

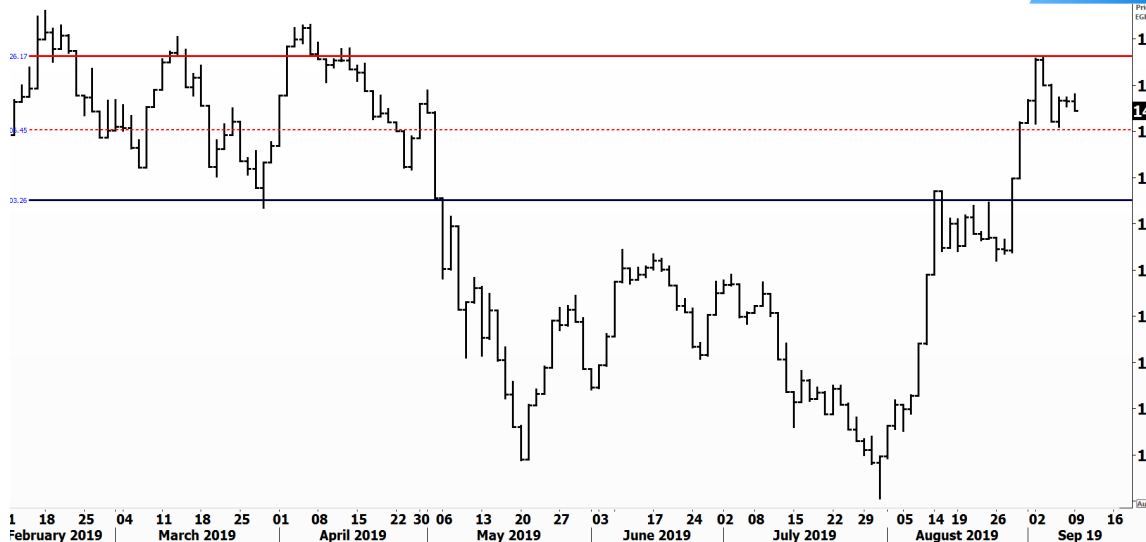


PIONEERSECURITIES

# TECH TO THE POINT

10-Sep-19

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



Last	14,887.78
High Today	14,960.41
Low Today	14,887.71
Volume	M 88.072
First Support	14,800.00
Second Support	14,500.00
First Resistance	15,300.00
Second Resistance	16,000.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	-1.47%
1 MONTH	4.99%
1 QUARTER	5.22%
1 YEAR	-5.41%
YTD	14.21%

## Analysis

The market declined yesterday as buyers were not able to end the current struggle to their favor; the EGX 30 index closed at 14,887 and is approaching the minor support that lies at 14,800. As we know, short-term stop is placed below the latter level, as a break below it will lead the EGX 30 near 14,500. For now, we recommend to hold positions and only add if the 15,100 level is broken to the upside.

Our overall view is positive. This means that even if the index breaks its current minor support and reaches our next target, the next rise will probably be strong and will break upwards.

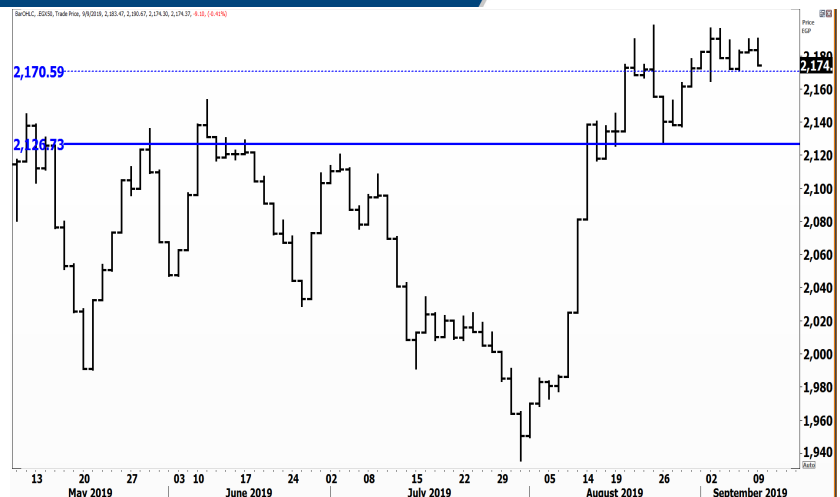
It goes without saying that the most bullish scenario is a market rise without violating 14,800 downwards.

## Egyptian Exchange Equals Weights Index EGX50


### Analysis


The 2,170 can be considered as a very minor support that near-term traders can watch. The EGX 50 index is currently trading at 2,174, very close to its minor support. Those who want to be very quick in their trading decisions can sell partially if this level is violated; obviously, they will risk losing a potential profitable move if the index maintains itself and rises after the 2,170 violation (*usually very minor support levels are not that significant*).

However, we have to mention the market potential drawdown if a decline occurs from here; our next important support will be set at 2,120; we will be watching this level if the market continues its decline the next couple sessions. In other words, if we want to break upwards soon, the market should rise from current levels.



