

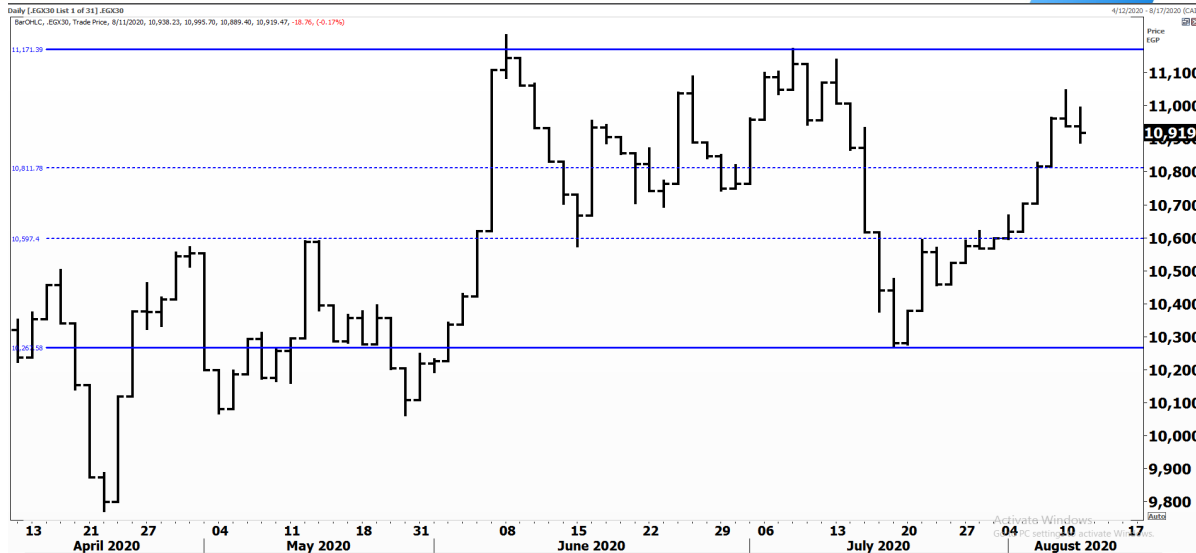


PIONEERSECURITIES

# TECH TO THE POINT

12-Aug-2020

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



Last	10,919.47
High Today	10,995.70
Low Today	10,889.40
Volume	M 435.824
First Support	10,800.00
Second Support	10,600.00
First Resistance	11,000.00
Second Resistance	11,200.00
Stop Loss	10,600.00

#### HISTORICAL RETURN %

1 WEEK	2.82%
1 MONTH	-1.38%
1 QUARTER	3.13%
1 YEAR	-23.00%
YTD	-21.79%

### Analysis

The market witnessed selling pressure yesterday and was not able to close on a positive note. Yesterday's decline was within limits and hints of a potential renewed rise that should break 11,200 to the upside.

Our first support level that should stop this minor dip lies at 10,800; we expect this level to serve as significant support. Next, lies the 10,600 level. We actually are not expecting the index to reach 10,600; we should rise from the 10,800 or slightly above.

Those who are not invested in the market are recommended to step in at this minor correction. Investors who are waiting for confirmation can buy at the 11,200 breakout.

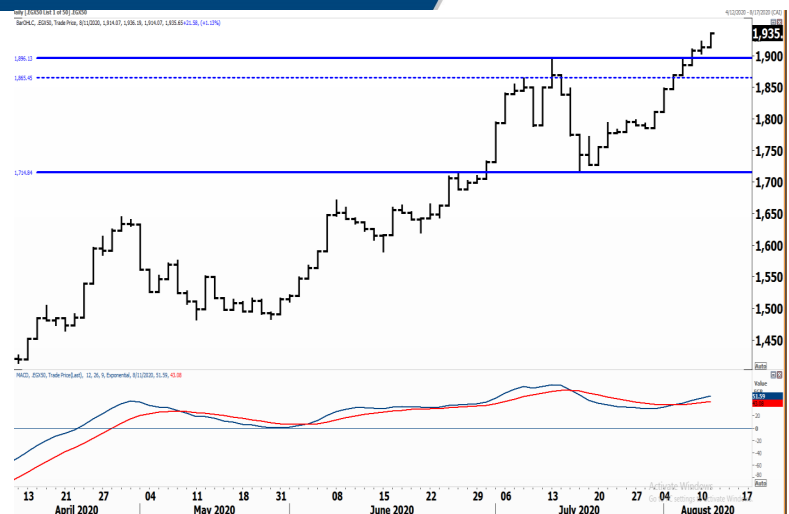
## Egyptian Exchange Equal Weight Index .EGX 50

### Analysis


Unlike the EGX 30, this outperforming index closed clearly higher, showing that stocks are rising but blue chips are still underperforming. As we can see, the CIB is not doing well and is not able to cope with outperformers. It is normal for fund managers to begin offloading from the weak performer COMI and outweigh other stocks that have a smaller effect on the EGX 30 but are clearly outperforming CIB.


Going back to the EGX 50, the breakout is clearly confirmed we will not wait for the EGX 30 confirmation; thus investors are recommended to join the strong performing stocks.


