

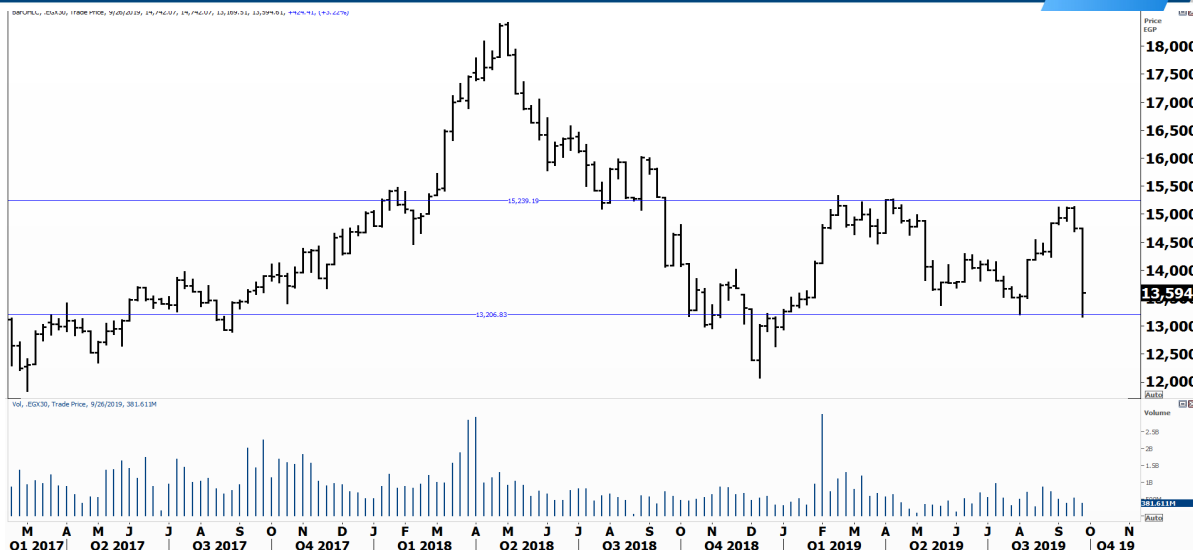


PIONEERSECURITIES

TECH TO THE POINT

26-Sep-19

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



Price EGP	13,594.61
Last	13,594.61
High Today	13,599.74
Low Today	13,170.20
Volume M	139.831
First Support	13,200.00
Second Support	12,500.00
First Resistance	13,900.00
Second Resistance	14,300.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	-7.81%
1 MONTH	-4.88%
1 QUARTER	-2.95%
1 YEAR	-5.33%
YTD	4.28%

Analysis

Yesterday's rebound keeps the EGX 30 index within its major sideways pattern. As we can see from the weekly chart, the 13,200 level is where the index rebounded significantly the last time. This level succeeded to stop the panic, but we obviously need confirmation.

We can say that yesterday's low is a key level and any clear violation below it will be bad news. Let us look to the positive side and say that if this support is confirmed and we do not break below it, we will probably retest the high of this trading range that lies at 15,200. This will obviously be also a function of today's CBE decision concerning the rates, as well as the overall political situation.

As for stepping in, investors can do so but respecting the 13,200 stop is of vital importance. As for the nearby resistance levels, we believe that 13,800 will be our first hurdle, followed by the 14,200-14,300 range.

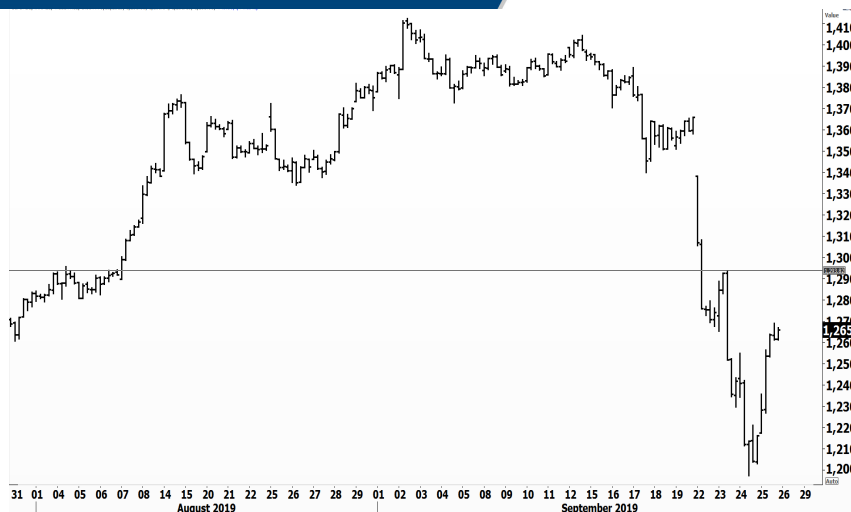
Hermes Last Index/ Hourly Chart

Analysis

We want to highlight the 1,293-1,295 area on the Hermes Last Index; this is a minor resistance that can be used for trading.

