

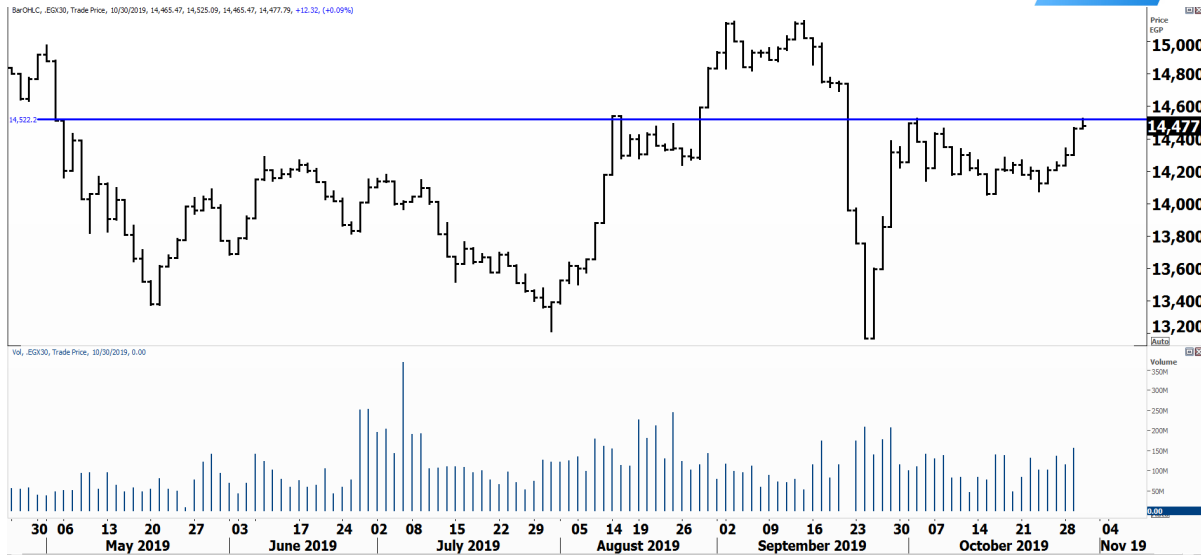


PIONEERSECURITIES

TECH TO THE POINT

31-Oct-19

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



Price EGP	15,000	Last	14,477.79
	14,800	High Today	14,525.09
	14,600	Low Today	14,465.47
	14,400	Volume	M 111.527
	14,200	First Support	14,300.00
	14,000	Second Support	14,100.00
	13,800	First Resistance	14,500.00
	13,600	Second Resistance	14,800.00
	13,400	Stop Loss	14,100.00
	13,200		
Auto			
Volume	350M	HISTORICAL RETURN %	
	300M	1 WEEK	2.49%
	250M	1 MONTH	1.54%
	200M	1 QUARTER	8.10%
	150M	1 YEAR	10.06%
	100M	YTD	11.06%
	50M		
	0.00		

Analysis

The EGX 30 index closed at 14,477 near its resistance that lies at 14,500. This resistance is an important one and is expected to be broken to the upside. It is important to note though, that a slight correction might occur before this breakout. Such a correction should not surpass the 14,300 level. In other words, market dips will be considered as a chance to step in. A clear and confirmed breakout above 14,500 will signal an important entry signal with a minimum target at 15,300.

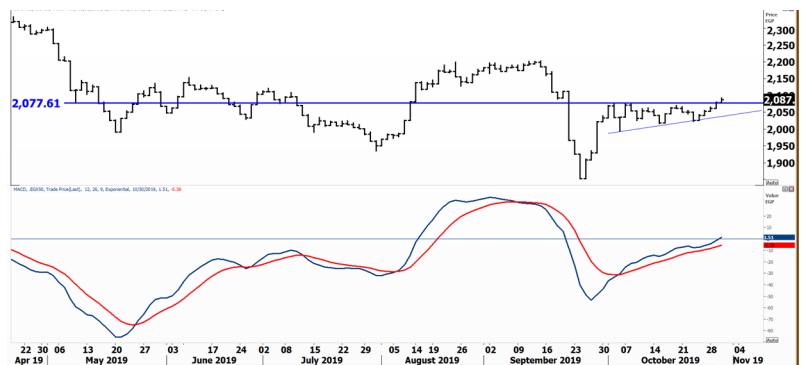
Egyptian Exchange Equal Weights Index EGX50

Analysis


The EGX 50 closed above 2,080 yesterday but still needs confirmation today. Thus, we will not consider this breakout as valid yet until it is confirmed today.

Our overall view, however, is still bullish even if the market corrects slightly. The MACD indicator looks bullish and is challenging its zero level.


