

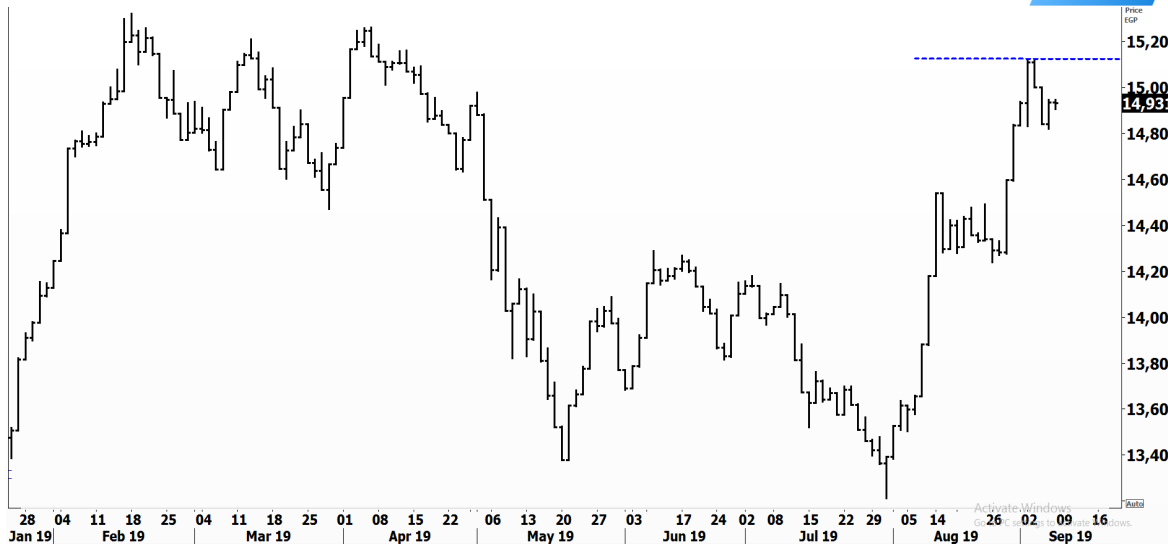


PIONEERSECURITIES

# TECH TO THE POINT

9-Sep-19

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



|                     |           |
|---------------------|-----------|
| Last                | 14,931.11 |
| High Today          | 14,945.84 |
| Low Today           | 14,906.66 |
| Volume              | M 60,089  |
| 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              | 0.00%     |
| 1 MONTH             | 5.29%     |
| 1 QUARTER           | 7.33%     |
| 1 YEAR              | -5.52%    |
| YTD                 | 14.54%    |

## Analysis

The recent market correction created a new minor peak at 15,100; this is currently our resistance and we can consider its breakout as an early signal of a breakout above the more important 15,300 area. In other words, those who want to repurchase or add to their positions can place their entry level if the 15,100 is broken upwards.

On the other hand, the 14,800 is our first stop, for those who are very short-term in nature, as a break below this level can lead the index near 14,500, which will probably not be violated.

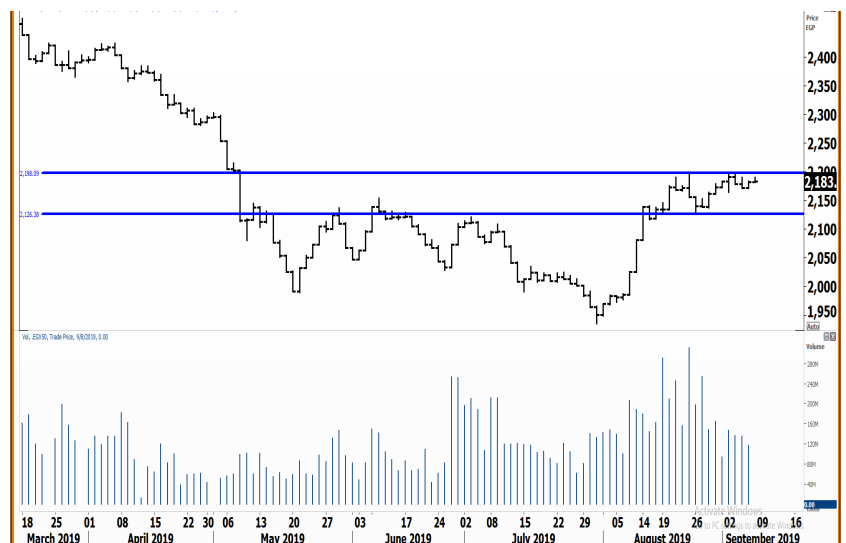
Thus, short-term traders can open their positions at intraday dips with a minor stop below 14,800. A break above 15,100 will call to add to positions.

## Egyptian Exchange Equals Weights Index EGX50


### Analysis

The EGX 50 index is currently hovering slightly below the 2,200 level, which is currently serving as minor resistance. Any rise from current levels will probably lead to a breakout above this level; a break above 2,200 will be a positive scenario for the market and a new buy signal will be triggered.

Yesterday's market performance was weaker than expected but we still believe that any decline from current levels will be very temporary and short lived.



## Resistance

**MFPC**  Broke 70 with high volumes, closing at 73.32 at the end of the session. Our next target lies at 80. If the stock confirms its breakout today, a buy signal will be triggered with a stop below 70.

