

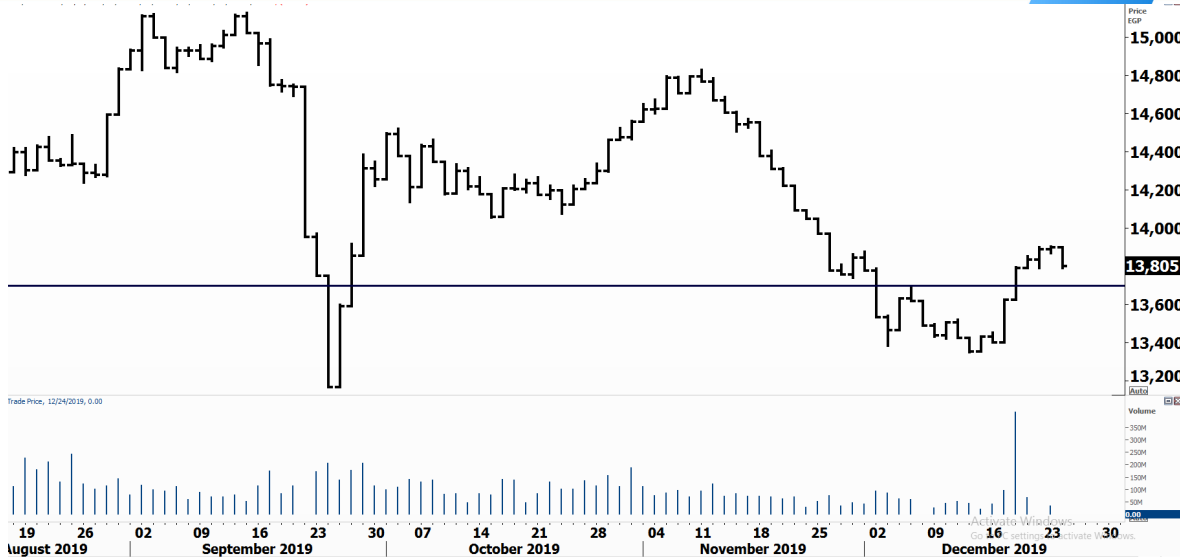


PIONEERSECURITIES

TECH TO THE POINT

25-Dec-19

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



Last	13,805.43
High Today	13,902.43
Low Today	13,794.35
Volume M	38.122
First Support	13,700.00
Second Support	13,380.00
First Resistance	13,900.00
Second Resistance	14,100.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	1.31%
1 MONTH	-1.74%
1 QUARTER	4.82%
1 YEAR	7.99%
YTD	5.90%

Analysis

As we have been mentioning lately, the breakout above the 13,700 level was a big bluff. We were not trapped into this fake break, and actually warned investors about it.

Despite that the EGX 30 is still above 13,700, we do not see any potential significant strength in the near future. The problem is complicated as COMI is still at its highs while most of the other stocks are in downtrends, and many of them reached historical lows. If COMI follows the rest of the market and begins to decline, things will be much worse than the current situation.

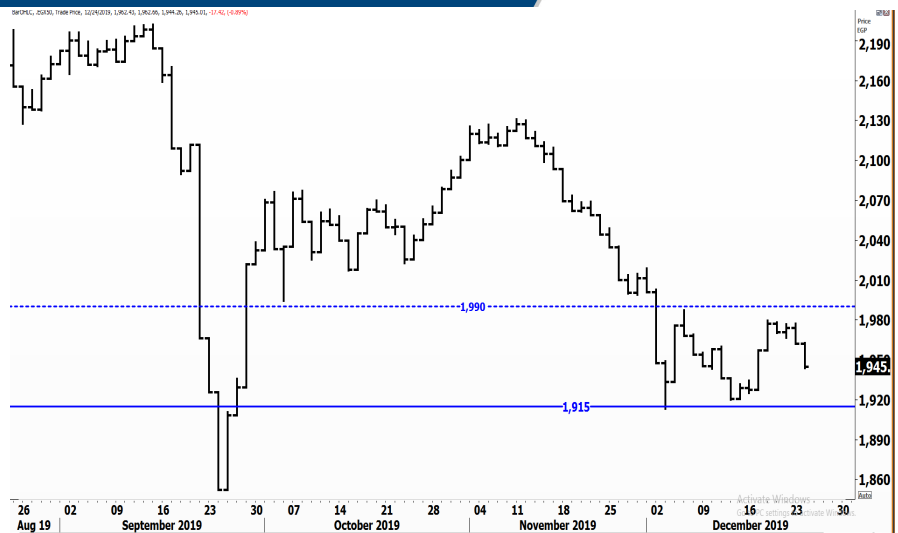
Our recommendation is to avoid buying until we see real buyers stepping in. We cannot take any leading actions with the current market weakness.

