

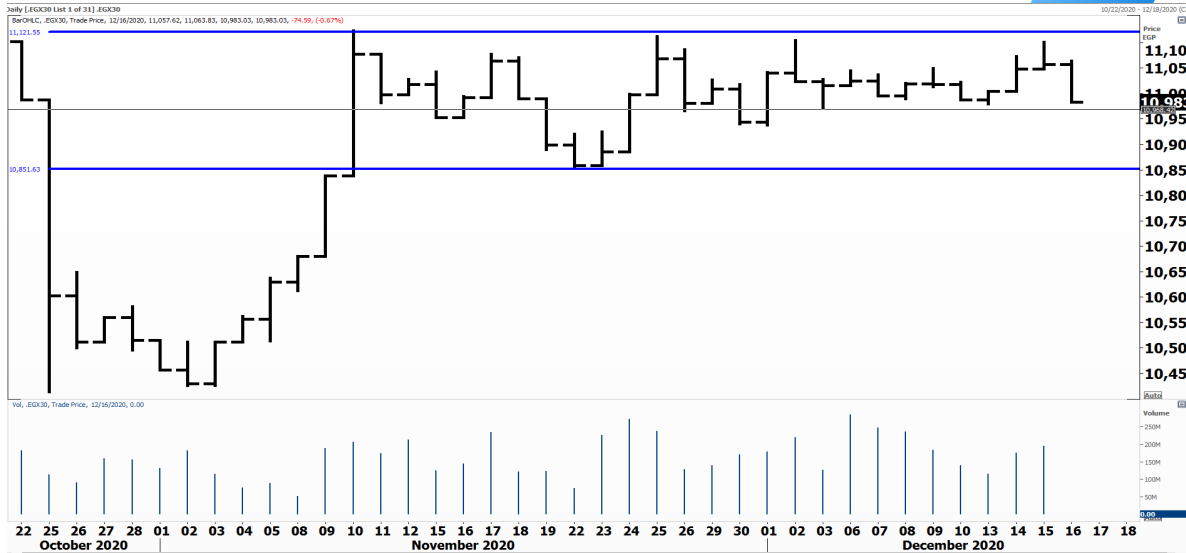


PIONEERSECURITIES

TECH TO THE POINT

17-Dec-2020

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



Last	10,983.03
High Today	11,063.83
Low Today	10,983.03
Volume	M 219,001
First Support	10,850.00
Second Support	10,650.00
First Resistance	11,100.00
Second Resistance	11,500.00
Stop Loss	10,850.00
HISTORICAL RETURN %	
1 WEEK	-0.41%
1 MONTH	5.70%
1 QUARTER	-1.70%
1 YEAR	-18.16%
YTD	-21.05%

Analysis

Yesterday the market was in the grip of sellers, as they applied constant selling pressure, leading the EGX 30 to close below 11,000. As we mentioned recently, we prefer to keep our stop below 10,850 and not alter it to the upside to give the market room to go down without stopping us out and bluffing us.

We can just add that the 10,970 is also a minor support that can halt this decline; the EGX 30 is already almost at this level; a break below it will lead the index to approach 10,850, which is expected to serve as a stronger support.

Thus, if the market wants to rebound from its first minor support we should rise today.

Egyptian Exchange Equal Weighted Index .EGX 50

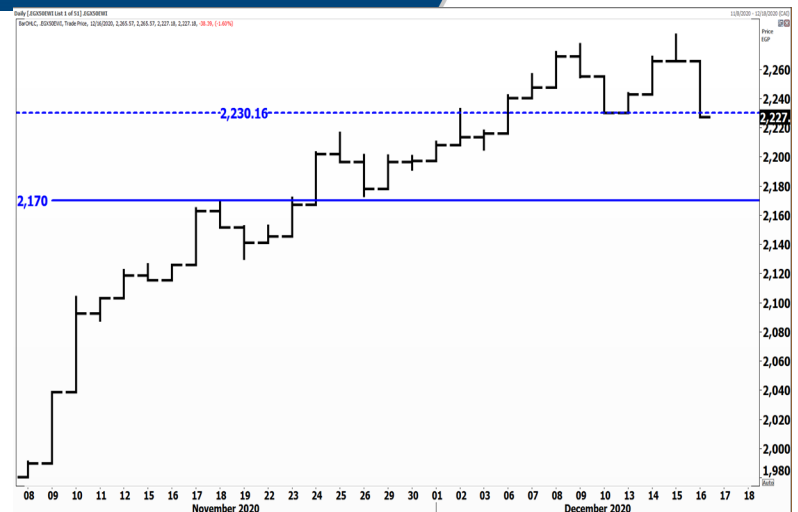
Analysis

The EGX 50 is challenging its support that lies at 2,230; this level is important on the short-term and should be used as a stop.

In other words, if the EGX 50 confirms the violation of 2,230 today, stops will be triggered and our target will be set around 2,170.

Investors who are heavily invested in small and medium caps can reduce exposure if the 2,230 is broken to the downside.

