

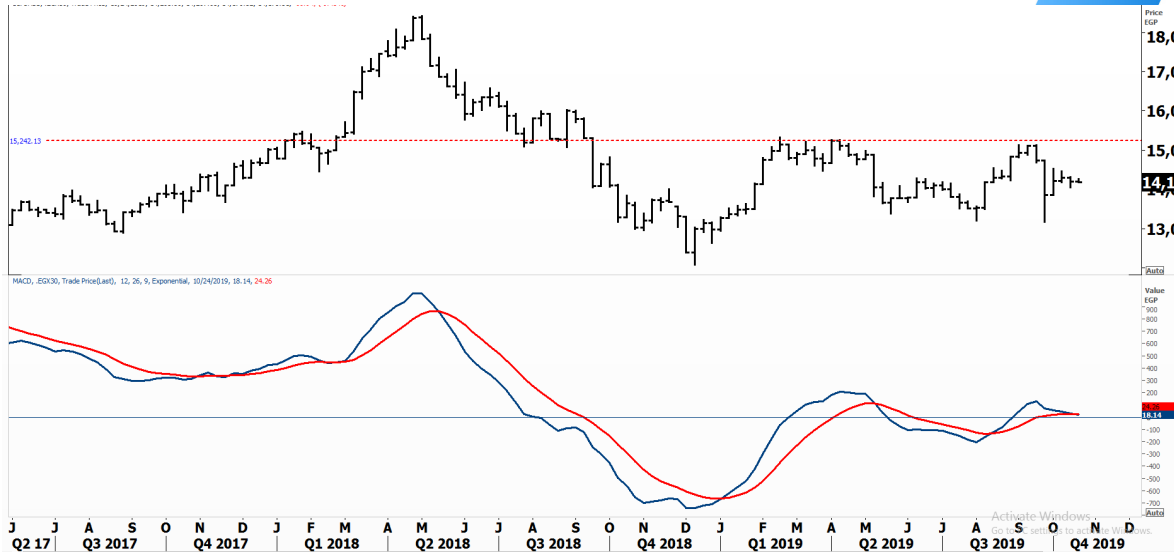


PIONEERSECURITIES

TECH TO THE POINT

22-Oct-19

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



Price EGP		
18,000	Last	14,178.51
17,000	High Today	14,267.65
16,000	Low Today	14,176.52
15,000	Volume M	84.095
14,178.51	First Support	14,150.00
14,000	Second Support	13,600.00
13,000	First Resistance	14,500.00
	Second Resistance	14,800.00
	Stop Loss	14,150.00
	HISTORICAL RETURN %	
	1 WEEK	-0.02%
	1 MONTH	-3.82%
	1 QUARTER	3.61%
	1 YEAR	4.83%
	YTD	8.77%

Analysis

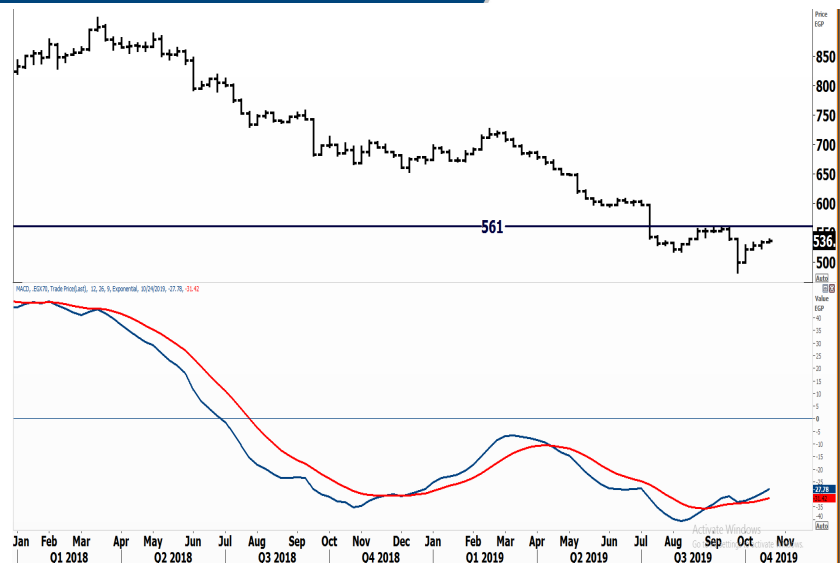
The market is still weak and unable to rise, especially after it was not able to maintain its early morning rise. Nothing new to say but that we are waiting for a breakout above 14,500 before repurchasing. Our "stock trades" are closed and will be re-opened with the next strength. Our view is still biased to the bullish side despite the current market weakness; our short-term stop will remain below 14,150 as a break below this level will lead the index near its low once again.

