

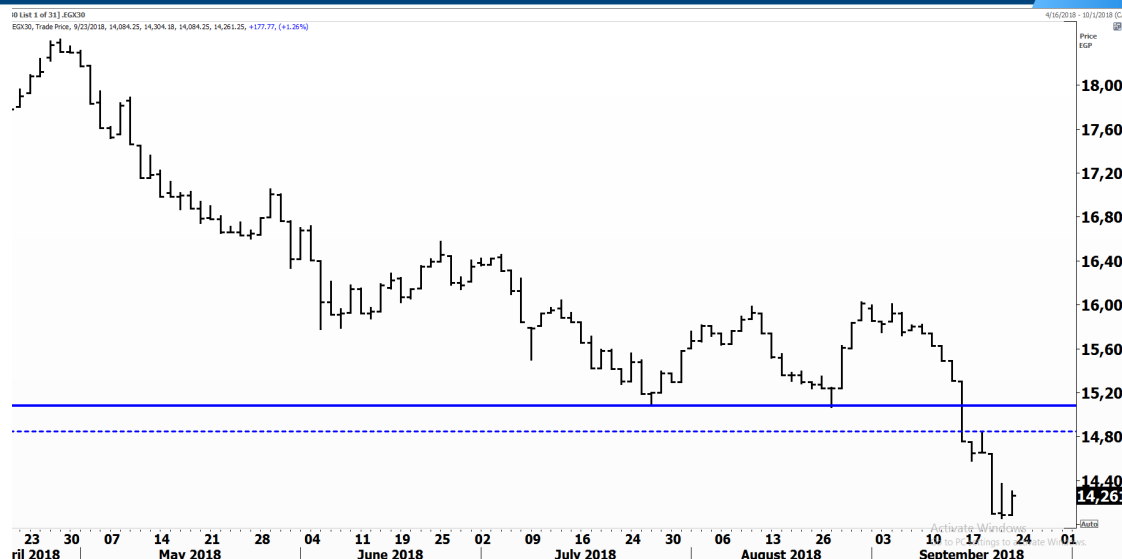


PIONEERSECURITIES

TECH TO THE POINT

24-Sep-18

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



Last	14,261.25
High Today	14,304.18
Low Today	14,084.25
Volume	M 90.446
First Support	14,000.00
Second Support	13,700.00
First Resistance	14,400.00
Second Resistance	14,800.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	-3.35%
1 MONTH	-6.63%
1 QUARTER	-13.01%
1 YEAR	4.13%
YTD	-5.05%

Analysis

Yesterday's market action can be considered positive as it stabilized near the highs of yesterday's session. Despite that the market did not rise significantly, we believe that yesterday's lateral trading range can be the beginning of a significant upward movement within the current major correction.

If Thursday's high, that lies near 14,400, is broken upwards, we will probably witness a strong rise that should lead the EGX 30 to around 15,000. Our first hurdle, however, lies at 14,800.

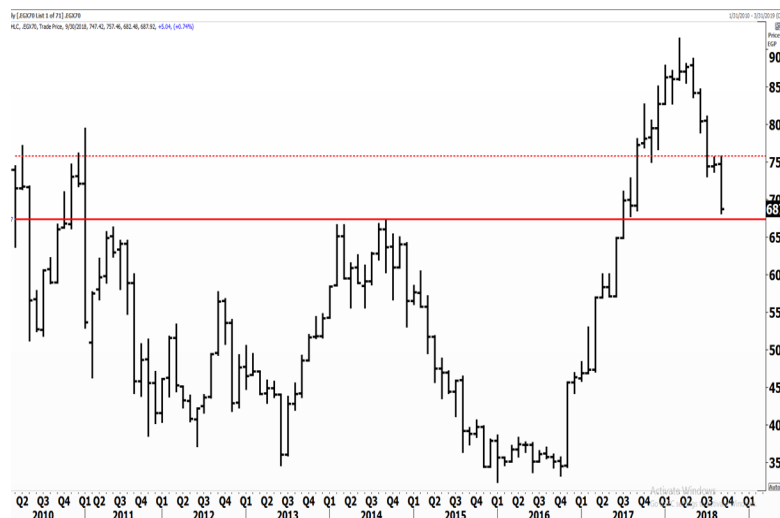
A significant rise from current levels will come at no surprise, especially after the strong panic that the market witnessed last week.

Egyptian Exchange Small Caps Index EGX70

Analysis


The monthly chart of the EGX 70 index shows that the index is testing its major breakout that lies at around 675. This was the 2014-2015 peak that was broken on Q3 2017 on a monthly basis. A test of this major level is very important and significant. At least we should see a significant rise that can create profitable trading opportunities.

If the index rises from current levels, as we are expecting, our target will be set at around 750. A break above this level will lead the index to 800-820. For now, we will step in at the first rebound and use the 750 as our target.