N.B. an important note to mention is that the EGX 70 index violated its minor support that lies at 2,090; if the index continues trading below this level, investors will be recommended to reduce exposure on small and medium caps.



Resistance

No stocks broke their resistance yesterday

Support

MICH

Closed at 10.5 at the end of the session, breaking 10.7 to the downside. If this break is confirmed and the stock continues its decline, it will probably reach 10 or slightly below.

Testing

Support

COMI

Approaching again support at the 61.8-62 area. We should see a rebound from current level; any clear violation below 61.75 will trigger a sell signal and our target will be set around 60. On the other hand, those who want to step in can buy at the 63 breakout.

HELI

Closed at 6.05 exactly at support; to be more conservative, we will consider the 5.9-6.05 range as the support area for HELI. In case the stock trades below 6.05, it can go near 5.9 and rebound once again, this is why we prefer to place our stop below 5.9

Resistance

SKPC

A breakout above 9.15-9.2 will be significant and will trigger a strong entry signal. SKPC still looks strong, even though most of the stocks are correcting. Those who want to enter, however, are recommended to wait for the breakout before buying.

MPRC

Closed at 6.33 at the end of the session and challenging its resistance that lies at 6.75. A breakout above this level will trigger a new buy signal with a target around 8.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	62.10	61.8	60	64	66	↔	Hold	60
EAST.CA	EASTERN CO/d	13.25	12.3	12	13.5	14	↑	Hold	12
EKHO.CA	EGYPT KUWAIT H/d	1.01	\$1.02*	\$0.99	\$1.05	\$1.08	↔	Hold	\$1.02*
HRHO.CA	EFG HERMES HOL/d	13.80	13.3	13	14.1	15	↔	Hold	13.3
TMGH.CA	TALAT MOSTAFA/d	6.50	6.3	6	6.9	7.34	↑	Hold	6.52
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	4.36	4.35	4.16	4.6	4.9	↔	Hold	4.35
SWDY.CA	ELSWEDY ELECTR/d	9.08	8.89	8.5	9.4	9.8	↑	Hold	8.5
ETEL.CA	TELECOM EGYPT/d	12.10	12.10*	11.4	12.9	13.3	↔	Hold	12.10*
ISPH.CA	IBNSINA PHARMA	5.40	5.11	5	5.67	5.95	↓	P.Sell	5.67
CIRA.CA	CAIRO INVESTMENT & REAL ESTATE/d	13.90	14*	13.3	15	15.8	↔	Hold	13.3
JUFO.CA	JUHAYNA FOOD I/d	5.75	5.7	5.39	6.29	6.6	↓	P.Sell	6.29
CIEB.CA	CREDIT AGRICOL/d	27.10	25.2	24.5	28	31.5	↔	Hold	24.5
OCDI.CA	6TH OCT DEV IN/d	14.90	14	13.5	15.35	15.7	↑	Hold	13.5
MNHD.CA	NASR CITY HOUS/d	3.77	3.77*	3.67	3.95	4.12	↔	Hold	3.67
EFID.CA	EDITA /d	9.18	8.99	8.6	9.85	10.3	↔	Hold	8.6
HELI.CA	HELIOPOLIS/d	6.05	5.9	5.6	6.5	6.75	↔	Hold	5.9
ORWE.CA	ORIENTAL WEAVERS /d	7.10	7	6.8	8	8.25	↑	Hold	7
PHDC.CA	PALM HILL DEV /d	1.37	1.35	1.33	1.47	1.52	↔	Hold	1.33
CCAP.CA	CITADEL CAPITA/d	1.45	1.43	1.39	1.55	1.61	↔	Hold	1.39
SKPC.CA	SIDI KERIR PET/d	9.00	8.6	8.2	9.17	9.9	↔	Hold	8.2
AUTO.CA	AUTO GHABBOUR /d	3.04	3	2.85	3.34	3.48	↑	Hold	3
EMFD.CA	EMAAR MISR DEV/d	2.41	2.4	2.28	2.7	2.84	↔	Hold	2.4
ORHD.CA	ORASCOM EGYPT/d	4.86	4.8	4.54	5.2	5.8	↑	Hold	4.54
ESRS.CA	EZZ STEEL/d	8.90	8.3	7.62	9.25	9.45	↑	Hold	7.62
OIH.CA	ORASCOM INVESTMENT HOLDING /d	0.539	0.52	0.496	0.572	0.6	↔	Hold	0.52
EXPA.CA	EXPORT DEVELOPMENT BANK /d	16.250	15.6	15.3	17.5	18.3	↑	Hold	15.3
IRON.CA	EGYPTAIN IRON & STEEL /d	3.39	3.3	3.14	3.9	4.1	↔	Hold	3.3
DSCW.CA	DICE SPORT AND CASUAL WEAR /d	1.645	1.6	1.46	1.9	2.18	↔	Hold	1.6
BTFH.CA	BELTONE FINANCIAL HOLDING /d	2.460	2.45	2.27	2.66	2.87	↔	Hold	2.27

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.