

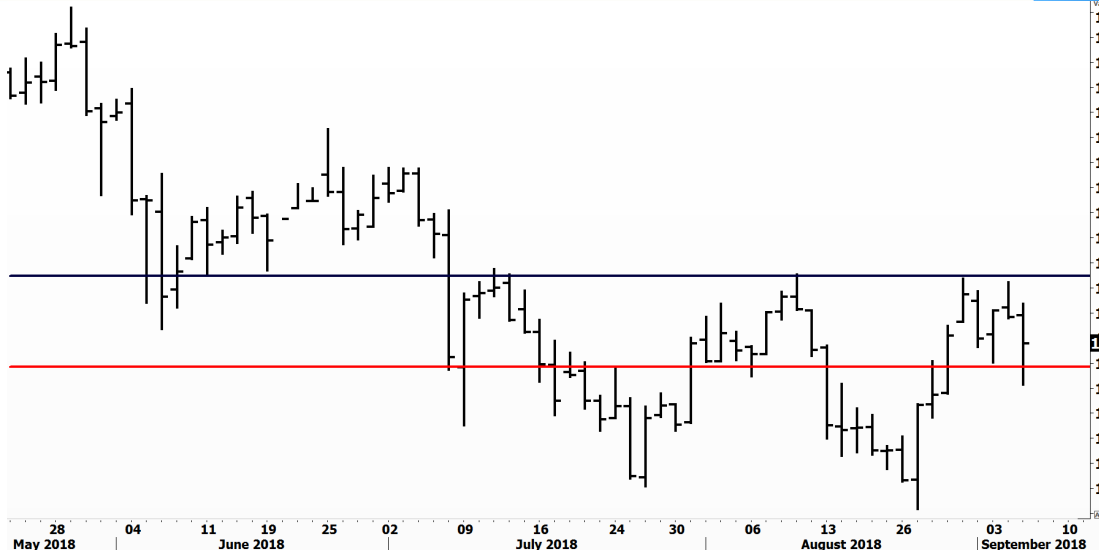


PIONEERSECURITIES

TECH TO THE POINT

6-Sep-18

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



Last	1,528.02
High Today	1,543.88
Low Today	1,511.47
Volume	M 0.000
First Support	1,518.00
Second Support	1,470.00
First Resistance	1,555.00
Second Resistance	1,620.00
Stop Loss	1,518.00
HISTORICAL RETURN %	
1 WEEK	-0.20%
1 MONTH	0.29%
1 QUARTER	-1.20%
1 YEAR	26.05%
YTD	5.86%

Analysis

Today we will look at the Hermes Last Index as it shows how it dealt at its minor bottom that lies at 1,518 (the 15,750 on the EGX 30). The market witnessed significant selling pressure yesterday, which led the Hermes Last Index to break below its minor bottom (*our short-term stop*) during the session; by the end of the session, however, buyers entered in and were able to bring the index back above support. Obviously, the market is affected by GTHE's bad sentiment. Many stocks, however, look good and want to witness a rise.

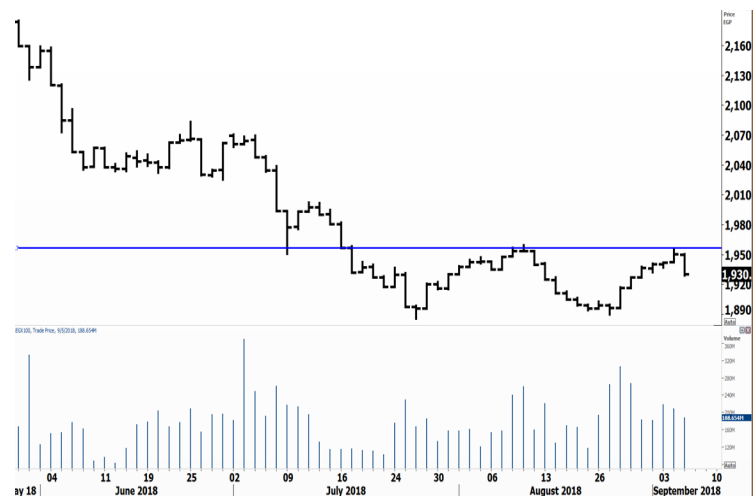
The current peak that lies at 1,555 (16,000 on the EGX 30) is important to watch. A break above it will trigger a new buy signal. Despite that the market is still in jeopardy, buyers are still there but need to be more aggressive to break our current peak.

Egyptian Exchange Small Caps Index EGX100


Analysis

The EGX 100 index consists a big array of stocks and is also a good representative of the market despite being price weighted. The big number of stocks decreases the effect of high priced stocks.

