

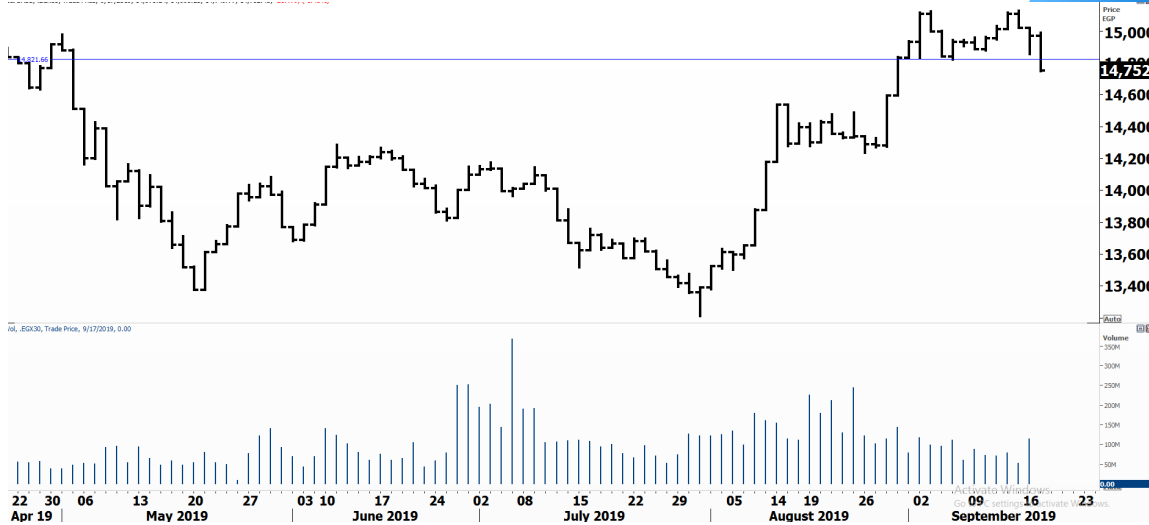


PIONEERSECURITIES

# TECH TO THE POINT

18-Sep-19

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



Last	14,751.74
High Today	14,990.28
Low Today	14,749.77
Volume M	174.661
First Support	14,500.00
Second Support	14,100.00
First Resistance	15,100.00
Second Resistance	15,300.00
Stop Loss	

HISTORICAL RETURN %	
1 WEEK	-1.37%
1 MONTH	2.44%
1 QUARTER	3.86%
1 YEAR	0.69%
YTD	13.16%

## Analysis

The EGX 30 index violated its support that lies at 14,800, triggering stops. Based on yesterday's action, the index is expected to reach 14,500 as a minimum target, followed by 14,100-14,200.

Selling rises is the best action after this breakdown; it is important, however, to watch how the market will react as it approaches 14,500, which is our first target.

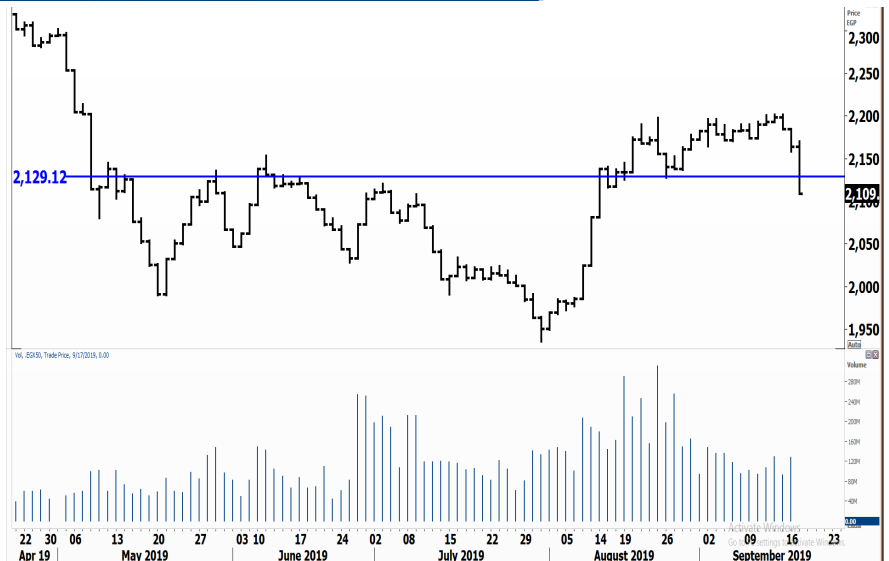
## Egyptian Exchange Equals Weights Index EGX50

### Analysis


The EGX 50 index violated its short-term support and closed clearly below it. Such a break confirms the EGX 30 breakdown, which tells us that sellers are strong.

We expect the current decline to continue, especially that yesterday's decline was sharp.