Those who want to enter the market after confirmation are recommended to wait for an MACD zero crossover along with the breakout confirmation.



Resistance

COMI  The break above 80.5 needs to be confirmed today. If COMI continues trading above 80.5 it will probably break its peak and reach new highs.

EFIC  Continued its rise yesterday by breaking 12 upwards; we expect EFIC to reach 15 soon, especially if it continues trading above 12. Those who want to enter the stock are recommended to place their stop below 11.


BTFH  Broke 4.8 upwards to close at 5.1 at the end of the session. The breakout came on high volumes. We believe that BTFH can reach 5.75.

Support


No stocks broke their support yesterday


Testing

Support

AIH  The 0.353 level is the current support for the stock. Those who want to step in are recommended to wait for a break above 0.372 with a target near 0.39. Only a breakout above the latter level will signal a confirmed buy signal.

Resistance

EGAL  Closed at its limit up yesterday at 13.61. The 13.8 level is an important resistance to watch. A breakout above this level will trigger a new and confirmed buy signal with a target around 15.5. We issued a buy recommendation during yesterday's session.

AUTO  We need a confirmation of the breakout above 3.67. If the stock trades today above this level, a new buy signal will be triggered with a minimum target near 3.93.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	80.99	78.50	77.00	83.00	86.00	↔	Hold	78.50
EAST.CA	EASTERN CO/d	16.17	15.00	14.60	16.70	17.40	↔	Hold	15.00
SWDY.CA	ELSWEDY ELECTR/d	13.30	12.60	11.92	13.75	15.17	↔	Hold	11.92
TMGH.CA	TALAT MOSTAFA/d	9.90	9.60	9.27	10.20	10.75	↔	Hold	9.27
SKPC.CA	SIDI KERIR PET/d	10.75	9.50	8.95	10.85	11.50	↔	P.Buy	8.95
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	18.68	18.00	17.50	18.90	19.70	↔	Hold	17.50
ORAS.CA	ORASCOM CONST/d	104.17	99.00	95.00	108.50	111.00	↔	P.Buy	95.00
AMOC.CA	ALX MINERAL OI/d	4.25	3.95	3.85	4.30	4.60	↔	Hold	3.85
MNHD.CA	NASR CITY HOUS/d	5.37	5.28	5.05	5.70	6.05	↔	Hold	5.05
CIRA.CA	Cairo Investment & Real Estate	12.99	12.70	11.50	13.50	15.00	↑	Hold	11.50
OCDI.CA	6TH OCT DEV IN/d	15.64	14.95	14.35	15.90	16.50	↔	P.Buy	14.95
JUFO.CA	JUHAYNA FOOD I/d	8.35	8.00	7.70	10.00	11.00	↔	Hold	10.00
ESRS.CA	EZZ STEEL/d	11.92	11.25	10.00	13.55	15.50	↔	Hold	11.25
ETEL.CA	TELECOM EGYPT/d	11.19	11.00	10.85	11.50	12.30	↔	Hold	11.00
CCAP.CA	CITADEL CAPITA/d	2.56	2.34	2.12	2.60	2.75	↔	Hold	2.60
ISPH.CA	IBNSINA PHARMA	9.75	9.30	8.80	10.50	11.15	↔	Hold	9.30
PHDC.CA	PALM HILL DEV /d	2.08	2.00	1.90	2.20	2.43	↔	Hold	2.00
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	6.13	6.10	5.90	6.60	7.06	↔	Hold	5.90
HELI.CA	HELIOPOLIS/d	27.00	25.50	24.40	28.00	29.20	↔	Hold	25.50
CIEB.CA	CREDIT AGRICOL/d	43.50	40.00	38.00	45.00	47.00	↔	Hold	40.00
EGCH.CA	EGYPT CHEM IND/d	5.38	5.00	4.40	5.55	5.80	↔	Hold	5.00
EMFD.CA	EMAAR MISR DEV/d	3.05	2.94	2.70	3.23	3.45	↔	Hold	2.94
OIH.CA	ORASCOM INVESTMENT HOLDING	0.61	0.58	0.56	0.64	0.66	↔	Hold	0.54
ORHD.CA	ORASCOM EGYPT/d	6.91	6.50	6.23	7.30	7.60	↔	P.Buy	6.50
EGTS.CA	EGYPTIAN RESOR/d	2.65	2.55	2.38	3.04	3.25	↔	Hold	2.55
ORWE.CA	ORIENTAL WEAVE/d	10.28	10.00	9.50	10.60	11.09	↔	Hold	9.50
IRON.CA	EGYPTIAN IR & /d	2.59	2.50	2.15	2.89	3.10	↔	Hold	2.50
ADIB.CA	ABU DHABI/d	12.71	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).

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.