

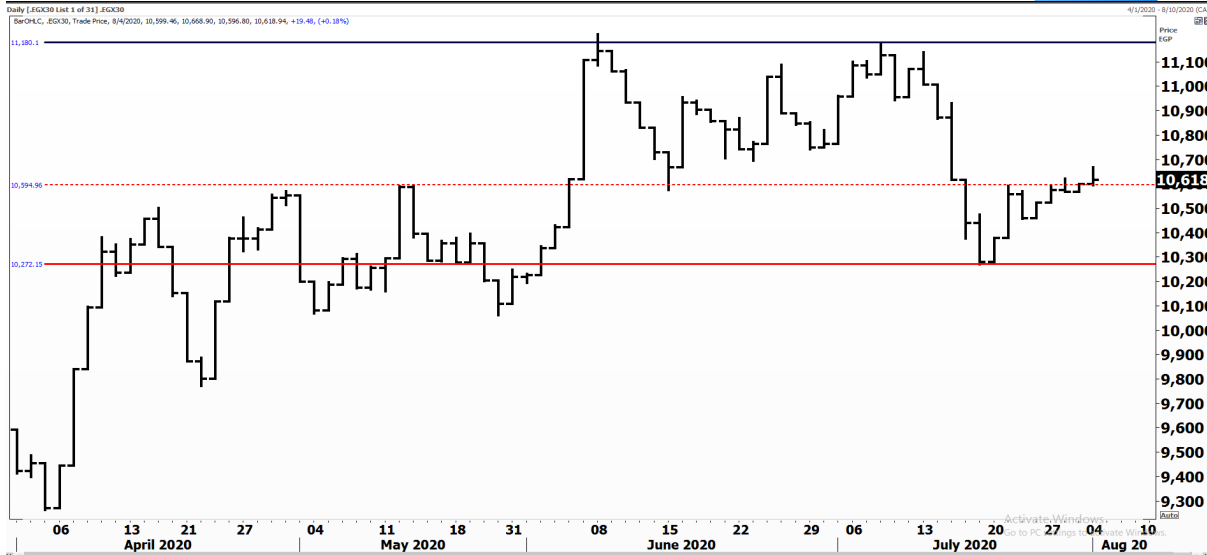


PIONEERSECURITIES

# TECH TO THE POINT

5-Aug-2020

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



|                     |            |
|---------------------|------------|
| Last                | 10,620.10  |
| High Today          | 10,668.90  |
| Low Today           | 10,596.80  |
| Volume              | M 329.557  |
| First Support       | 10,450.00  |
| Second Support      | 10,000.00  |
| First Resistance    | 10,600.00* |
| Second Resistance   | 11,200.00  |
| Stop Loss           | 10,450.00  |
| HISTORICAL RETURN % |            |
| 1 WEEK              | 0.49%      |
| 1 MONTH             | -3.10%     |
| 1 QUARTER           | 4.24%      |
| 1 YEAR              | -21.90%    |
| YTD                 | -23.93%    |

## Analysis

The 10,600 level is not clearly broken yet; thus we still need a breakout confirmation. This signal will probably be triggered when COMI's performance improves.

Many stocks look good in the market but they need the leader to join them. We are still considering the 10,600 as our entry signal for short-term investors. A confirmed break above this level will trigger a buy signal with a target near our peak that lies at 11,000-11,200.

