

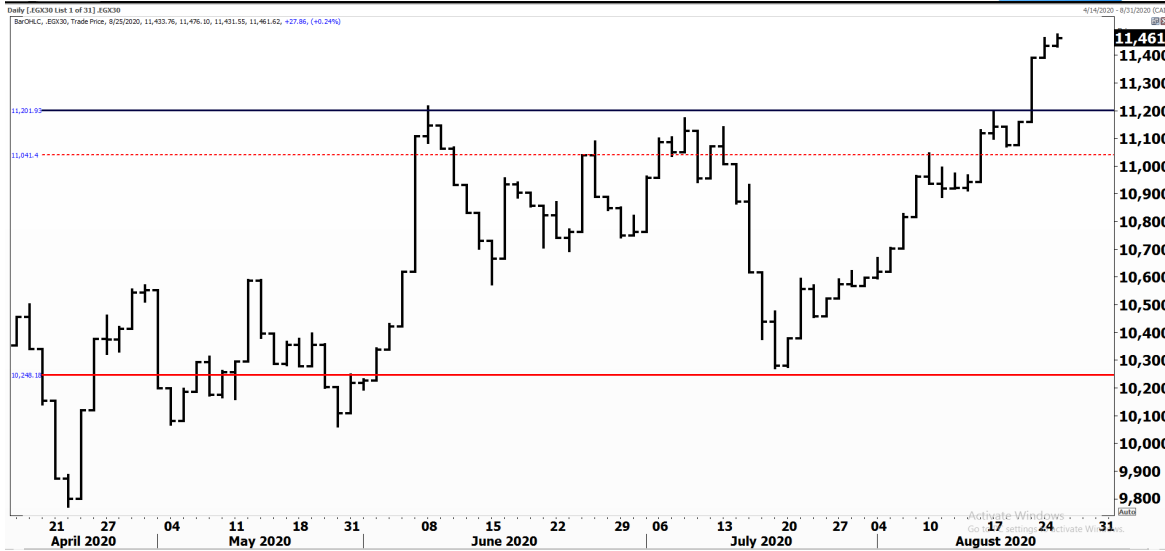


PIONEERSECURITIES

TECH TO THE POINT

31-Aug-2020

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



| | |
|---------------------|-----------|
| Last | 11,434.81 |
| High Today | 11,478.03 |
| Low Today | 11,419.61 |
| Volume | M 190.867 |
| 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 | 0.38% |
| 1 MONTH | 7.88% |
| 1 QUARTER | 11.89% |
| 1 YEAR | -22.92% |
| YTD | -18.10% |

Analysis

It is important to note that the market reversed its intermediate-term trend to up. This means that we are still expecting major rises to come. The current worries about the market performance is very healthy because, as we mentioned before, "the market is climbing a wall of worry"; we will begin to worry when everybody begins to turn bullish.

Lots of stocks are breaking their resistance levels and confirming their uptrend; in addition to that, our intermediate-term moving average system is getting more and more bullish, which hints that more rise is expected to occur.

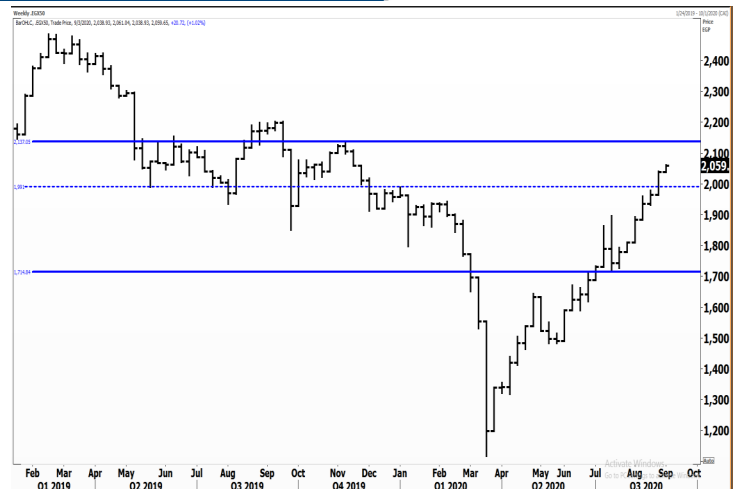
As for expected corrections, we still expect corrections to be short-lived, and our support lies at 11,200, which is not expected to be violated.

Egyptian Exchange Equal Weight Index .EGX 50


Analysis

The EGX 50 index is still rising and outperforming its 30 counterpart. Despite that the EGX 30 is improving, this one is still much better and is refusing to correct.

The EGX 50 hit all our targets and is on its way to reach our next target that lies at 2,150-2,200. We will be monitoring the market to see if a correction will take place from there or not.



Resistance

AMOC  Confirmed the breakout above 2.7 and is expected to witness a strong rise. AMOC is a buy and is expected to reach 3.5 in the near future.

SDTI  Broke 5 to the upside and closed above it. The stock needs confirmation today. If this breakout is confirmed, Sharm Dreams will probably hit the 5.8-5.9 range.


EFIC  Broke sharply the 10.7 level with very high volumes, closing at 11.4 at the end of the session. EFIC is expected to reach 13. We believe that the 11 level will serve as support.

Support


No stocks broke their support yesterday

Testing

Support

CICH  The stock has been correcting lately, falling from 4.5 and currently approaching a support near 3.5. CICH is not showing strength yet but might rebound from this support. If a rebound occurs from here, the 3.9 level will be serving as resistance.

