

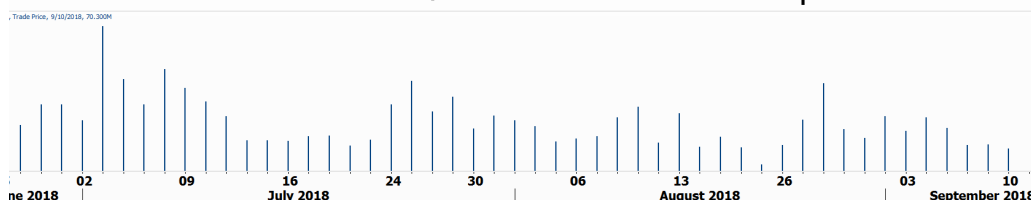
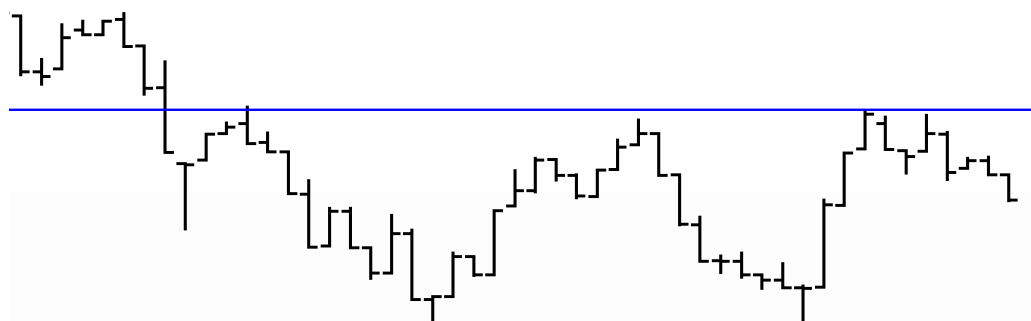


PIONEERSECURITIES

# TECH TO THE POINT

12-Sep-18

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



Price	
EGX	
Last	15,628.43
High Today	15,741.16
Low Today	15,626.86
Volume	M 70.300
First Support	15,400.00
Second Support	15,100.00
First Resistance	16,000.00
Second Resistance	16,600.00
Stop Loss	15,100.00

## HISTORICAL RETURN %

1 WEEK	-1.22%
1 MONTH	-1.86%
1 QUARTER	-1.84%
1 YEAR	16.13%
YTD	4.06%

## Analysis

The EGX 30 index closed at 15,626 below the 15,750 level, which was considered as the stop for very short-term traders. The break below 15,750 is of no major significance but can lead the EGX to 15,400-15,500. We are expecting the index to witness a higher low, which will be considered as a positive sign and a sign of a potential breakout.

Having said that, we are still biased to the upward breakout above 16,000 despite that buyers are still not able to apply significance power on the market.

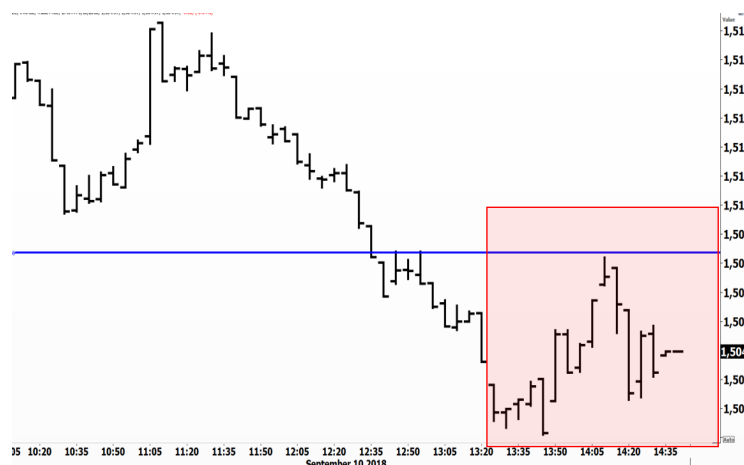
## Hermes Last Index/ 5-minutes chart

## Analysis


The 5-minutes chart of the Hermes Last Index shows the decline that occurred on Monday and the ensuing trial of the market to rise. As we can see from this chart, the market witnessed a bearish day the whole session until the last hour (*shaded part of the chart*) when the index began to stabilize, trying to retrace a part of its previous decline.

The Hermes Last Index created a peak at 1,508; if it succeeds to break above this level today, this will be considered as a good sign for the market on the short-term. Thus, very short-term investors who use intraday levels can step in if the 1,508 is broken upwards with a target at the more important peak that lies at 1,515.


We believe that if the Hermes Last Index breaks above 1,508 it will invite buyers to step in, which will lead to a significant market rebound.





## Resistance


**EPPK**  Broke 9.5 upwards and closed at 10.07 at the end of the session. The stock still faces resistance near 10.45 though. A break above it will lead it to its major peak that lies at 11.5.

## Support

**EMFD**  The stock unexpectedly broke below 4.3 and closed clearly below this support. Our next support lies at 4. If EMFD approaches this level it will probably meet buying power which will lead to a rebound.