## Support


No stocks broke their support levels.


## Testing


### Support

**CLHO**  First support lies at 6, while second one lies at 5.8. If CLHO breaks below 6, it will probably find stronger buying power at the 5.75-5.8 area. The major trend is still up however, and not expected to reverse yet.

### Resistance

**PORT**  Closed at 0.77 at the end of the session and is approaching its minor peak that lies at 0.78. If PORT breaks above 0.78, a new buy signal will be triggered with a target around 0.85 initially. We expect the stock to reach even higher levels before the end of the year.

**EFIC**  Despite its recent vertical rise, EFIC still wants to advance more. The stock witnessed a flag-like formation, which is a bullish pattern that should lead to another sharp rise. If the 11 level is broken today, a new buy signal will be triggered with a target around 13 initially.

**ORHD**  The 7.8-8 area is the major resistance of ORHD. It might take sometime before breaking clearly this major resistance; the ability of the stock to sustain itself near this peak, however, is a bullish sign. Thus, we are expecting an ultimate breakout above 8, which will lead the stock to higher levels.

| Symbol  | S. Description                 | Last   | Support 1 | Support 2 | Resistance 1 | Resistance 2 | Trend | Recommendation | Stop Loss/<br>Re-Entry |
|---------|--------------------------------|--------|-----------|-----------|--------------|--------------|-------|----------------|------------------------|
| COMI.CA | COM INTL BK/d                  | 81.40  | 80.00     | 77.60     | 83.50        | 86.00        | ↑     | P.Buy          | 77.60                  |
| EAST.CA | EASTERN CO/d                   | 15.59  | 15.15     | 14.60     | 16.10        | 16.70        | ↔     | Hold           | 15.15                  |
| SWDY.CA | ELSWEDY ELECTR/d               | 14.71  | 14.40     | 13.20     | 15.17        | 15.75        | ↔     | Hold           | 13.20                  |
| TMGH.CA | TALAT MOSTAFA/d                | 11.00  | 10.90     | 10.50     | 11.65        | 12.00        | ↔     | Hold           | 10.90                  |
| SKPC.CA | SIDI KERIR PET/d               | 10.36  | 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               | 19.80  | 19.60     | 19.00     | 20.60        | 21.00        | ↑     | Hold           | 19.00                  |
| ORAS.CA | ORASCOM CONST/d                | 103.96 | 97.00     | 91.00     | 107.00       | 110.00       | ↔     | Hold           | 97.00                  |
| AMOC.CA | ALX MINERAL OI/d               | 4.58   | 4.30      | 4.10      | 4.68         | 5.00         | ↔     | Hold           | 4.30                   |
| MNHD.CA | MEDINET NASR H/d               | 5.31   | 5.20      | 4.90      | 5.65         | 5.85         | ↔     | Hold           | 4.90                   |
| CIRA.CA | Cairo Investment & Real Estate | 11.50  | 11.25     | 10.50     | 12.50        | 13.00        | ↑     | Hold           | 11.25                  |
| OCDI.CA | 6TH OCT DEV IN/d               | 16.94  | 16.50     | 15.50     | 18.00        | 18.70        | ↑     | Hold           | 15.50                  |
| JUFO.CA | JUHAYNA FOOD I/d               | 8.65   | 8.50      | 7.70      | 10.00        | 11.00        | ↓     | P.SELL         | 10.00                  |
| ESRS.CA | EZZ STEEL/d                    | 11.03  | 9.50      | 8.60      | 11.90        | 12.50        | ↔     | Hold           | 9.50                   |
| ETEL.CA | TELECOM EGYPT/d                | 12.85  | 12.44     | 12.00     | 13.70        | 14.40        | ↔     | Hold           | 12.44                  |
| CCAP.CA | CITADEL CAPITA/d               | 2.73   | 2.55      | 2.30      | 2.87         | 2.95         | ↔     | Hold           | 2.55                   |
| ISPH.CA | IBNSINA PHARMA                 | 10.52  | 10.00     | 9.00      | 11.40        | 12.00        | ↔     | Hold           | 10.00                  |
| PHDC.CA | PALM HILL DEV /d               | 2.34   | 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               | 27.75  | 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               | 6.01   | 5.70      | 5.45      | 6.40         | 6.80         | ↔     | Hold           | 5.45                   |
| EMFD.CA | EMAAR MISR DEV/d               | 3.12   | 3.03      | 2.94      | 3.25         | 3.45         | ↔     | Hold           | 3.03                   |
| OIH.CA  | ORASCOM INVESTMENT HOLDING     | 0.72   | 0.70      | 0.66      | 0.75         | 0.84         | ↔     | Hold           | 0.72                   |
| ORHD.CA | ORASCOM DEV/d                  | 7.63   | 7.47      | 7.10      | 7.94         | 8.40         | ↑     | Hold           | 7.10                   |
| EGTS.CA | EGYPTIAN RESOR/d               | 2.90   | 2.80      | 2.60      | 3.23         | 3.60         | ↑     | Hold           | 2.80                   |
| ORWE.CA | ORIENTAL WEAVE/d               | 11.21  | 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               | 13.40  | 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.