

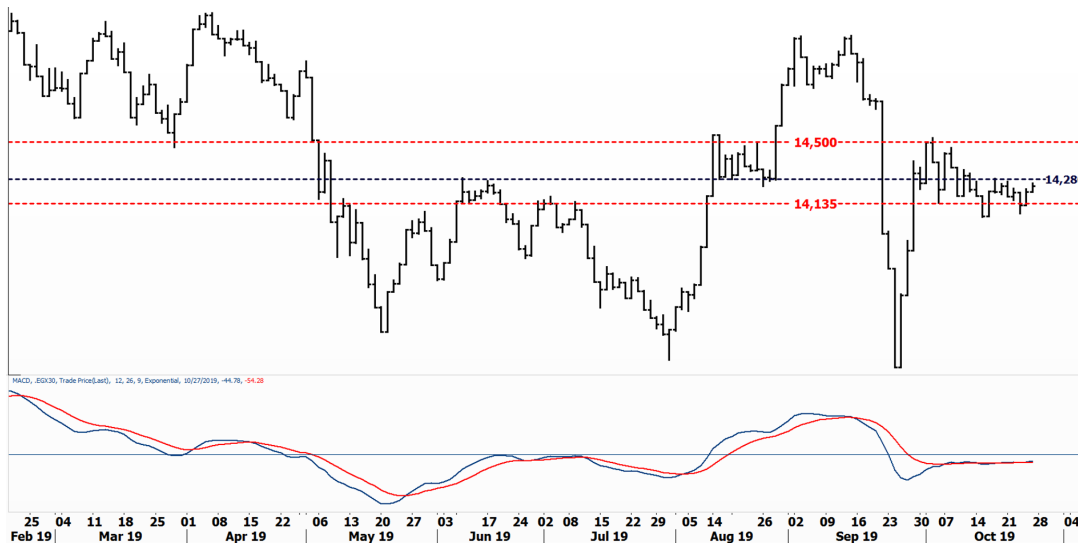


PIONEERSECURITIES

TECH TO THE POINT

28-Oct-19

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



Last	14,237.39
High Today	14,256.82
Low Today	14,205.97
Volume	M 135.915
First Support	14,100.00
Second Support	13,600.00
First Resistance	14,300.00
Second Resistance	14,500.00
Stop Loss	14,100.00
HISTORICAL RETURN %	
1 WEEK	-0.01%
1 MONTH	2.75%
1 QUARTER	5.78%
1 YEAR	9.32%
YTD	9.22%

Analysis

The 14,280 level is currently the minor peak that is being challenged. If we break above this level, a short-term buy signal will be triggered with a target at 14,500. As we mentioned before, we are expecting the EGX 30 to break above 14,500 ultimately; such a breakout will lead the index near the 15,200-15,300 area, which is the biggest challenge for our market.

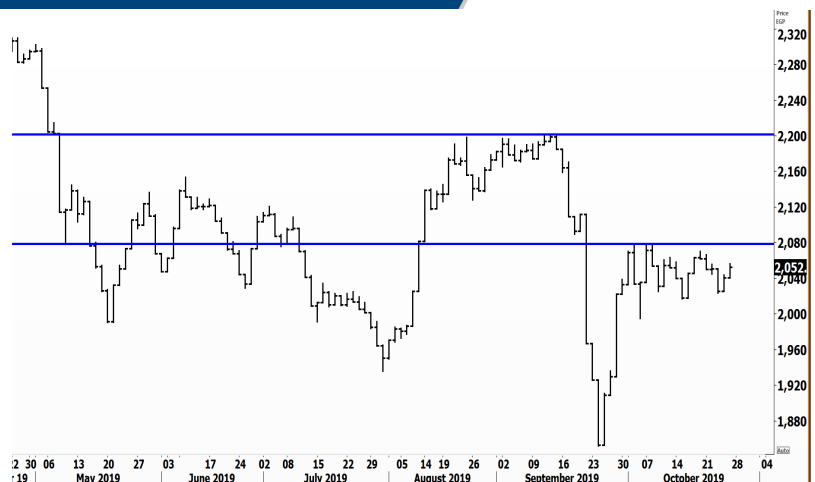
The MACD indicator looks good as it is witnessing a bullish setup. In all cases, our stop will be placed below 14,100.

Egyptian Exchange Equal Weights Index EGX50

Analysis

The EGX 50 index is approaching 2,080 which is the first minor resistance to be watched. A breakout above this level is expected. If the EGX 50 index breaks above 2,080, our target will be set at 2,200.

