

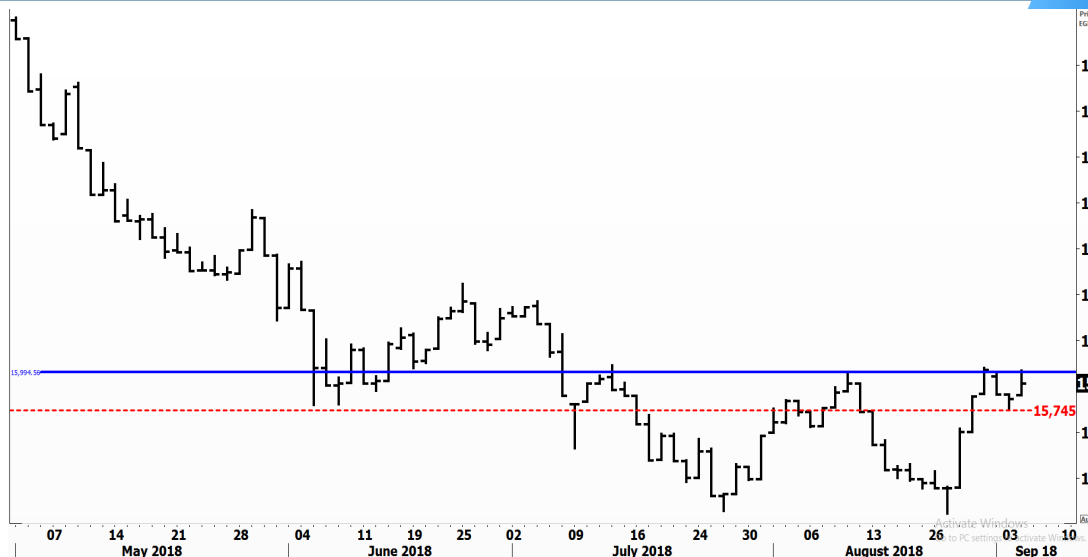


PIONEERSECURITIES

TECH TO THE POINT

5-Sep-18

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



Last	15,922.96
High Today	16,004.75
Low Today	15,844.76
Volume	M 131.387
First Support	15,745.00
Second Support	15,100.00
First Resistance	16,000.00
Second Resistance	16,600.00
Stop Loss	15,745.00
HISTORICAL RETURN %	
1 WEEK	2.03%
1 MONTH	1.18%
1 QUARTER	-0.62%
1 YEAR	18.69%
YTD	6.02%

Analysis

The EGX 30 index is still hovering around its resistance that lies at 16,000. It is obvious that it is a strong resistance and needs more buying power to be broken to the upside. We are more biased to the breakout, and we still expect the 17,200-17,500 area to be reached.

On the other hand, the index formed a new minor bottom at 15,745; this is Monday's low and should be used as a stop for short-term investors. In other words, a break below 15,745 will lead to more selling pressure, which might lead the index to approach its low once again.

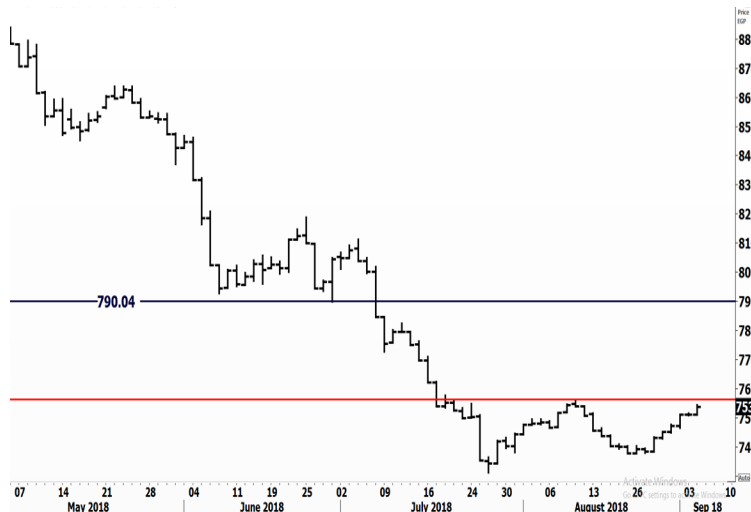
Those who want to open new positions are recommended to step in at the breakout with a stop either below 15,745 or below the low of the breakout day.

