

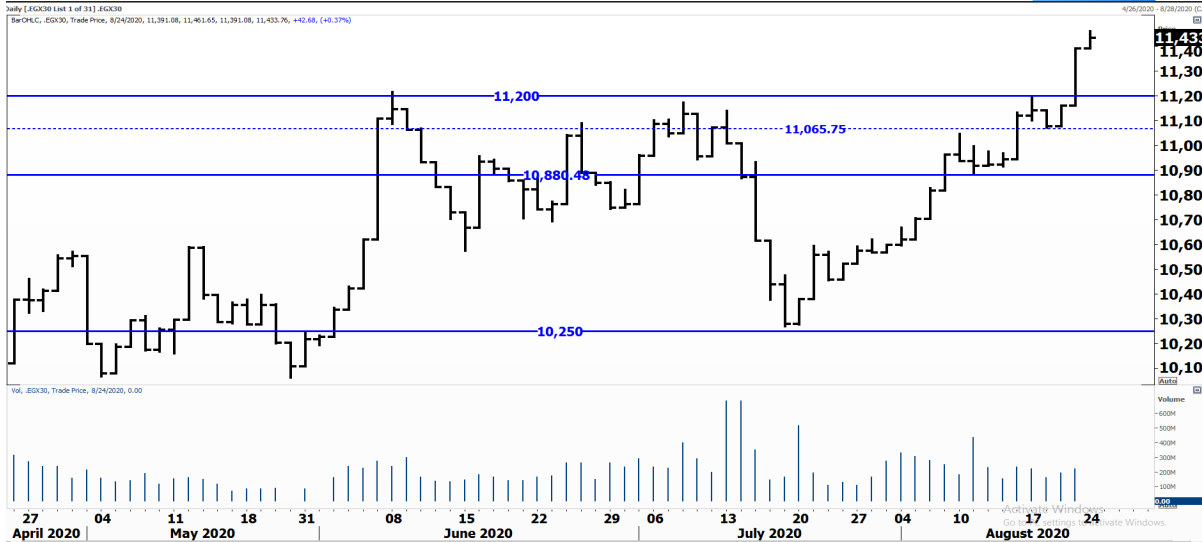


PIONEERSECURITIES

TECH TO THE POINT

25-Aug-2020

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



Last	11,433.76
High Today	11,461.65
Low Today	11,391.08
Volume	M 321.002
First Support	11,200.00
Second Support	10,900.00
First Resistance	11,800.00
Second Resistance	12,000.00
Stop Loss	10,900.00

HISTORICAL RETURN %	
1 WEEK	2.61%
1 MONTH	9.31%
1 QUARTER	13.09%
1 YEAR	-20.27%
YTD	-18.11%

Analysis

If the market falls from here, it will probably be a short-lived decline that will find support at the breakout level at 11,200. We are actually expecting a much smaller decline (if it takes place in the first place).

Thus, our support lies at 11,200; any decline that approaches this range will be considered as a chance to step in.

We are still expecting the market to witness much higher levels, while the worries of investors are very natural and will remain as long as the trend is up, remember "the market is climbing a wall of worry".

Egyptian Exchange Equal Weight Index .EGX 50

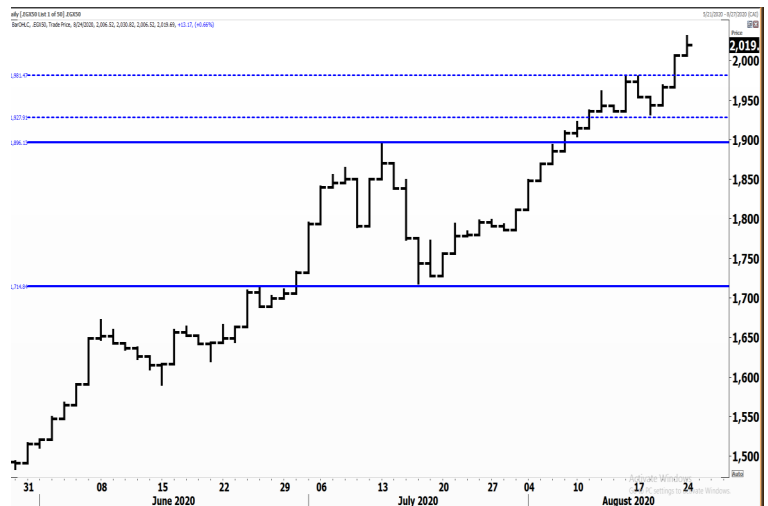
Analysis

The 1,980 level is our first support level to watch. Next lies 1,925. We are not expecting the EGX 50 to reach the second level.

The 1,980 will probably serve as support should any market dip occurs.


As for our stop, we recommend keeping our stop below 1,925 to give the market some leeway if it witnesses any extra fall than what we are expecting.