Resistance


Support


ECAP  Broke its support that lies at 10.5, closing at 9.9 at the end of the session. If ECAP rises from current levels it will probably test 10.5; a break above this level will lead the stock near 11.

Testing

Support

CCAP  The 2.7 level is considered as a support for CCAP. The stock closed at 2.81 at the end of the session and is expected to continue a short-term rise that should lead it to 3 as a minimum target. We will watch this level carefully as a break above it will lead the stock near 3.25-3.3.

AIND  The stock's decline was too severe in a very short period of time. AIND fell to its major support once again after it was challenging its major resistance. We expect a retracement of this big decline that might lead the stock near 0.9.

KABO  Rebounded from its support that lies at 1.3 to close at 1.45 at the end of the session. Those who want to step in are recommended to place their stop below 1.25 and use 1.7 as their target.

Resistance

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK	81.00	80.00	77.00	83.00	84.50	↔	Hold	80.00
EAST.CA	EASTERN CO	86.30	80.00	75.00	96.50	105.00	↓	P.SELL	105.00
SWDY.CA	ELSWEDY ELECTRIC	169.00	165.00	150.00	184.00	204.00	↓	P.SELL	184.00
TMGH.CA	TALAT MOSTAFA	10.90	9.90	9.50	11.20	12.30	↔	Hold	9.90
ABUK.CA	ABU QIR FRT&CHM	31.21	29.00	27.00	32.60	35.00	↔	Hold	29.00
EKHO.CA	EGYPT KUWAIT HLD	1.14	\$1.11	\$1.08	\$1.23	\$1.35	↔	Hold	\$1.08
HRHO.CA	EFG HERMES HOLD	17.70	15.00	14.00	18.40	19.50	↔	Hold	15.00
GTHE.CA	GLOBAL TELECO	3.15	2.90	2.65	3.50	3.90	↓	P.SELL	3.90
AMOC.CA	ALX MINERAL OILS	11.05	10.50	9.80	11.40	11.80	↔	Hold	10.50
MNHD.CA	MEDINET NASR HOU	7.21	6.50	5.50	7.55	8.40	↓	P.SELL	8.40
SKPC.CA	SIDI KERIR PETRC	22.50	20.50	19.20	24.50	26.00	↓	P.SELL	26.00
OCDI.CA	6TH OCT DEV INV	20.90	18.75	17.50	22.00	23.80	↔	Hold	18.75
JUFO.CA	JUHAYNA FOOD IND	0.00	10.00	9.30	11.22	12.10	↓	P.SELL	12.10
ESRS.CA	EZZ STEEL	22.75	21.50	20.00	24.00	26.00	↓	P.SELL	26.00
ETEL.CA	TELECOM EGYPT	11.05	10.25	9.50	11.90	13.20	↓	P.SELL	11.90
CCAP.CA	CITADEL CAPITAL	2.81	2.70	2.45	3.05	3.26	↓	P.SELL	3.26
QNBA.CA	QNB ALAHLI	44.00	44.00	38.00	50.00	54.50	↓	P.SELL	54.50
PHDC.CA	PALM HILL DEV CO	2.36	2.15	1.80	2.70	2.90	↓	P.SELL	2.90
ORAS.CA	ORASCOM CONST	140.00	125.00	106.00	140.00	151.00	↓	P.SELL	151.00
HELI.CA	Misr Gedida Hou	22.84	21.00	20.00	24.50	26.30	↓	P.SELL	26.30
EFID.CA	EDITA FOOD INDS	0.00	17.50	16.00	19.00	21.50	↔	Hold	17.50
ISPH.CA	IBNSINA PHARMA	9.10	8.00	7.10	9.75	10.10	↓	P.SELL	10.10
EMFD.CA	EMAAR MISR DEV	3.55	3.22	2.95	3.85	4.25	↓	P.SELL	3.85
PIOH.CA	PIONEERS HLDG	5.74	5.50	5.00	6.15	7.00	↓	P.SELL	7.00
OIH.CA	ORASCOM INVESTMENT HOLDING	0.58	0.54	0.51	0.63	0.65	↓	P.SELL	0.65
EGAL.CA	EGYPT ALUMINIUM	34.01	32.50	3.50	39.20	41.65	↓	P.SELL	39.20
EGTS.CA	EGYPTIAN RESORTS	1.60	1.42	1.27	1.80	2.03	↓	P.SELL	1.80
PORT.CA	PORTO GROUP	0.84	0.80	0.60	1.00	1.20	↓	P.SELL	1.20
IRON.CA	EGYPTIAN IR & ST	4.30	4.00	3.60	5.25	5.90	↓	P.SELL	5.90
ACGC.CA	ARAB COTTON GIN.	2.03	1.83	1.72	2.30	2.45	↓	P.SELL	2.45

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.