## Resistance

**ORAS**  Closed at 107 after breaking 105 upwards. If this breakout is confirmed, ORAS will probably continue its rise and our important target will be set near 120. Those who want to buy can step in at intraday dips. ORAS is one of our "stock trades" list.


**AJWA**  The stock witnessed very high volumes in the past three sessions. Yesterday, a breakout above 3.65 occurred. This breakout needs confirmation however. If AJWA continues trading above 3.65 and closes the week above this level (preferable above 3.9) it will probably be eligible to reach around 5.5.

## Support


No stocks broke their support levels.


## Testing

### Support

**EGTS**  Tested its support that lies at the 2.8-2.85 area and rebounded to close yesterday at 2.98. Yesterday's rise came on low volumes, which can be seen as potentially bearish, especially if the stock falls from below 3.1. In other words, if a lower high occurs, a potentially bearish short-term reversal formation will probably be forming.

### Resistance

**MPRC**  If the 5.77 level is broken to the upside, a new buy signal will be triggered with a target around 6.25. Those who want to step in are recommended to wait for the breakout first.

**IFAP**  The 3.15 is the current level that IFAP is trying to break. We can mention, however, that if the stock closes the week above 3.07, a breakout above an important peak will be confirmed and our target will be set around 3.5.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	81.25	80.00	77.60	83.50	86.00	↑	P.Buy	77.60
EAST.CA	EASTERN CO/d	15.41	15.15	14.60	16.10	16.70	↔	Hold	15.15
SWDY.CA	ELSWEDY ELECTR/d	14.60	14.40	13.20	15.17	15.75	↔	Hold	13.20
TMGH.CA	TALAT MOSTAFA/d	11.05	10.90	10.50	11.65	12.00	↔	Hold	10.90
SKPC.CA	SIDI KERIR PET/d	10.46	9.60	9.10	10.85	11.75	↔	Hold	9.60
EKHO.CA	EGYPT KUWAIT H/d	1.45	1.40 \$	1.37 \$	1.48 \$	1.58 \$	↑	P.Buy	1.37
HRHO.CA	EFG HERMES HOL/d	19.58	19.60 *	19.00	20.60	21.00	↑	Hold	19.00
ORAS.CA	ORASCOM CONST/d	107.00	100.00	98.40	107.00 *	110.00	↑	P.Buy	98.40
AMOC.CA	ALX MINERAL OI/d	4.57	4.30	4.10	4.68	5.00	↔	Hold	4.30
MNHD.CA	MEDINET NASR H/d	5.27	5.20	4.90	5.65	5.85	↔	Hold	4.90
CIRA.CA	Cairo Investment & Real Estate	12.00	11.25	10.50	12.50	13.00	↑	Hold	11.25
OCDI.CA	6TH OCT DEV IN/d	16.78	16.50	15.50	18.00	18.70	↑	Hold	15.50
JUFO.CA	JUHAYNA FOOD I/d	9.00	8.50	7.70	10.00	11.00	↓	P.SELL	10.00
ESRS.CA	EZZ STEEL/d	10.91	9.50	8.60	11.90	12.50	↔	Hold	9.50
ETEL.CA	TELECOM EGYPT/d	12.81	12.44	12.00	13.70	14.40	↔	Hold	12.44
CCAP.CA	CITADEL CAPITA/d	2.69	2.55	2.30	2.87	2.95	↔	Hold	2.55
ISPH.CA	IBNSINA PHARMA	10.40	10.00	9.00	11.40	12.00	↔	Hold	10.00
PHDC.CA	PALM HILL DEV /d	2.31	2.27	2.14	2.42	2.54	↔	Hold	2.27
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	6.08	5.80	5.30	6.40	6.85	↔	Hold	5.80
HELI.CA	Misr Gedida Ho/d	27.00	27.00 *	26.00	29.20	31.50	↑	Hold	26.00
CIEB.CA	CREDIT AGRICOL/d	43.25	42.00	40.00	48.00	53.00	↔	Hold	40.00
EGCH.CA	EGYPT CHEM IND/d	5.97	5.70	5.45	6.40	6.80	↔	Hold	5.45
EMFD.CA	EMAAR MISR DEV/d	3.09	3.03	2.94	3.25	3.45	↔	Hold	3.03
OIH.CA	ORASCOM INVESTMENT HOLDING	0.71	0.70	0.66	0.75	0.84	↔	Hold	0.72
ORHD.CA	ORASCOM DEV/d	7.59	7.47	7.10	7.94	8.40	↑	Hold	7.10
EGTS.CA	EGYPTIAN RESOR/d	2.98	2.80	2.60	3.23	3.60	↑	Hold	2.80
ORWE.CA	ORIENTAL WEAVE/d	11.15	11.00	10.40	11.74	12.18	↔	Hold	11.00
IRON.CA	EGYPTIAN IR & /d	2.95	2.90	2.60	3.20	3.50	↔	Hold	3.20
ADIB.CA	ABUDHABI ISLM /d	13.51	13.00	12.40	14.50	15.70	↑	Hold	12.40

## 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.