The index witnessed a double top formation, and our minimum target lies at 2,050. We will be monitoring the market to see whether it will be able to rebound from its target or not.





## Resistance

**ADCI**  Arab Drugs closed at 32.65 after breaking its support that lies at 32. We expect the stock to reach the 35.5-35.75 area.

## Support


**PHDC**  The stock crashed yesterday, breaking 2.3 sharply, reaching 2.11 during the session before it rebounded slightly to close at 2.18. Position holders are recommended to sell rises until the high of yesterday's session is broken upwards.


**CCAP**  Broke 2.6 sharply triggering stop losses. CCAP should first test 2.3 before any rebound occurs. It is important to note, however, that the break below 2.6 is a bearish scenario and might lead the stock to new lows.

**AUTO**  Closed at 3.81, breaking its support that lies at 4. Next support lies at 3.5; we expect buying power to appear as AUTO approaches this level.

## Testing

### Support

**OCDI**  The 15.6 level is the current support for OCDI. The stock was able to close above it yesterday. If, however, the market continues its decline, this support will be in jeopardy and our next target will be set around 14.5

**SWDY**  Rebounded significantly from its support to close at 13.9 at the end of the session. We believe that sellers will be more aggressive as the stock approaches \$14.5. Thus, we recommend selling rises until we see where the index will stabilize.

### Resistance

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	81.30	80.00	77.60	83.50	86.00	↑	Hold	77.60
EAST.CA	EASTERN CO/d	17.03	16.60	16.10	17.22	18.50	↑	Hold	16.10
SWDY.CA	ELSWEDY ELECTR/d	13.80	13.84	13.20	15.17	15.75	↔	Hold	13.20
TMGH.CA	TALAT MOSTAFA/d	10.64	10.45	9.75	11.40	12.00	↔	Hold	10.45
SKPC.CA	SIDI KERIR PET/d	9.88	9.60	9.10	10.85	11.75	↔	Hold	9.60
EKHO.CA	EGYPT KUWAIT H/d	1.46	1.40 \$	1.37 \$	1.48 \$	1.58 \$	↑	Hold	1.37
HRHO.CA	EFG HERMES HOL/d	19.30	18.90	17.60	20.60	21.00	↔	Hold	18.90
ORAS.CA	ORASCOM CONST/d	105.00	105.00 *	100.00	110.00	112.90	↑	Hold	100.00
AMOC.CA	ALX MINERAL OI/d	4.30	4.30 *	4.10	4.68	5.00	↔	Hold	4.30
MNHD.CA	MEDINET NASR H/d	5.03	4.90	4.60	5.40	5.65	↔	Hold	4.90
CIRA.CA	Cairo Investment & Real Estate	12.80	11.75	11.00	13.80	15.00	↑	Hold	11.75
OCDI.CA	6TH OCT DEV IN/d	15.66	15.50	14.70	17.35	17.75	↔	Hold	15.50
JUFO.CA	JUHAYNA FOOD I/d	9.10	8.50	7.70	10.00	11.00	↓	P.SELL	10.00
ESRS.CA	EZZ STEEL/d	9.99	9.50	8.60	11.90	12.50	↔	Hold	9.50
ETEL.CA	TELECOM EGYPT/d	12.60	12.44	12.00	13.70	14.40	↔	Hold	12.44
CCAP.CA	CITADEL CAPITA/d	2.48	2.30	2.12	2.75	2.87	↓	Hold	2.75
ISPH.CA	IBNSINA PHARMA	10.42	10.00	9.00	11.40	12.00	↔	Hold	10.00
PHDC.CA	PALM HILL DEV /d	2.19	2.14	2.03	2.27	2.42	↔	Hold	2.27
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	6.05	5.80	5.30	6.40	6.85	↔	Hold	5.80
HELI.CA	Misr Gedida Ho/d	25.71	24.65	23.85	27.55	29.50	↔	Hold	27.55
IEB.CA	CREDIT AGRICOL/d	41.50	42.00	40.00	48.00	53.00	↔	Hold	40.00
EGCH.CA	EGYPT CHEM IND/d	5.74	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	0.65	0.66 *	0.63	0.72	0.75	↔	Hold	0.72
ORHD.CA	ORASCOM DEV/d	7.68	7.47	7.10	7.94	8.40	↑	Hold	7.10
EGTS.CA	EGYPTIAN RESOR/d	2.72	2.80 *	2.60	3.23	3.60	↔	Hold	2.80
ORWE.CA	ORIENTAL WEAVE/d	10.20	10.00	9.27	11.00	11.34	↔	Hold	10.00
IRON.CA	EGYPTIAN IR & /d	2.81	2.90 *	2.60	3.20	3.50	↔	Hold	3.20
ADIB.CA	ABUDHABI ISLM /d	13.20	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.