

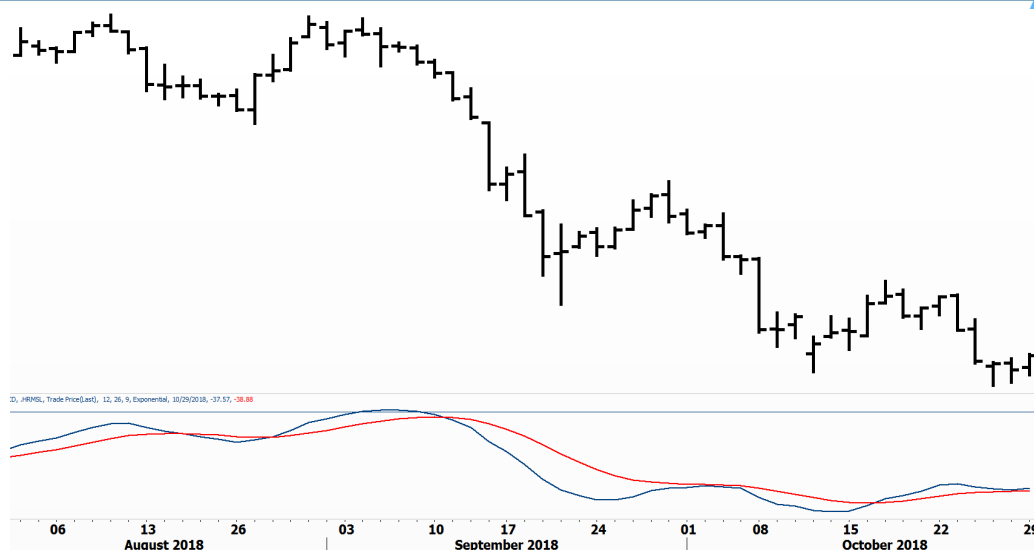


PIONEERSECURITIES

# TECH TO THE POINT

30- Oct-18

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



Last	1,261.02
High Today	1,261.76
Low Today	1,244.11
Volume M	0.000
First Support	1,245.00
Second Support	1,170.00
First Resistance	1,320.00
Second Resistance	1,380.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	-3.86%
1 MONTH	-9.88%
1 QUARTER	-15.68%
1 YEAR	-5.39%
YTD	-12.64%

## Analysis

Yesterday's session was positive as the market did not witness significant selling pressure during the day. Many stocks witnessed strong performance, while others are probably preparing themselves to witness a significant rebound. PIOH was the star yesterday, after it broke 6.5 upwards, closing clearly above it. PHDC and CCAP also rose significantly as we were expecting, while GTHE looks like it is preparing itself to run.

If the market maintains itself today, we will probably test the peak that lies at 1,320 and 13,800 on the Hermes Last and EGX 30 respectively. The good point is that buyers began to enter the market more aggressively than before. Those who read our reports will note that we mentioned clearly that selling pressure was drying up and that only buyers were missing. Another positive point is CIB's last trade; the stock was able to gather strength and close at its high.

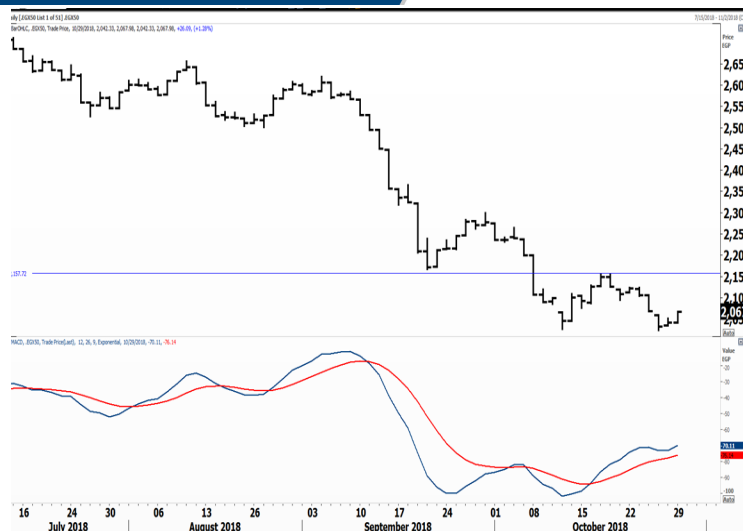
The short-term picture is getting brighter, especially after the past two trading sessions.

## Egyptian Exchange Equal Weights Index EGX50


### Analysis


It is important to look at the EGX 50 once again, especially after yesterday's rise. The index closed almost 1.3% up at around 2,068. The MACD indicator is currently rising, which is an important positive signal for the market.

The 2,150 is the current peak. A break above this level will trigger an important buy signal on the short-term, and will be a leading signal for the rest of the indices.



## Resistance

**CCAP**  The breakout above 3.45 is significant and should lead to a significant rise. We believe that CCAP's breakout, if confirmed today, should lead the stock to new highs. In other words, we expect a break above 3.85, which should lead the stock to 5; which is already our intermediate-term target

**PIOH**  The stock broke 6.5 upwards and closed at 6.7 at the end of the session. PIOH is witnessing a bottoming shape that should lead to higher targets. A break above 7.15 is expected, and our target is set at around 8.5. From a longer-term perspective, if the 7.15-7.25 is broken upwards on a monthly basis, PIOH can reach 12.

