EGAL.CA	EGYPT ALUMINIUM	37.97	35.80	33.00	39.20	42.00	↔	Hold	33.00
EGTS.CA	EGYPTIAN RESORTS	1.94	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	4.80	4.15	3.85	5.30	5.90	↓	P.SELL	5.30
ACGC.CA	ARAB COTTON GIN.	2.17	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.