

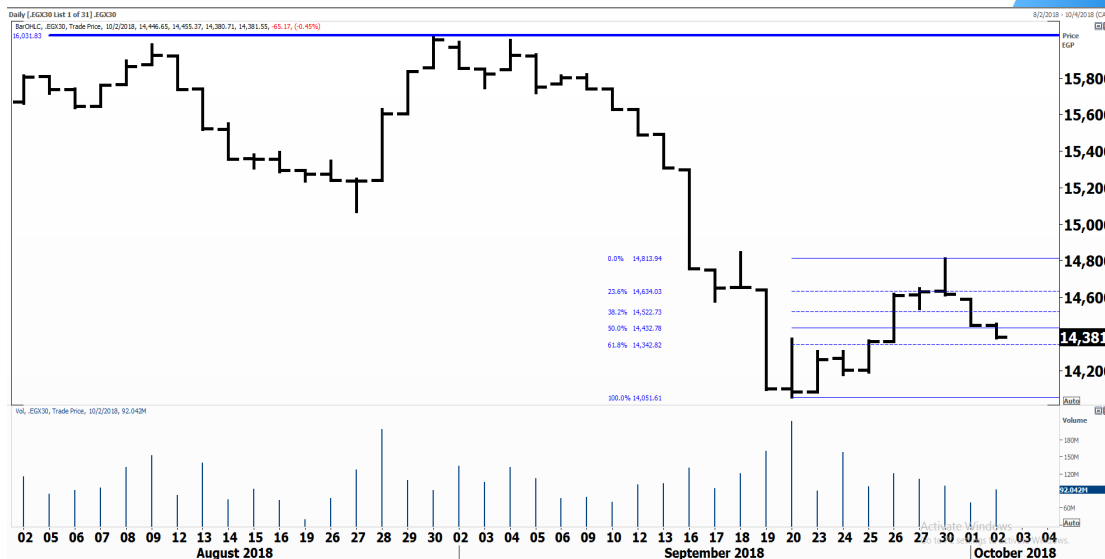


PIONEERSECURITIES

# TECH TO THE POINT

3-Oct-18

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



Last	14,381.55
High Today	14,455.37
Low Today	14,380.71
Volume	M 92.042
First Support	14,340.00
Second Support	14,000.00
First Resistance	14,800.00
Second Resistance	15,000.00
Stop Loss	

## HISTORICAL RETURN %

1 WEEK	0.16%
1 MONTH	-9.28%
1 QUARTER	-12.42%
1 YEAR	2.72%
YTD	-4.25%

## Analysis

The EGX 30 index closed at 14,381 yesterday and is almost testing the 62% retracement level of the overall short-term rise that began last week. We believe that today should be the beginning of the second market rebound, which should be seen as bullish for the market on the short-term. We mentioned in our last few reports that if this rise comes in a zigzag shape it will have more upward volatility, which should lead to higher targets. This means that if the market begins to rebound today, it will probably witness a significant rise; a break above 14,800 should lead the EGX 30 to levels higher than 15,300, especially after the recent decline.

As we know, the market is still in its declining phase, but we believe that the selling momentum is shrinking. Buyers need to step in to bring the market up.

## Hermes Last Index/ 10 minutes chart

## Analysis


Let us continue looking at the intraday chart of the Hermes Last Index. Yesterday's trading action was lateral but was more based to the positive side. If we look at the trading action of October 1 and October 2, we will notice that the index is trying to bottom at the current levels and might be preparing itself for a rise.


The 1,373-1,374 is the peak of the past couple of sessions; a break above this level will invite more buyers to step in.

One of the positive signals that we noted yesterday is the higher low that occurred around 2 pm. A break above the 1,373-1,374 will probably lead to a nice rise, which should ultimately break the 14,800 peak of the EGX 30.




## Resistance

**CCAP**  The stock closed at 3.32 yesterday after breaking 3.3 to the upside. CCAP regained its strength once again after the latest correction, which confirms its outperformance and its major uptrend. We are still bullish on the stock and are expecting it to reach new highs. The 3.5 level should act as first resistance

**SKPC**  The decline that SKPC witnessed lately was strong, but the stock was able to break yesterday 22.9 to close at 23.2. Those who want to step in are recommended to place their stop below 22 and use 25 as their target.


## Support


**ESRS**  Another break below 21.5 led ESRS to 20.86 at the end of the session. Next target lies at 19.25. We do not recommend stepping in unless a clear rebound appears.