Resistance

EMFD  The stock was not able to break 2.6 to the upside and declined to close at 2.53 at the end of the session. We expect the 2.45 to halt this expected minor correction. On the other hand, a breakout above 2.6 will trigger a buy signal.

| Symbol | S. Description | Last | Support 1 | Support 2 | Resistance 1 | Resistance 2 | Trend | Recommendation | Stop Loss/ Re-Entry |
|---------|----------------------------------|--------|-----------|-----------|--------------|--------------|-------|----------------|------------------------|
| COMI.CA | COM INTL BK/d | 68.35 | 65.5 | 63 | 68.5 | 70.2 | ↔ | Hold | 63 |
| EAST.CA | EASTERN CO/d | 12.65 | 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 | 14.28 | 13.55 | 12.55 | 15.50 | 16.10 | ↑ | Hold | 12.55 |
| TMGH.CA | TALAT MOSTAFA/d | 6.70 | 6.5 | 6 | 7.15 | 7.3 | ↑ | Hold | 6.00 |
| CLHO.CA | CLEOPATRA HOSPITAL COMPANY | 4.92 | 4.90 | 4.60 | 5.20 | 5.50 | ↔ | Hold | 4.60 |
| SWDY.CA | ELSWEDY ELECTR/d | 7.65 | 7.03 | 6.68 | 7.88 | 8.5 | ↔ | Hold | 7.03 |
| ETEL.CA | TELECOM EGYPT/d | 13.37 | 13.00 | 12.60 | 13.65 | 14.20 | ↔ | Hold | 12.60 |
| ISPH.CA | IBNSINA PHARMA | 7.69 | 7.50 | 7.35 | 8.32 | 8.70 | ↔ | Hold | 7.50 |
| CIRA.CA | CAIRO INVESTMENT & REAL ESTATE/d | 13.00 | 12.60 | 11.50 | 13.50 | 14.00 | ↑ | Hold | 11.50 |
| JUFO.CA | JUHAYNA FOOD I/d | 7.20 | 7 | 6.7 | 7.65 | 8.2 | ↔ | Hold | 6.7 |
| CIEB.CA | CREDIT AGRICOL/d | 25.20 | 25.50* | 24.50 | 30.00 | 31.50 | ↔ | Hold | 24.50 |
| OCDI.CA | 6TH OCT DEV IN/d | 12.40 | 12.00 | 11.60 | 13.40 | 13.60 | ↑ | Hold | 11.60 |
| MNHD.CA | NASR CITY HOUS/d | 3.35 | 3.26 | 3.16 | 3.60 | 3.70 | ↑ | Hold | 3.26 |
| EFID.CA | EDITA /d | 11.10 | 10.00 | 9.15 | 11.00* | 12.00 | ↔ | Hold | 9.15 |
| HELI.CA | HELIOPOLIS/d | 6.51 | 6.20 | 5.95 | 6.65 | 7.00 | ↑ | Hold | 5.95 |
| ORWE.CA | ORIENTAL WEAVERS /d | 5.32 | 5.3 | 5.1 | 5.5 | 5.8 | ↑ | Hold | 5.1 |
| PHDC.CA | PALM HILL DEV /d | 1.51 | 1.46 | 1.4 | 1.6 | 1.68 | ↑ | Hold | 1.4 |
| CCAP.CA | CITADEL CAPITA/d | 1.76 | 1.69 | 1.60 | 1.77 | 1.80 | ↑ | Hold | 1.60 |
| SKPC.CA | SIDI KERIR PET/d | 8.16 | 7.30 | 6.65 | 8.30 | 8.65 | ↑ | Hold | 7.30 |
| AUTO.CA | AUTO GHABBOUR /d | 2.80 | 2.60 | 2.43 | 2.93 | 3.08 | ↑ | Hold | 2.43 |
| EMFD.CA | EMAAR MISR DEV/d | 2.53 | 2.30 | 2.15 | 2.60 | 2.80 | ↔ | Hold | 2.15 |
| ORHD.CA | ORASCOM EGYPT/d | 4.54 | 4.35 | 4.10 | 4.75 | 5.00 | ↑ | Hold | 4.10 |
| ESRS.CA | EZZ STEEL/d | 7.35 | 6.77 | 6.53 | 7.60 | 7.88 | ↔ | Hold | 6.53 |
| OIH.CA | ORASCOM INVESTMENT HOLDING /d | 0.576 | 0.560 | 0.530 | 0.590 | 0.612 | ↑ | Hold | 0.530 |
| EXPA.CA | EXPORT DEVELOPMENT BANK /d | 11.890 | 11.600 | 10.850 | 12.500 | 13.000 | ↑ | Hold | 10.850 |
| IRON.CA | EGYPTAIN IRON & STEEL /d | 2.72 | 2.66 | 2.55 | 3.20 | 3.50 | ↔ | Hold | 2.66 |
| DSCW.CA | DICE SPORT AND CASUAL WEAR /d | 1.745 | 1.610 | 1.420 | 1.800 | 1.930 | ↑ | Hold | 1.420 |
| BTFH.CA | BELTONE FINANCIAL HOLDING /d | 3.260 | 2.970 | 2.660 | 3.25* | 3.500 | ↑ | Hold | 2.660 |

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.