

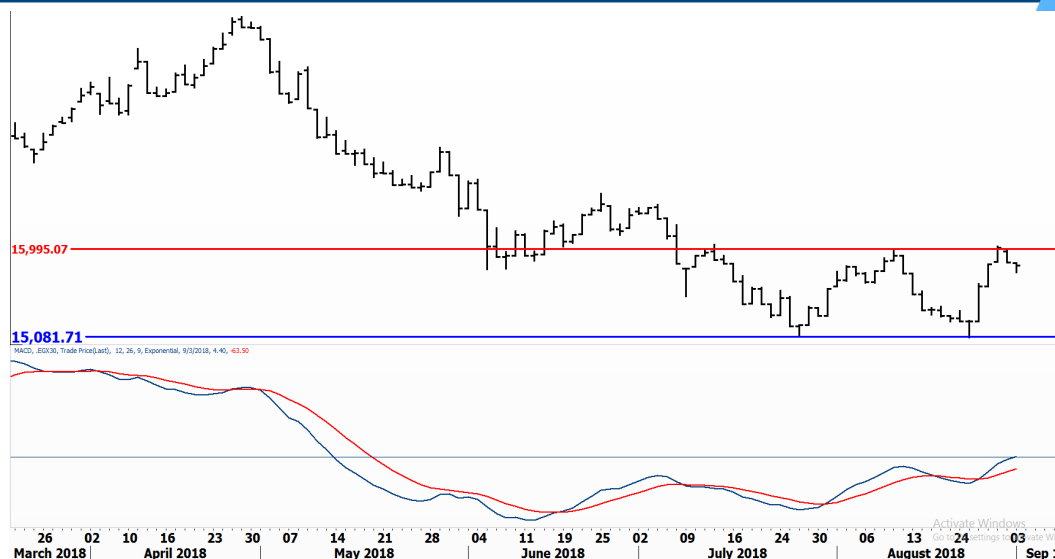


PIONEERSECURITIES

TECH TO THE POINT

4-Sep-18

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



Last	15,821.92
High Today	15,848.66
Low Today	15,748.71
Volume	M 105.162
First Support	15,600.00
Second Support	15,100.00
First Resistance	16,000.00
Second Resistance	16,600.00
Stop Loss	15,100.00

HISTORICAL RETURN %

1 WEEK	3.84%
1 MONTH	0.10%
1 QUARTER	-3.55%
1 YEAR	17.94%
YTD	5.35%

Analysis

The market witnessed significant selling pressure yesterday but was able to rebound at the end of the session. This end of day rebound is considered important as it told us that buyers are still in the market. We still expect the 15,600 to serve as support. Our new buy signal, however, will be triggered at a breakout above 16,000; if this level is broken upwards, the next move will be strong, which will lead the EGX 30 near the 17,000-17,500 range.

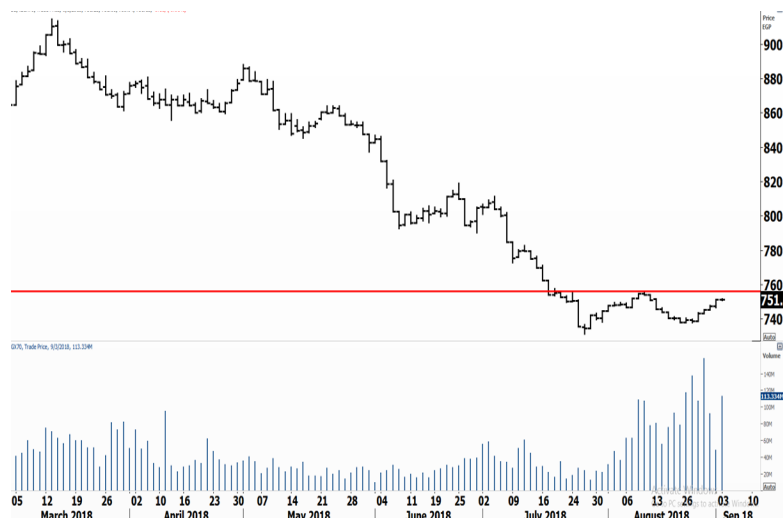
For now, we are not bearish, but we are also not very bullish until the 16,000 is broken.

Egyptian Exchange Small Caps Index EGX70



Analysis

The EGX 70 index is approaching its peak that lies at 755. The ability to trade close to this resistance for few days can be considered as a sign of a potential breakout. Our buy signal will be triggered at a clear break beyond 755; this will lead to an enhanced rise for the small caps stocks.

Volumes are not low at the current rise, and we expect the breakout to occur soon.



Resistance


- SWDY**  Closed at 200.8 after breaking 198 upwards. SWDY broke its peak and should reach 225. Thus, this breakout is a buy signal with a target near 225.
- EGCH**  Broke above 6 yesterday, closing slightly above it. EGCH, however, confirmed its breakout above 5.7. Thus, the real breakout is the 5.7 break, which is now clearly confirmed. Our target lies at 6.65, followed by 7.25.