**DAPH**  Yesterday's breakout should lead DAPH to 20-21 where our first target lies. Only a break above 20 will lead the stock to mid twenties.


## Support

## Testing

## Support

**HRHO**  If HRHO breaks 14 downwards, this will be considered as a negative sign for the stock. On the other hand, the first sign of potential strength is a break above 14.5.

## Resistance

**ELSH**  After the big rise in profits (250% increase in the first 9 months of the year), ELSH witnessed a significant rise yesterday to close at 5.1 which is its first resistance to watch. The stock witnessed an intraday breakout but was not able to close near the session's high. If the 5.1 is broken today, a buy signal will be triggered with an initial target at 5.4. This is the more important resistance as its breakout will lead the stock to 7.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	79.50	78.60	77.00	84.00	86.25	↔	Hold	78.60
EAST.CA	EASTERN CO	15.87	14.60	13.50	17.00	19.80	↓	P.SELL	17.00
SWDY.CA	ELSWEDY ELECTRIC	14.50	13.25	12.50	15.50	18.00	↓	P.SELL	15.50
TMGH.CA	TALAT MOSTAFA	9.45	9.00	8.80	9.90	10.50	↓	P.SELL	10.50
ABUK.CA	ABU QIR FRT&CHM	26.14	25.90	24.50	29.00	31.50	↓	P.SELL	31.50
EKHO.CA	EGYPT KUWAIT HLD	1.11	\$1.11*	\$1.08	\$1.15	\$1.17	↔	Hold	\$1.08
HRHO.CA	EFG HERMES HOLD	14.11	14.00	13.20	14.50	15.12	↓	P.SELL	15.12
GTHE.CA	GLOBAL TELECO	2.71	2.55	2.20	3.00	3.50	↓	P.SELL	3.50
AMOC.CA	ALX MINERAL OILS	6.85	6.80	6.25	8.00	8.20	↓	P.SELL	8.90
MNHD.CA	MEDINET NASR HOU	7.20	7.00	6.50	8.40	9.15	↔	Hold	6.50
SKPC.CA	SIDI KERIR PETRC	22.50	21.40	20.50	23.50	26.00	↔	Hold	20.50
OCDI.CA	6TH OCT DEV INV	15.15	14.75	13.00	16.80	17.90	↓	P.SELL	17.90
JUFO.CA	JUHAYNA FOOD IND	9.75	8.70	7.70	10.85	11.50	↓	P.SELL	10.85
ESRS.CA	EZZ STEEL	19.36	19.00	18.50	20.95	21.50	↓	P.SELL	21.50
ETEL.CA	TELECOM EGYPT	10.81	10.25	9.55	11.20	11.90	↓	P.SELL	11.90
CCAP.CA	CITADEL CAPITAL	3.48	2.85	2.60	3.85	4.20	↔	Hold	2.85
QNBA.CA	QNB ALAHLI	45.50	40.00	38.00	50.00	54.50	↓	P.SELL	54.50
PHDC.CA	PALM HILL DEV CO	2.42	1.96	1.80	2.55	2.90	↔	Hold	2.55
ORAS.CA	ORASCOM CONST	115.00	108.00	94.00	117.00	122.00	↓	P.SELL	122.00
HELI.CA	Misr Gedida Hou	18.40	18.00	16.00	20.00	21.95	↓	P.SELL	21.95
EFID.CA	EDITA FOOD INDS	0.00	13.00	12.20	14.50	16.00	↓	P.SELL	17.00
ISPH.CA	IBNSINA PHARMA	9.70	8.60	8.00	10.23	10.80	↔	Hold	8.60
EMFD.CA	EMAAR MISR DEV	3.13	2.90	2.70	3.20	3.45	↓	P.SELL	3.45
PIOH.CA	PIONEERS HLDG	6.70	5.75	5.40	7.15	8.00	↔	Hold	5.40
OIH.CA	ORASCOM INVESTMENT HOLDING	0.54	0.51	0.45	0.58	0.64	↔	Hold	0.51
EGAL.CA	EGYPT ALUMINIUM	34.73	33.88	32.50	39.20	42.00	↔	Hold	32.50
EGTS.CA	EGYPTIAN RESORTS	1.95	1.88	1.68	2.03	2.11	↔	Hold	1.68
PORT.CA	PORTO GROUP	0.71	0.71 *	0.60	0.77	0.85	↓	P.SELL	0.85
IRON.CA	EGYPTIAN IR & ST	4.48	4.15	3.85	5.30	5.90	↓	P.SELL	5.30
ACGC.CA	ARAB COTTON GIN.	1.67	1.65	1.50	1.99	2.07	↓	P.SELL	2.07

## 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).

## Technical Analysis Department

### Saleh Nasser

Chief Technical Strategist

### Ahmed Hassan

Senior Technical Analyst

### Dina Fahmy

Senior Technical Analyst

### 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.