## Testing

### Support

### Resistance

**GTHE**  Trying to break 3.42 to the upside; a break above this level will trigger a buy signal with a target near 3.8. We like GTHE and expect it to witness the breakout today.

**PHDC**  Closed at 2.48 near 2.54 which is the current minor peak. Those who want to buy can step in at the breakout. A break above 2.54 will lead PHDC to 2.9, which will be the first resistance to watch.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	82.27	80.00	77.00	84.00	86.25	↔	Hold	80.00
EAST.CA	EASTERN CO	17.40	16.80	16.00	19.80	21.00	↓	P.SELL	19.80
SWDY.CA	ELSWEDY ELECTRIC	17.01	16.50	15.50	18.40	20.45	↔	Hold	15.50
TMGH.CA	TALAT MOSTAFA	11.20	10.70	9.90	12.00	13.20	↔	Hold	9.90
ABUK.CA	ABU QIR FRT&CHM	31.80	30.00	29.00	32.60	35.00	↔	Hold	29.00
EKHO.CA	EGYPT KUWAIT HLD	1.16	\$1.11	\$1.08	\$1.23	\$1.35	↔	Hold	\$1.08
HRHO.CA	EFG HERMES HOLD	16.99	17.00 *	16.00	18.00	18.90	↔	Hold	15.00
GTHE.CA	GLOBAL TELECO	3.36	3.00	2.90	3.50	3.90	↓	P.SELL	3.90
AMOC.CA	ALX MINERAL OILS	10.60	10.10	9.65	10.88	11.30	↔	Hold	9.65
MNHD.CA	MEDINET NASR HOU	7.66	6.50	5.50	7.90	8.40	↓	P.SELL	8.40
SKPC.CA	SIDI KERIR PETRC	23.20	21.40	20.50	24.50	26.00	↓	P.SELL	26.00
OCDI.CA	6TH OCT DEV INV	21.90	21.50	19.00	23.30	24.25	↔	Hold	18.75
JUFO.CA	JUHAYNA FOOD IND	9.32	9.30	8.70	10.60	11.50	↓	P.SELL	11.50
ESRS.CA	EZZ STEEL	20.86	19.25	18.50	22.70	24.00	↓	P.SELL	24.00
ETEL.CA	TELECOM EGYPT	11.48	10.70	10.23	11.90	13.20	↓	P.SELL	11.90
CCAP.CA	CITADEL CAPITAL	3.32	2.96	2.60	3.50	3.70	↔	Hold	3.30
QNBA.CA	QNB ALAHLI	45.00	40.00	38.00	50.00	54.50	↓	P.SELL	54.50
PHDC.CA	PALM HILL DEV CO	2.48	2.15	1.80	2.55	2.70	↓	P.SELL	2.90
ORAS.CA	ORASCOM CONST	125.20	122.00	117.00	140.00	151.00	↓	P.SELL	151.00
HELI.CA	Misr Gedida Hou	21.55	21.00	20.00	23.60	25.00	↓	Hold	23.60
EFID.CA	EDITA FOOD INDS	15.50	14.50	13.50	19.00	21.50	↔	Hold	17.50
ISPH.CA	IBNSINA PHARMA	8.95	8.90	8.40	9.60	10.10	↔	Hold	8.90
EMFD.CA	EMAAR MISR DEV	3.60	3.35	3.22	3.72	3.90	↓	P.SELL	3.90
PIOH.CA	PIONEERS HLDG	6.18	5.50	5.00	6.50	7.00	↓	P.SELL	7.00
OIH.CA	ORASCOM INVESTMENT HOLDING	0.59	0.54	0.51	0.63	0.65	↓	P.SELL	0.65
EGAL.CA	EGYPT ALUMINIUM	34.36	32.50	31.30	35.80	39.20	↓	P.SELL	39.20
EGTS.CA	EGYPTIAN RESORTS	1.86	1.80	1.68	1.96	2.03	↔	Hold	1.68
PORT.CA	PORTO GROUP	0.81	0.80	0.60	1.00	1.20	↓	P.SELL	1.00
IRON.CA	EGYPTIAN IR & ST	5.08	4.70	4.00	5.30	5.90	↓	P.SELL	5.90
ACGC.CA	ARAB COTTON GIN.	2.19	1.83	1.72	2.30	2.45	↓	P.SELL	2.45

## 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.