

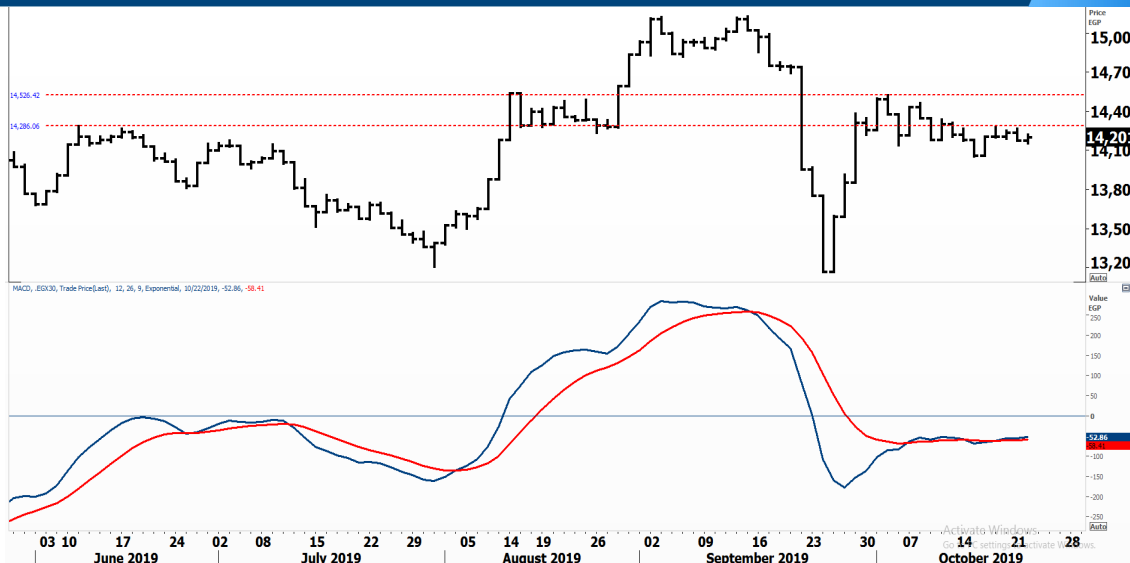


PIONEERSECURITIES

# TECH TO THE POINT

23-Oct-19

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



Last	14,201.32
High Today	14,224.58
Low Today	14,155.94
Volume	M 130.797
First Support	14,150.00
Second Support	13,600.00
First Resistance	14,500.00
Second Resistance	14,800.00
Stop Loss	14,150.00

## HISTORICAL RETURN %

1 WEEK	1.00%
1 MONTH	1.74%
1 QUARTER	3.78%
1 YEAR	4.07%
YTD	8.94%

## Analysis

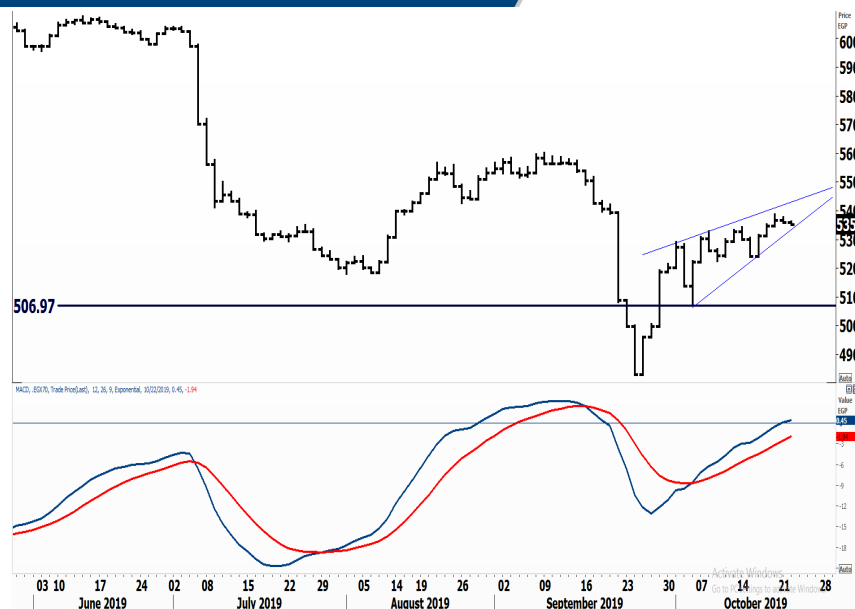
The market is still weak as it is unable to witness (or maintain) any rise. The beginning of yesterday's session witnessed some buying power, which was completely destroyed in the second half of the day. Sellers took control of the situation at the end and might still apply more pressure in the coming few days.