**ACAMD**  The break below 2.57 is too bearish for the stock. We do not recommend stepping in even if a rebound occurs. Those who have positions are recommended to sell at rebounds. No buy signal will be triggered until the 2.8 level is broken upwards.


**CSAG**  The 11.75 violation triggered stops. The stock might reach 10.5 where buying power might appear. We do not recommend entering until clear strength begins to appear once again.


**EGAL**  Hitting new lows once again to continue its major decline. EGAL still has a lot to go down unfortunately. Our first level to watch lies at around 34.5. Any rebound will be considered as a chance to sell.


## Testing

### Support


**MENA**  Tested 2.4 and rebounded to close at 2.5 at the end of the session. A rebound to 2.7 is probable. Our buy signal, however, will be triggered at a break above 2.9.

**ETEL**  The 13.2-13.4 is an important support to watch. A break below this area will trigger our stops. ETEL is one of the stocks that we like but its inability to witness a rebound from current levels rises the red flag of a potential renewed decline.

**HRHO**  Closed at 17.22, near its 17.15-17.2 support area. Those who have positions are recommended to place their stop below 17.15 and our target will be set at 16.

**IRON**  A break below current levels will lead the stock to levels below 5. Our first important level to watch lies at 4.75 (far from current levels). A slight rise from 5.25, however, might occur, which might lead to a slight rebound.

### Resistance

**UEGC**  The 0.78-0.79 range is the current resistance. We are expecting a breakout above this resistance. This will trigger a buy signal with a target at around 0.88.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	86.00	80.00	77.00	88.50	92.50	↔	Hold	80.00
EAST.CA	EASTERN CO	99.40	96.50	91.00	110.00	113.00	↓	P.SELL	113.00
SWDY.CA	ELSWEDY ELECTRIC	195.00	187.00	171.00	208.00	225.00	↑	P.Buy	171.00
TMGH.CA	TALAT MOSTAFA	11.42	11.40	10.70	12.30	13.20	↑	Hold	11.40
ABUK.CA	ABU QIR FRT&CHM	33.00	30.50	28.50	34.00	36.65	↑	Hold	28.50
EKHO.CA	EGYPT KUWAIT HLD	1.20	\$1.15	\$1.12	\$1.20 *	\$1.25	↔	Hold	\$1.12
HRHO.CA	EFG HERMES HOLD	17.22	17.20	16.70	18.90	19.60	↔	Hold	16.00
GTHE.CA	GLOBAL TELECO	3.76	3.52	3.35	3.95	4.50	↓	P.SELL	4.50
AMOC.CA	ALX MINERAL OILS	11.10	10.85	10.44	11.80	12.20	↔	Hold	10.85
MNHD.CA	MEDINET NASR HOU	8.32	8.35 *	8.00	9.11	9.50	↔	Hold	8.00
SKPC.CA	SIDI KERIR PETRC	25.50	23.70	22.70	27.00	28.50	↑	P.Buy	23.70
OCDI.CA	6TH OCT DEV INV	22.06	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	26.25	25.65	24.00	27.50	28.50	↔	Hold	28.50
ETEL.CA	TELECOM EGYPT	13.30	13.20	13.00	14.20	14.60	↔	Hold	13.20
CCAP.CA	CITADEL CAPITAL	3.37	3.25	3.05	3.75	4.00	↔	Hold	3.75
QNBA.CA	QNB ALAHLI	47.00	45.50	43.00	51.80	54.50	↔	Hold	45.50
PHDC.CA	PALM HILL DEV CO	3.05	2.90	2.75	3.28	3.60	↓	P.SELL	3.60
ORAS.CA	ORASCOM CONST	142.10	140.00	130.00	151.00	165.00	↔	Hold	140.00
HELI.CA	Misr Gedida Hou	28.99	28.35	26.30	31.70	32.50	↑	Hold	28.35
EFID.CA	EDITA FOOD INDS	0.00	17.50	16.00	19.00	21.50	↔	Hold	17.50
ISPH.CA	IBNSINA PHARMA	10.48	10.40	10.12	11.15	11.50	↔	Hold	10.12
EMFD.CA	EMAAR MISR DEV	4.19	4.06	3.90	4.55	4.75	↔	Hold	3.90
PIOH.CA	PIONEERS HLDG	6.45	6.15	5.85	7.05	7.50	↔	Hold	7.50
OIH.CA	ORASCOM INVESTMENT HOLDING	0.68	0.66	0.63	0.72	0.76	↔	Hold	0.72
EGAL.CA	EGYPT ALUMINIUM	39.99	38.50	36.00	41.65	45.00	↓	P.SELL	45.00
EGTS.CA	EGYPTIAN RESORTS	1.91	1.80	1.55	1.94	2.04	↔	Hold	1.75
PORT.CA	PORTO GROUP	1.20	1.20 *	1.02	1.44	1.68	↓	P.SELL	1.68
IRON.CA	EGYPTIAN IR & ST	5.90	5.89	5.35	6.72	7.40	↔	Hold	6.72
ACGC.CA	ARAB COTTON GIN.	2.31	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.