Egyptian Exchange Small Caps Index EGX70


Analysis


It looks like the EGX 70 index wants to break to the upside. The index closed at 753 and is near its minor peak that lies at 755. A breakout above this peak will signal a new short-term buy signal, and the rise will probably be strong.

We expect the EGX 70 to reach 790 if it succeeds to break above 755 clearly. Buying at the breakout is recommended.



Resistance

TMGH  Broke above 11.75 to close at 12.06 . TMGH witnessed some selling pressure at the end of the session as it fell from 12.3 to 12.06. We recommend short-term investors, however, to step in at minor dips. Our first resistance lies at 12.5. We believe, however, that this level will be broken upwards, especially after the 11.75 breakout.

EFIC  The stock closed above 11.4 with moderate volumes. If this breakout is confirmed today, EFIC will probably reach 13-14, as we mentioned yesterday. Those who are out of the stock are recommended to step in today if the breakout is confirmed and the stock continues trading above 11.4.

Support


No stocks broke their support yesterday


Testing

Support

EGAL  The 41.65-41.8 area is currently serving as support for EGAL. The stock is still underperforming, thus we do not recommend stepping in unless the 45 level is broken upwards. A break above 45 will trigger a new buy signal.

Resistance

ETEL  Rose in the first half of the session, reaching 14.2, before witnessing some selling pressure to close at 13.88 at the end of the session. Despite that ETEL is still unable to rise properly, we are expecting a strong bullish move soon. Our trigger for this big move will be a break above 14.5; such a breakout will lead ETEL to its previous major peak once again.

OIH  The 0.71-0.72 range is a strong resistance. A clear break above this area will lead OIH directly to 0.76. where selling pressure will probably be stronger. We recommend stepping in at the breakout above the current resistance area.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	86.13	80.00	77.00	88.50	92.50	↔	Hold	80.00
EAST.CA	EASTERN CO	102.00	96.50	91.00	110.00	113.00	↓	P.SELL	113.00
SWDY.CA	ELSWEDY ELECTRIC	202.00	187.00	171.00	208.00	225.00	↑	P.Buy	171.00
TMGH.CA	TALAT MOSTAFA	12.06	11.87	11.40	12.50	13.20	↑	P.Buy	11.40
ABUK.CA	ABU QIR FRT&CHM	32.74	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	18.00	17.20	16.70	18.90	19.60	↔	Hold	16.00
GTHE.CA	GLOBAL TELECO	3.68	3.65	3.35	4.50	5.00	↓	P.SELL	4.50
AMOC.CA	ALX MINERAL OILS	11.38	10.85	10.44	11.80	12.20	↔	Hold	10.85
MNHD.CA	MEDINET NASR HOU	8.93	8.70	8.40	9.11	9.50	↔	Hold	8.40
SKPC.CA	SIDI KERIR PETRC	24.98	23.00	22.44	25.30	27.00	↔	Hold	22.44
OCDI.CA	6TH OCT DEV INV	23.40	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	26.04	25.65	24.00	27.50	28.50	↔	Hold	28.50
ETEL.CA	TELECOM EGYPT	13.88	13.70	13.40	14.60	15.50	↔	Hold	13.40
CCAP.CA	CITADEL CAPITAL	3.26	3.25	3.05	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	3.18	2.90	2.75	3.28	3.60	↓	P.SELL	3.60
ORAS.CA	ORASCOM CONST	144.50	140.00	130.00	151.00	165.00	↔	Hold	140.00
HELI.CA	Misr Gedida Hou	30.85	28.00	26.30	31.70	32.50	↑	P.Buy	28.00
EFID.CA	EDITA FOOD INDS	0.00	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	4.50	4.25	3.95	4.55	4.75	↔	Hold	3.95
PIOH.CA	PIONEERS HLDG	7.00	6.15	5.85	7.05	7.50	↔	Hold	7.50
OIH.CA	ORASCOM INVESTMENT HOLDING	0.70	0.66	0.63	0.72	0.76	↔	Hold	0.72
EGAL.CA	EGYPT ALUMINIUM	42.43	41.65	39.50	44.00	48.00	↓	P.SELL	48.00
EGTS.CA	EGYPTIAN RESORTS	1.87	1.75	1.55	1.94	2.04	↔	Hold	1.75
PORT.CA	PORTO GROUP	1.32	1.20	1.02	1.44	1.68	↓	P.SELL	1.68
IRON.CA	EGYPTIAN IR & ST	6.38	6.00	5.35	7.40	8.00	↔	Hold	6.80
ACGC.CA	ARAB COTTON GIN.	2.35	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.