Our stop is still the same (14,150); a break below it will trigger stops automatically. On the other hand, we will not repurchase before a clear break above 14,500. Those who want to look at smaller time frames can look at 14,280 as a very minor resistance. Our entry signal, however, will not be triggered before the index breaks 14,500.

## Egyptian Exchange Small Caps Index EGX70

## Analysis

Despite the positive sign in the MACD indicator, the EGX 70 index is witnessing a rising wedge, which might result in a decline. Our target, in case prices fall from here, will be set around 507. We do not recommend stepping in until the upper line of the rising wedge is cleared upwards. As long as the EGX 70 is in its range we recommend investors to wait on the sidelines until a positive signal appears.



## Resistance


No stocks broke their resistance yesterday


## Support

No stocks broke their support yesterday


## Testing

### Support

**ESRS**  The stock is currently testing its upward gap, which should be serving as support. We believe that the 11.23-11.25 range should halt the current decline. A break below this gap, on the other hand, will be bearish for ESRS as our minimum target will be set around 9.5.

**PORT**  Those who are holding positions are urged to place their stop below 0.63. A violation of this support will probably lead the stock to new historical lows. As long as we are trading above 0.63 we can hold positions.

### Resistance

**OIH**  Resistance lies at 0.614. Those who want to buy are recommended to wait for a clear break above this level. A breakout above 0.614 will trigger a buy signal with a target around 0.67-0.68. We do not recommend buying, however, before a clear breakout as the overall market is still weak.

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	15.45	15.00	14.60	16.70	17.40	↔	Hold	15.00
SWDY.CA	ELSWEDY ELECTR/d	13.04	12.60	11.92	13.75	15.17	↔	Hold	11.92
TMGH.CA	TALAT MOSTAFA/d	9.97	9.60	9.27	10.20	10.75	↔	Hold	9.27
SKPC.CA	SIDI KERIR PET/d	9.15	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	17.87	17.50	17.00	18.50	19.70	↔	Hold	17.00
ORAS.CA	ORASCOM CONST/d	100.00	99.00	95.00	108.50	111.00	↔	Hold	95.00
AMOC.CA	ALX MINERAL OI/d	4.08	3.95	3.85	4.30	4.60	↔	Hold	3.85
MNHD.CA	NASR CITY HOUS/d	5.19	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	8.33	8.00	7.70	10.00	11.00	↔	Hold	10.00
ESRS.CA	EZZ STEEL/d	11.42	11.25	10.00	13.55	15.50	↔	Hold	11.25
ETEL.CA	TELECOM EGYPT/d	11.07	11.00	10.85	12.30	12.90	↔	Hold	11.00
CCAP.CA	CITADEL CAPITA/d	2.43	2.34	2.12	2.60	2.75	↔	Hold	2.60
ISPH.CA	IBNSINA PHARMA	9.86	9.30	8.80	10.50	11.15	↔	Hold	9.30
PHDC.CA	PALM HILL DEV /d	2.05	1.95	1.90	2.20	2.43	↔	Hold	1.90
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	6.15	5.90	5.55	6.60	7.06	↔	Hold	5.90
HELI.CA	HELIOPOLIS/d	27.49	25.50	24.40	28.00	29.20	↔	Hold	25.50
CIEB.CA	CREDIT AGRICOL/d	40.25	40.00	38.00	45.00	47.00	↔	Hold	40.00
EGCH.CA	EGYPT CHEM IND/d	5.17	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	0.59	0.56	0.54	0.60	0.64	↔	Hold	0.54
ORHD.CA	ORASCOM EGYPT/d	6.66	6.23	5.95	6.88	7.20	↔	Hold	6.23
EGTS.CA	EGYPTIAN RESOR/d	2.65	2.55	2.38	3.04	3.25	↔	Hold	2.55
ORWE.CA	ORIENTAL WEAVE/d	10.15	10.00	9.50	10.60	11.09	↔	Hold	9.50
IRON.CA	EGYPTIAN IR & /d	2.63	2.50	2.15	2.89	3.10	↔	Hold	2.50
ADIB.CA	ABU DHABI/d	12.82	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.