Egyptian Exchange Small Caps Index EGX70

Analysis

The weekly chart of the EGX 70 index is still showing the positive divergence that appeared lately. As we can see, the MACD indicator witnessed a higher low while price were making a lower low. It is important though to break above 560 to confirm this strength.

Thus, a breakout above the important resistance that lies at 560 will trigger a new buy signal and our target will be set around 650 initially.



Resistance


No stocks broke their resistance yesterday


Support

No stocks broke their support yesterday


Testing

Support

ETEL  The 11-11.15 area is a support for ETEL; a break below this range will probably lead the stock near 10. The stock, however, is witnessing some positive divergences with its momentum indicators. We will not turn bullish, however, until a clear rebound occurs from current levels.

IRON  Despite that the 2.58 is a support for the stock, we believe that a break below it will not send IRON to much lower levels yet as the 2.5 level is another support to watch. Only a break below 2.5 will be bearish for the stock. If a rebound occurs from current levels a buy signal will be triggered with a target at 3.

Resistance

OCDI  The 15.8 level is the current resistance to watch. A break above it will trigger a buy signal with a target around 17-17.5. Those who want to step in are recommended to wait for the breakout before buying.

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	78.50	77.00	80.50	83.00	↔	Hold	80.50
EAST.CA	EASTERN CO/d	15.30	15.00	14.60	16.70	17.40	↔	Hold	15.00
SWDY.CA	ELSWEDY ELECTR/d	13.11	12.60	11.92	13.75	15.17	↔	Hold	11.92
TMGH.CA	TALAT MOSTAFA/d	9.84	9.60	9.27	10.20	10.75	↔	Hold	9.27
SKPC.CA	SIDI KERIR PET/d	9.19	8.70	8.00	9.60	10.85	↔	Hold	8.00
EKHO.CA	EGYPT KUWAIT H/d	1.38	1.37 \$	1.29 \$	1.44 \$	1.52 \$	↔	Hold	1.44
HRHO.CA	EFG HERMES HOL/d	17.97	17.50	17.00	18.50	19.70	↔	Hold	17.00
ORAS.CA	ORASCOM CONST/d	101.01	99.00	95.00	108.50	111.00	↔	Hold	95.00
AMOC.CA	ALX MINERAL OI/d	4.40	4.20	4.05	4.70	5.00	↔	Hold	4.05
MNHD.CA	NASR CITY HOUS/d	5.12	4.80	4.45	5.40	5.60	↔	Hold	4.80
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	15.30	14.25	13.70	15.90	16.50	↔	Hold	13.70
JUFO.CA	JUHAYNA FOOD I/d	8.22	8.00	7.70	10.00	11.00	↔	Hold	10.00
ESRS.CA	EZZ STEEL/d	11.56	11.25	10.00	13.55	15.50	↔	Hold	11.25
ETEL.CA	TELECOM EGYPT/d	11.16	11.20 *	10.85	12.30	12.90	↔	Hold	11.20 *
CCAP.CA	CITADEL CAPITA/d	2.43	2.34	2.12	2.60	2.75	↔	Hold	2.60
ISPH.CA	IBNSINA PHARMA	9.71	9.30	8.80	10.50	11.15	↔	Hold	9.30
PHDC.CA	PALM HILL DEV /d	2.06	1.95	1.90	2.20	2.43	↔	Hold	1.90
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	6.18	5.90	5.55	6.60	7.06	↔	Hold	5.90
HELI.CA	HELIOPOLIS/d	27.40	25.50	24.40	28.00	29.20	↔	Hold	25.50
CIEB.CA	CREDIT AGRICOL/d	43.40	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	2.98	2.94	2.70	3.23	3.45	↔	Hold	2.94
OIH.CA	ORASCOM INVESTMENT HOLDING	0.60	0.56	0.54	0.60 *	0.64	↔	Hold	0.54
ORHD.CA	ORASCOM EGYPT/d	6.60	6.23	5.95	6.88	7.20	↔	Hold	6.23
EGTS.CA	EGYPTIAN RESOR/d	2.60	2.55	2.38	3.04	3.25	↔	Hold	2.55
ORWE.CA	ORIENTAL WEAVE/d	10.18	10.00	9.50	10.60	11.09	↔	Hold	9.50
IRON.CA	EGYPTIAN IR & /d	2.62	2.50	2.15	2.89	3.10	↔	Hold	2.50
ADIB.CA	ABU DHABI/d	12.54	12.10	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.