Our view is bullish and we are not expecting any strong decline.



Resistance

RTVC  The breakout above 3.15-3.2 is a strong breakout and should lead to higher prices. RTVC witnessed a clear and strong break and is expected to approach 4.5.

ARCC  The stock broke 3.65 to the upside, reached a high of 4 before falling at the end of the session to close at 3.77. Despite that the stock closed near its low, it is still above resistance. Those who want to step in are recommended to wait for today's confirmation before buying.


Support


No stocks broke their support yesterday


Testing

Support

Resistance

ESRS  The 7.7 level is a major resistance to watch. Dipping slightly from here is a very natural scenario as this is a strong resistance. It is important to note, however, that if ESRS succeeds to break above this major resistance, an important buy signal will be triggered and our target will be set above 10.

MRPC  Approaching 4.8, which is considered as a strong resistance. If MRPC breaks 4.8, a buy signal will be triggered with a target around 5.5-5.7.

ORAS  Still unable to break above 70. Volumes began to increase lately, which enhances the probability of an upward breakout. If we want to be more conservative, we will consider the 70-72 area as an important resistance range to watch.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	68.00	65.5	63	68.5	70.2	↔	Hold	63
EAST.CA	EASTERN CO/d	12.80	11.70	10.85	13.00	13.60	↔	Hold	11.70
EKHO.CA	EGYPT KUWAIT H/d	1.14	\$1.10	\$1.06	\$1.17	1.22	↔	Hold	\$1.06
HRHO.CA	EFG HERMES HOL/d	14.61	13.55	12.55	15.50	16.10	↑	Hold	12.55
TMGH.CA	TALAT MOSTAFA/d	6.77	6.5	6	7.15	7.3	↑	Hold	6.00
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	5.01	4.90	4.60	5.20	5.50	↔	Hold	4.60
SWDY.CA	ELSWEDY ELECTR/d	7.62	7.03	6.68	7.88	8.5	↔	Hold	7.03
ETEL.CA	TELECOM EGYPT/d	13.57	13.00	12.60	13.65	14.20	↔	Hold	12.60
ISPH.CA	IBNSINA PHARMA	7.77	7.50	7.35	8.32	8.70	↔	Hold	7.50
CIRA.CA	CAIRO INVESTMENT & REAL ESTATE/d	13.90	12.60	11.50	13.50	14.00	↑	Hold	11.50
JUFO.CA	JUHAYNA FOOD I/d	7.40	7	6.7	7.65	8.2	↔	Hold	6.7
CIEB.CA	CREDIT AGRICOL/d	25.70	25.50	24.50	30.00	31.50	↔	Hold	25.50
OCDI.CA	6TH OCT DEV IN/d	12.66	12.00	11.60	13.40	13.60	↑	Hold	11.60
MNHD.CA	NASR CITY HOUS/d	3.40	3.26	3.16	3.60	3.70	↑	Hold	3.26
EFID.CA	EDITA /d	9.51	9.15	8.90	10.35	11.00	↔	Hold	8.90
HELI.CA	HELIOPOLIS/d	6.54	6.20	5.95	6.65	7.00	↑	Hold	5.95
ORWE.CA	ORIENTAL WEAVERS /d	5.40	5.4	5.1	5.8	6	↑	Hold	5.4
PHDC.CA	PALM HILL DEV /d	1.52	1.46	1.4	1.6	1.68	↑	Hold	1.4
CCAP.CA	CITADEL CAPITA/d	1.70	1.69	1.58	1.74	1.80	↑	Hold	1.58
SKPC.CA	SIDI KERIR PET/d	7.54	7.30	6.65	7.85	8.30	↑	Hold	6.65
AUTO.CA	AUTO GHABBOUR /d	2.77	2.60	2.43	2.93	3.08	↑	Hold	2.43
EMFD.CA	EMAAR MISR DEV/d	2.46	2.30	2.15	2.60	2.80	↔	Hold	2.15
ORHD.CA	ORASCOM EGYPT/d	4.55	4.35	4.10	4.75	5.00	↑	Hold	4.10
ESRS.CA	EZZ STEEL/d	7.33	6.77	6.53	7.60	7.88	↔	Hold	6.53
OIH.CA	ORASCOM INVESTMENT HOLDING /d	0.540	0.490	0.460	0.556	0.570	↑	Hold	0.490
EXPA.CA	EXPORT DEVELOPMENT BANK /d	11.680	10.850	10.650	12.000	12.500	↑	Hold	10.850
IRON.CA	EGYPTAIN IRON & STEEL /d	2.80	2.66	2.55	3.20	3.50	↔	Hold	2.66
DSCW.CA	DICE SPORT AND CASUAL WEAR /d	1.500	1.440	1.370	1.630	1.720	↔	Hold	1.370
BTFH.CA	BELTONE FINANCIAL HOLDING /d	2.850	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.