In other words, those who are trading short-term, can use 1,290-1,295 as their upward target.

A break, however, above this range will lead to another rise that will probably take the index near 1,340.



Resistance

PHDC 

Closed at 1.98 after breaking 1.94 upwards. We will be monitoring PHDC to see whether it will be able to maintain itself or not. If the stock succeeds to break above 2.08-2.1, this will be considered as a bullish scenario.

Support

No stocks broke their support yesterday

Testing

Support

OIH 

Rebounded from its important support that lies at 0.5. The stock closed at 0.54 yesterday and is probably preparing itself for a significant rise. Our first resistance to watch lies at 0.575.

ESRS 

Tested its low that lies at 7.76 and rebounded with moderate volumes to close at 8.53. ESRS needs to witness higher volumes. Those who want to step in are recommended to place their stop below the low and use 9.5 as their first target.

EGCH 

The violation below 4.62 looks like will be a false break. The stock was able to trade back above support, closing at 4.84. Our first resistance lies at 5.1; a break above it will trigger a new buy signal.

Resistance

No stocks are testing their 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	75.45	70.00	66.00	78.00	80.00	↔	Hold	80.00
EAST.CA	EASTERN CO/d	16.94	16.40	15.90	17.80	18.50	↑	Hold	16.40
SWDY.CA	ELSWEDY ELECTR/d	12.90	11.50	10.35	13.20	14.40	↓	P.SELL	14.40
TMGH.CA	TALAT MOSTAFA/d	10.19	8.70	8.20	10.20	11.15	↓	P.SELL	11.15
SKPC.CA	SIDI KERIR PET/d	8.70	8.20	7.75	9.60	10.85	↔	Hold	8.20
EKHO.CA	EGYPT KUWAIT H/d	1.35	1.28 \$	1.20 \$	1.48 \$	1.52 \$	↔	Hold	1.52
HRHO.CA	EFG HERMES HOL/d	18.00	17.50	16.85	19.50	20.60	↔	Hold	17.50
ORAS.CA	ORASCOM CONST/d	100.09	91.00	87.00	103.00	111.00	↔	Hold	91.00
AMOC.CA	ALX MINERAL OI/d	3.89	3.78	3.55	4.30	4.70	↔	Hold	3.55
MNHD.CA	MEDINET NASR H/d	4.34	4.11	3.80	4.65	5.05	↓	P.SELL	5.05
CIRA.CA	Cairo Investment & Real Estate	11.51	11.50	11.00	13.50	15.00	↔	Hold	11.50
OCDI.CA	6TH OCT DEV IN/d	14.43	13.65	13.00	15.50	16.50	↓	P.SELL	15.50
JUFO.CA	JUHAYNA FOOD I/d	8.44	7.70	6.60	9.10	10.00	↓	P.SELL	10.00
ESRS.CA	EZZ STEEL/d	8.53	7.84	6.40	9.60	12.00	↓	P.SELL	12.55
ETEL.CA	TELECOM EGYPT/d	11.50	11.40	10.84	12.50	12.90	↓	P.SELL	12.90
CCAP.CA	CITADEL CAPITA/d	2.07	1.85	1.72	2.35	2.60	↓	P.SELL	2.60
ISPH.CA	IBNSINA PHARMA	9.70	9.00	8.00	9.90	11.15	↓	P.SELL	11.15
PHDC.CA	PALM HILL DEV /d	1.98	1.80	1.65	2.05	2.20	↓	P.SELL	2.20
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	5.81	5.80	5.30	6.23	6.60	↔	Hold	5.80
HELI.CA	Misr Gedida Ho/d	23.67	22.25	20.50	25.00	26.70	↓	P.SELL	26.70
CIEB.CA	CREDIT AGRICOL/d	40.60	40.00	38.00	45.00	48.00	↔	Hold	40.00
EGCH.CA	EGYPT CHEM IND/d	4.84	4.63	4.38	5.10	5.55	↓	P.SELL	5.55
EMFD.CA	EMAAR MISR DEV/d	2.86	2.50	2.38	3.00	3.45	↓	P.SELL	3.45
OIH.CA	ORASCOM INVESTMENT HOLDING	0.54	0.50	0.46	0.58	0.64	↓	P.SELL	0.64
ORHD.CA	ORASCOM DEV/d	6.40	6.20	5.85	6.70	7.12	↓	P.SELL	7.12
EGTS.CA	EGYPTIAN RESOR/d	2.75	2.55	2.40	2.85	3.04	↓	P.SELL	2.85
ORWE.CA	ORIENTAL WEAVE/d	10.44	9.25	9.00	10.50	11.00	↔	Hold	9.00
IRON.CA	EGYPTIAN IR & /d	2.42	2.20	1.70	2.60	2.82	↓	P.SELL	2.82
ADIB.CA	ABUDHABI ISLM /d	12.27	11.67	11.00	13.33	14.80	↓	P.SELL	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).

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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.