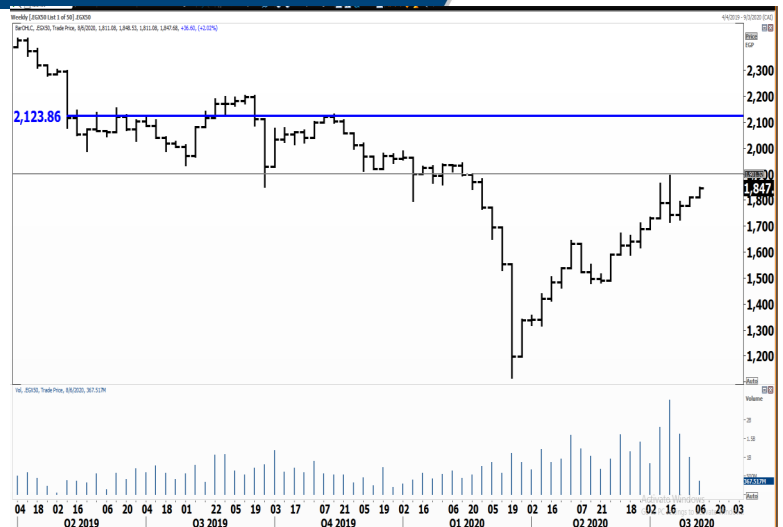
## Egyptian Exchange Equal Weight Index .EGX 50

### Analysis


As we were expecting, the EGX 50 index continued its rise after its breakout to close near 1,850 yesterday, rising more than 2%.


Our current target lies at 1,900; a breakout above this level is expected to take place soon. We will, however, monitor the index' performance as it approaches this level to see whether it will be able to break it quickly or not.


The strong performance of the EGX 50 index tells us that market breadth is significantly improving, but we need to see blue chips joining the party.



## Resistance

**ATQA**  Broke its resistance that lies at 0.9 sharply, closing at 0.959. We recommended the stock during yesterday's session and are expecting it to continue its rise. Our current target lies around 1.1.

**ACGC**  Broke 2.1 sharply and with high volumes and closed clearly above it. The 2.35-2.4 range is our first target. If this level is broken, ACGC will probably reach much higher targets.

**MPRC**  Despite that the stock did not close at its high, it broke resistance and closed above it. We expect MPRC to reach 4.75 in the next rise.


## Support


No stocks broke their support yesterday


## Testing


### Support

### Resistance

**ORHD**  The stock looks good, especially that it is approaching its resistance that lies around 4.35. A breakout above this level will trigger a buy signal with a target above 5.5.

**CCAP**  The 1.49-1.5 area is a very important resistance to watch. If CCAP breaks this area on a weekly basis, a very strong rise will probably follow. Such rise will send the stock to significantly higher levels. We are talking to levels near 2.

**SKPC**  The 6.55 level is the current resistance. A breakout above this level will trigger a buy signal with a target around 7.3. We recommend investors to buy at the breakout.

**IRON**  If the stock succeeds to break above 2.88, a new buy signal will be triggered with a target around 3.25-3.3. There is still significant selling pressure at these levels, so a breakout above 1.88 is needed before buying.