The index declined yesterday significantly from its resistance that lies at 1,955. This is an important resistance which was not broken upwards. If, however, the EGX 100 rebounds from levels above 1,890, this will create a higher low formation, which will probably have a positive effect on the market. Our bullish signal will be triggered at a clear breakout above the peak that lies at 1,955.



Resistance

NOAF  North Africa Co for Real Estate; *first of all, the stock is one of the stocks that are only recommended to small retail investors who are ready to take high risks in such stocks.* NOAF broke 1.25 upwards, closing at 1.27. Yesterday's volume was high and the stock might reach the 1.4-1.45 range.


EPPK  Broke 7.45 upwards and closed at its limit up at 7.93. EPPK might witness some resistance at 8.2; thus a slight decline might occur from there. Our target though lies at around 9.


Support

No stocks broke their support yesterday

Testing

Support

CCAP  The stock rebounded after testing 3.25 the past few days and closed at 3.44 at the end of the session. We expect CCAP to reach 3.75, which will probably serve as resistance. Those who are buying at current levels are recommended to take profits at our determined target with a re-entry signal at the breakout.

ECAP  The 10.5-10.6 area has been serving as support for the stock lately. The rebound off this support range is considered positive. It is important to note though, that ECAP is facing a resistance at 11.85. a break above this level is needed before any buy action is taken.

Resistance

SKPC  The 25-25.25 area is the current resistance for SKPC. The stock looks promising and we expect it to break resistance. A breakout above 25-25.25 will lead to a significant rise that can take SKPC to 30-31. Our first target, however, will be set at around 27.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	86.50	80.00	77.00	88.50	92.50	↔	Hold	80.00
EAST.CA	EASTERN CO	100.98	96.50	91.00	110.00	113.00	↓	P.SELL	113.00
SWDY.CA	ELSWEDY ELECTRIC	198.10	187.00	171.00	208.00	225.00	↑	P.Buy	171.00
TMGH.CA	TALAT MOSTAFA	11.89	11.87	11.40	12.50	13.20	↑	P.Buy	11.40
ABUK.CA	ABU QIR FRT&CHM	32.75	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	17.68	17.20	16.70	18.90	19.60	↔	Hold	16.00
GTHE.CA	GLOBAL TELECO	3.64	3.65 *	3.35	4.50	5.00	↓	P.SELL	4.50
AMOC.CA	ALX MINERAL OILS	11.51	10.85	10.44	11.80	12.20	↔	Hold	10.85
MNHD.CA	MEDINET NASR HOU	8.75	8.70	8.40	9.11	9.50	↔	Hold	8.40
SKPC.CA	SIDI KERIR PETRC	25.09	23.00	22.44	25.30	27.00	↔	Hold	22.44
OCDI.CA	6TH OCT DEV INV	22.76	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	26.49	25.65	24.00	27.50	28.50	↔	Hold	28.50
ETEL.CA	TELECOM EGYPT	13.76	13.70	13.40	14.60	15.50	↔	Hold	13.40
CCAP.CA	CITADEL CAPITAL	3.44	3.25	3.05	3.75	4.00	↔	Hold	3.75
QNBA.CA	QNB ALAHLI	46.00	45.50	43.00	51.80	54.50	↔	Hold	45.50
PHDC.CA	PALM HILL DEV CO	3.13	2.90	2.75	3.28	3.60	↓	P.SELL	3.60
ORAS.CA	ORASCOM CONST	143.50	140.00	130.00	151.00	165.00	↔	Hold	140.00
HELI.CA	Misr Gedida Hou	30.50	28.00	26.30	31.70	32.50	↑	P.Buy	28.00
EFID.CA	EDITA FOOD INDS	18.43	17.50	16.00	19.00	21.50	↔	Hold	17.50
ISPH.CA	IBNSINA PHARMA	10.62	10.40	10.12	11.15	11.50	↔	Hold	10.12
EMFD.CA	EMAAR MISR DEV	4.42	4.25	3.95	4.55	4.75	↔	Hold	3.95
PIOH.CA	PIONEERS HLDG	6.71	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	↔	Hold	0.72
EGAL.CA	EGYPT ALUMINIUM	41.68	41.65*	39.50	44.00	48.00	↓	P.SELL	48.00
EGTS.CA	EGYPTIAN RESORTS	1.90	1.75	1.55	1.94	2.04	↔	Hold	1.75
PORT.CA	PORTO GROUP	1.29	1.20	1.02	1.44	1.68	↓	P.SELL	1.68
IRON.CA	EGYPTIAN IR & ST	6.29	6.00	5.35	7.40	8.00	↔	Hold	6.80
ACGC.CA	ARAB COTTON GIN.	2.32	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.