For now, we recommend investors to buy at the minor breakout with the aforementioned target. Stops should be strictly placed below 2,015.



Resistance

OIH 

Broke clearly above 0.615, closing at 0.622. Those who want to step in can buy at current levels with a target around 0.69-0.7. The stock looks positive and is expected to continue its rise.

DAPH 

The stock has been witnessing very high volumes lately, which should be considered as a bullish sign. We expect DAPH to reach 16.8 first. A break above this level will trigger a new entry signal.

Support

No stocks broke their support yesterday

Testing

Support

COMI 

The 78.5 level is the first support, followed by 77. COMI underperformed yesterday and might witness some deterioration in its relative performance curve compared to the rest of the EGX 30 stocks. This is not a bearish sign for the market as it enhances market breadth. Nonetheless, from an intermediate-term perspective, CIB is one of the strongest stocks out there.

Resistance

ZEOT 

Tried to break above 1.28 but was not able to close above it. The stock witnessed selling pressure to close at 1.24 at the end of the session. Volume was very high yesterday and a renewed trial to break resistance is expected to occur soon.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	78.52	78.50 *	77.00	80.50	83.00	↔	Hold	80.50
EAST.CA	EASTERN CO/d	16.19	15.00	14.60	16.70	17.40	↔	Hold	15.00
SWDY.CA	ELSWEDY ELECTR/d	12.99	12.60	11.92	13.75	15.17	↔	Hold	11.92
TMGH.CA	TALAT MOSTAFA/d	9.95	9.60	9.27	10.20	10.75	↔	Hold	9.27
SKPC.CA	SIDI KERIR PET/d	9.14	8.70	8.00	9.60	10.85	↔	Hold	8.00
EKHO.CA	EGYPT KUWAIT H/d	1.37	1.37 * \$	1.29 \$	1.44 \$	1.52 \$	↔	Hold	1.44
HRHO.CA	EFG HERMES HOL/d	18.35	17.50	17.00	18.50	19.70	↔	Hold	17.00
ORAS.CA	ORASCOM CONST/d	99.90	99.00	95.00	108.50	111.00	↔	Hold	95.00
AMOC.CA	ALX MINERAL OI/d	4.05	3.95	3.85	4.30	4.60	↔	Hold	3.85
MNHD.CA	NASR CITY HOUS/d	5.17	5.03	4.80	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	15.20	14.35	13.70	15.90	16.50	↔	Hold	14.25
JUFO.CA	JUHAYNA FOOD I/d	8.20	8.00	7.70	10.00	11.00	↔	Hold	10.00
ESRS.CA	EZZ STEEL/d	11.76	11.25	10.00	13.55	15.50	↔	Hold	11.25
ETEL.CA	TELECOM EGYPT/d	11.00	11.00 *	10.85	12.30	12.90	↔	Hold	11.00 *
CCAP.CA	CITADEL CAPITA/d	2.45	2.34	2.12	2.60	2.75	↔	Hold	2.60
ISPH.CA	IBNSINA PHARMA	10.00	9.30	8.80	10.50	11.15	↔	Hold	9.30
PHDC.CA	PALM HILL DEV /d	2.10	1.95	1.90	2.20	2.43	↔	Hold	1.90
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	6.30	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	43.30	40.00	38.00	45.00	47.00	↔	Hold	40.00
EGCH.CA	EGYPT CHEM IND/d	5.20	5.00	4.40	5.55	5.80	↔	Hold	5.00
EMFD.CA	EMAAR MISR DEV/d	2.99	2.94	2.70	3.23	3.45	↔	Hold	2.94
OIH.CA	ORASCOM INVESTMENT HOLDING	0.62	0.58	0.56	0.64	0.66	↔	Hold	0.54
ORHD.CA	ORASCOM EGYPT/d	6.79	6.23	5.95	6.88	7.20	↔	Hold	6.23
EGTS.CA	EGYPTIAN RESOR/d	2.63	2.55	2.38	3.04	3.25	↔	Hold	2.55
ORWE.CA	ORIENTAL WEAVE/d	10.12	10.00	9.50	10.60	11.09	↔	Hold	9.50
IRON.CA	EGYPTIAN IR & /d	2.61	2.50	2.15	2.89	3.10	↔	Hold	2.50
ADIB.CA	ABU DHABI/d	12.84	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.