| Symbol  | S. Description                   | Last   | Support 1 | Support 2 | Resistance 1 | Resistance 2 | Trend | Recommendation | Stop Loss/<br>Re-Entry |
|---------|----------------------------------|--------|-----------|-----------|--------------|--------------|-------|----------------|------------------------|
| COMI.CA | COM INTL BK/d                    | 62.50  | 60.3      | 58.5      | 65           | 67.5         | ↓     | P.SELL         | 67.5                   |
| EAST.CA | EASTERN CO/d                     | 11.79  | 11.70     | 11.20     | 12.16        | 12.60        | ↔     | Hold           | 11.70                  |
| EKHO.CA | EGYPT KUWAIT H/d                 | 1.06   | \$1.00    | \$0.97    | \$1.063      | \$1.13       | ↔     | Hold           | \$1.00                 |
| HRHO.CA | EFG HERMES HOL/d                 | 13.90  | 13.45     | 12.65     | 15.50        | 16.10        | ↑     | Hold           | 12.65                  |
| TMGH.CA | TALAT MOSTAFA/d                  | 6.00   | 5.5       | 5.3       | 5.90*        | 6.25         | ↔     | Hold           | 5.30                   |
| CLHO.CA | CLEOPATRA HOSPITAL COMPANY       | 4.96   | 4.80      | 4.50      | 5.10         | 5.40         | ↔     | Hold           | 4.80                   |
| SWDY.CA | ELSWEDY ELECTR/d                 | 6.81   | 6.20      | 5.25      | 7.15         | 7.88         | ↓     | Hold           | 7.15                   |
| ETEL.CA | TELECOM EGYPT/d                  | 13.20  | 12.25     | 12.00     | 13.05        | 13.65        | ↔     | Hold           | 12.25                  |
| ISPH.CA | IBNSINA PHARMA                   | 8.24   | 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                 | 8.02   | 7.3       | 7.15      | 8.5          | 8.9          | ↑     | Hold           | 7.15                   |
| CIEB.CA | CREDIT AGRICOL/d                 | 26.50  | 26.50*    | 24.50     | 30.00        | 31.50        | ↔     | Hold           | 26.50*                 |
| OCDI.CA | 6TH OCT DEV IN/d                 | 11.68  | 11.00     | 10.60     | 11.60*       | 12.35        | ↔     | Hold           | 10.60                  |
| MNHD.CA | NASR CITY HOUS/d                 | 2.98   | 2.65      | 2.45      | 3.00         | 3.20         | ↔     | Hold           | 2.65                   |
| EFID.CA | EDITA /d                         | 9.70   | 8.90      | 8.20      | 10.35        | 11.00        | ↔     | Hold           | 8.90                   |
| HELI.CA | HELIOPOLIS/d                     | 6.00   | 5.50      | 5.10      | 6.20         | 6.50         | ↑     | Hold           | 5.50                   |
| ORWE.CA | ORIENTAL WEAVERS /d              | 5.67   | 5.45      | 5.1       | 5.8          | 6            | ↑     | Hold           | 5.1                    |
| PHDC.CA | PALM HILL DEV /d                 | 1.40   | 1.32      | 1.23      | 1.46         | 1.51         | ↑     | Hold           | 1.23                   |
| CCAP.CA | CITADEL CAPITA/d                 | 1.46   | 1.30      | 1.19      | 1.49         | 1.55         | ↔     | Hold           | 1.19                   |
| SKPC.CA | SIDI KERIR PET/d                 | 6.40   | 6.05      | 5.80      | 6.53         | 7.00         | ↔     | Hold           | 6.53                   |
| AUTO.CA | AUTO GHABBOUR /d                 | 2.25   | 2.00      | 1.80      | 2.35         | 2.70         | ↑     | Hold           | 2.00                   |
| EMFD.CA | EMAAR MISR DEV/d                 | 2.36   | 2.15      | 2.00      | 2.50         | 2.60         | ↔     | Hold           | 2.15                   |
| ORHD.CA | ORASCOM EGYPT/d                  | 4.28   | 3.73      | 3.20      | 4.35         | 4.75         | ↔     | Hold           | 3.73                   |
| ESRS.CA | EZZ STEEL/d                      | 5.94   | 5.30      | 4.50      | 5.90*        | 6.45         | ↓     | Hold           | 5.90                   |
| OIH.CA  | ORASCOM INVESTMENT HOLDING /d    | 0.452  | 0.430     | 0.390     | 0.490        | 0.530        | ↑     | Hold           | 0.390                  |
| EXPA.CA | EXPORT DEVELOPMENT BANK /d       | 11.330 | 10.650    | 10.230    | 11.550       | 12.000       | ↑     | Hold           | 10.230                 |
| IRON.CA | EGYPTAIN IRON & STEEL /d         | 2.78   | 2.60      | 2.30      | 2.89         | 3.03         | ↔     | Hold           | 2.30                   |
| DSCW.CA | DICE SPORT AND CASUAL WEAR /d    | 1.440  | 1.243     | 1.150     | 1.460        | 1.550        | ↔     | Hold           | 1.243                  |
| BTFH.CA | BELTONE FINANCIAL HOLDING /d     | 2.760  | 2.270     | 1.970     | 3.000        | 3.250        | ↑     | Hold           | 2.270                  |

## 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.