Support




No stocks broke their support yesterday

Testing

Support

- ESRS**  If the market rebounds from here, ESRS should also rise from the 25.7 level. Our buy signal, however, will be triggered at a breakout above 27. This break will signal a buy with a target at 28.5.

Resistance

- PIOH**  The 6.8-7 area is the current resistance range for PIOH. After yesterday's bullish session, a break beyond this range will be positive for the stock as it will lead it back to the 8.25-8.5 area. Those who want to step in can buy at the breakout.
- EFIC**  Current resistance lies at 11.4. If EFIC breaks above this level a buy signal will be triggered with a target at 14. We recommend short-term investors to buy at the breakout with the aforementioned target. We like EFIC and expect it to break its resistance soon.
- AMER**  Closed at 0.26 exactly at its first minor resistance. If AMER breaks above 0.26 our target will be set near 0.29-0.3. The stock is one of the market underperformers, but can witness a short-term rise within its current weakness

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	87.00	80.00	77.00	88.50	92.50	↔	Hold	80.00
EAST.CA	EASTERN CO	102.54	96.50	91.00	110.00	113.00	↓	P.SELL	113.00
SWDY.CA	ELSWEDY ELECTRIC	200.80	187.00	171.00	208.00	225.00	↑	P.Buy	171.00
TMGH.CA	TALAT MOSTAFA	11.83	9.90	9.50	11.85 *	12.44	↔	Hold	9.90
ABUK.CA	ABU QIR FRT&CHM	33.44	30.50	28.50	34.00	36.65	↑	Hold	28.50
EKHO.CA	EGYPT KUWAIT HLD	1.18	\$1.15	\$1.12	\$1.20	\$1.25	↔	Hold	\$1.12
HRHO.CA	EFG HERMES HOLD	17.90	17.20	16.70	18.90	19.60	↔	Hold	16.00
GTHE.CA	GLOBAL TELECO	3.75	3.65	3.35	4.50	5.00	↓	P.SELL	4.50
AMOC.CA	ALX MINERAL OILS	11.30	10.85	10.44	11.80	12.20	↔	Hold	10.85
MNHD.CA	MEDINET NASR HOU	8.94	8.70	8.40	9.11	9.50	↔	Hold	8.40
SKPC.CA	SIDI KERIR PETRC	24.39	23.00	22.44	25.30	27.00	↔	Hold	22.44
OCDI.CA	6TH OCT DEV INV	23.38	21.50	20.00	24.25	25.30	↔	Hold	24.25
JUFO.CA	JUHAYNA FOOD IND	12.10	11.20	10.60	13.00	14.00	↔	Hold	10.60
ESRS.CA	EZZ STEEL	26.03	25.65	24.00	27.50	28.50	↔	Hold	28.50
ETEL.CA	TELECOM EGYPT	13.85	13.70	13.40	14.60	15.50	↔	Hold	13.40
CCAP.CA	CITADEL CAPITAL	3.36	3.35	3.25	3.75	4.00	↔	Hold	3.75
QNBA.CA	QNB ALAHLI	48.00	45.50	43.00	51.80	54.50	↔	Hold	45.50
PHDC.CA	PALM HILL DEV CO	3.11	2.90	2.75	3.28	3.60	↓	P.SELL	3.60
ORAS.CA	ORASCOM CONST	148.50	140.00	130.00	151.00	165.00	↔	Hold	140.00
HELI.CA	Misr Gedida Hou	31.30	28.00	26.30	31.70	32.50	↑	P.Buy	28.00
EFID.CA	EDITA FOOD INDS	18.45	17.50	16.00	19.00	21.50	↔	Hold	17.50
ISPH.CA	IBNSINA PHARMA	10.80	10.40	10.12	11.15	11.50	↔	Hold	10.12
EMFD.CA	EMAAR MISR DEV	4.51	4.25	3.95	4.55*	4.75	↔	Hold	3.95
PIOH.CA	PIONEERS HLDG	6.82	6.15	5.85	7.05	7.50	↓	Hold	7.50
OIH.CA	ORASCOM INVESTMENT HOLDING	0.69	0.66	0.63	0.72	0.76	↓	P.SELL	0.72
EGAL.CA	EGYPT ALUMINIUM	42.01	41.65	39.50	44.00	48.00	↓	P.SELL	48.00
EGTS.CA	EGYPTIAN RESORTS	1.93	1.55	1.45	1.94	2.04	↔	Hold	1.57
PORT.CA	PORTO GROUP	1.29	1.20	1.02	1.44	1.68	↓	P.SELL	1.68
IRON.CA	EGYPTIAN IR & ST	6.35	6.00	5.35	7.40	8.00	↔	Hold	6.80
ACGC.CA	ARAB COTTON GIN.	2.36	2.30	2.10	2.73	2.90	↔	Hold	2.30

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.