The EGX 50 has its support at 1,900, which will be used as a stop, and our target (as we mentioned before) lies at 2,000.




## Resistance

**SWDY**  Broke 7.15 to the upside and closed at 7.25 at the end of the session. This break should lead SWDY to 7.8 where selling pressure might appear. We recommend buying here with a target at 7.8-7.85.

**PHDC**  Broke its resistance and closed clearly above it. We expect PHDC to reach 1.7 soon, which is our first target to watch. We recommend stepping in with a stop below 1.43.

**ASCM**  Yesterday's breakout on Asec was very significant as it came with very high volumes and with a strong upward day. We recommend investors to buy the stock at current levels with a target around 8.38 and a stop below 6.65.

**AFDI**  The stock was able to close above 11.57 with moderate volumes. The 13.35 is our next level of resistance.


## Support


No stocks broke their support yesterday

## Testing

### Support

### Resistance

**CLHO**  Approaching its resistance that lies at 5.35. We do not recommend buying now until this resistance is broken upwards,

**ESRS**  The 6.45-6.5 area is the current resistance to watch. A break above this area will trigger a new buy signal with a target around 7.5.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	63.80	62	60	66.5	67.5	↔	Hold	60
EAST.CA	EASTERN CO/d	12.70	12.10	11.70	13.00	13.60	↔	Hold	11.70
EKHO.CA	EGYPT KUWAIT H/d	1.06	\$1.04	\$1.00	\$1.10	\$1.13	↔	P.Buy	\$1.00
HRHO.CA	EFG HERMES HOL/d	13.94	13.45	12.65	15.50	16.10	↑	Hold	12.65
TMGH.CA	TALAT MOSTAFA/d	6.22	5.9	5.5	6.25	6.5	↔	Hold	5.50
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	5.14	4.90	4.60	5.20	5.50	↔	Hold	4.60
SWDY.CA	ELSWEDY ELECTR/d	7.25	6.20	5.25	7.24 *	7.88	↔	Hold	7.15
ETEL.CA	TELECOM EGYPT/d	13.17	12.25	12.00	13.30	13.65	↔	Hold	12.25
ISPH.CA	IBNSINA PHARMA	8.10	7.50	7.35	8.32	8.70	↔	Hold	7.50
CIRA.CA	CAIRO INVESTMENT & REAL ESTATE/d	0.00	12.60	11.50	13.50	14.00	↑	Hold	11.50
JUFO.CA	JUHAYNA FOOD I/d	7.25	7.30*	7.15	8.5	8.9	↑	Hold	7.15
CIEB.CA	CREDIT AGRICOL/d	27.15	26.50	24.50	30.00	31.50	↔	Hold	26.50
OCDI.CA	6TH OCT DEV IN/d	12.55	12.00	11.60	13.40	13.60	↑	Hold	11.60
MNHD.CA	NASR CITY HOUS/d	3.36	3.16	2.90	3.48	3.64	↑	P.Buy	2.90
EFID.CA	EDITA /d	9.35	8.90	8.20	10.35	11.00	↔	Hold	8.90
HELI.CA	HELIOPOLIS/d	6.38	5.80	5.50	6.40	6.70	↑	Hold	5.50
ORWE.CA	ORIENTAL WEAVERS /d	5.71	5.45	5.1	5.8	6	↑	Hold	5.1
PHDC.CA	PALM HILL DEV /d	1.52	1.46	1.4	1.6	1.68	↑	P.Buy	1.4
CCAP.CA	CITADEL CAPITA/d	1.65	1.54	1.41	1.67	1.74	↔	Hold	1.41
SKPC.CA	SIDI KERIR PET/d	6.88	6.45	5.90	7.00	7.30	↔	P.Buy	5.90
AUTO.CA	AUTO GHABBOUR /d	2.48	2.34	2.20	2.70	2.93	↑	Hold	2.20
EMFD.CA	EMAAR MISR DEV/d	2.49	2.30	2.15	2.60	2.80	↔	Hold	2.15
ORHD.CA	ORASCOM EGYPT/d	4.64	4.35	4.10	4.75	5.00	↑	Hold	4.10
ESRS.CA	EZZ STEEL/d	6.30	5.90	5.30	6.53	6.77	↔	Hold	5.30
OIH.CA	ORASCOM INVESTMENT HOLDING /d	0.515	0.480	0.460	0.530	0.556	↑	Hold	0.460
EXPA.CA	EXPORT DEVELOPMENT BANK /d	11.070	10.650	10.230	11.550	12.000	↑	Hold	10.230
IRON.CA	EGYPTAIN IRON & STEEL /d	3.11	2.60	2.30	3.15	3.40	↔	Hold	2.60
DSCW.CA	DICE SPORT AND CASUAL WEAR /d	1.530	1.440	1.243	1.630	1.720	↔	Hold	1.243
BTFH.CA	BELTONE FINANCIAL HOLDING /d	2.890	2.650	2.430	3.000	3.250	↑	Hold	2.430

## 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).

## Technical Analysis Department

### Saleh Nasser

Chief Technical Strategist

### Ahmed Hassan

Senior Technical Analyst

### Dina Fahmy

Senior Technical Analyst

### 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.