Egyptian Exchange Equal Weights Index EGX50


Analysis

After the index declined from its resistance level significantly (as it was expected) it is approaching the lower boundary of this trading range at 1,920. If we decline today, we will be close to that level.

Thus, the normal situation is to see a rebound from the lower boundary of this trading range. If the EGX 50 breaks below 1,915, our target will be much lower and the EGX 30 will probably break 13,300, which is an early signal of a major violation of the 12,000 level.



Resistance


MOIL  Closed at 0.229 after breaking 0.22 upwards. MOIL might reach the 0.25-0.26 range soon if it confirms this break today.

Support


No stocks broke their support yesterday.

Testing

Support

PHDC  The 1.82 level is a support for the stock. We expect this support to be violated, which will probably lead the stock near 1.65; if we test the latter level it will be in jeopardy which will put the stock in a real risk of reaching much lower levels.

SWDY  If SWDY closes below 11.2 clearly, it will break 10.9 downwards, which will lead it back to a one digit price. No entry signal is recommended unless the 11.75 level is broken upwards on a weekly basis and with high volumes.

ESRS  The 10.75 level is in jeopardy. A break below this level will lead the stock initially to 10.

Resistance

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	82.30	79.30	77.00	83.40	85.00	↔	Hold	77.00
EAST.CA	EASTERN CO/d	15.30	14.60	14.30	15.65	16.20	↔	Hold	14.60
SWDY.CA	ELSWEDY ELECTR/d	11.20	11.20 *	10.90	12.00	12.60	↓	P.SELL	12.60
TMGH.CA	TALAT MOSTAFA/d	8.14	8.03	7.95	8.70	9.00	↓	P.SELL	9.00
SKPC.CA	SIDI KERIR PET/d	9.07	8.70	8.00	10.25	11.00	↓	P.SELL	11.00
EKHO.CA	EGYPT KUWAIT H/d	1.29	1.29 \$	1.26 \$	1.37 \$	1.40 \$	↓	P.SELL	1.37
HRHO.CA	EFG HERMES HOL/d	17.22	15.85	15.20	17.35	18.00	↓	P.SELL	18.00
ORAS.CA	ORASCOM CONST/d	104.00	96.50	91.00	103.00 *	106.00	↔	Hold	96.50
AMOC.CA	ALX MINERAL OI/d	3.67	3.55	3.30	3.97	4.10	↓	P.SELL	4.10
MNHD.CA	NASR CITY HOUS/d	4.79	4.45	4.20	4.95	5.20	↓	P.SELL	4.95
CIRA.CA	Cairo Investment & Real Estate	13.50	11.55	10.98	13.60	14.25	↔	Hold	13.60
OCDI.CA	6TH OCT DEV IN/d	13.60	13.30	12.99	14.60	15.20	↓	P.SELL	15.20
JUFO.CA	JUHAYNA FOOD I/d	8.30	8.00	7.70	9.20	10.00	↔	Hold	10.00
ESRS.CA	EZZ STEEL/d	10.80	10.12	9.60	11.50	12.40	↔	Hold	11.50
ETEL.CA	TELECOM EGYPT/d	10.30	10.00	9.60	10.66	11.00	↓	P.SELL	10.60
CCAP.CA	CITADEL CAPITA/d	2.23	2.10	2.00	2.40	2.55	↔	Hold	2.40
ISPH.CA	IBNSINA PHARMA	8.86	8.90 *	8.50	10.00	10.30	↔	Hold	8.90 *
PHDC.CA	PALM HILL DEV /d	1.82	1.82 *	1.72	1.97	2.05	↓	P.SELL	2.05
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	5.61	5.00	4.68	6.00	6.40	↔	Hold	6.00
HELI.CA	HELIOPOLIS/d	24.04	23.00	21.80	24.85	25.90	↓	P.SELL	25.00
CIEB.CA	CREDIT AGRICOL/d	43.00	40.00	38.00	45.00	47.00	↔	Hold	40.00
EGCH.CA	EGYPT CHEM IND/d	5.23	5.05	4.70	5.65	6.10	↔	Hold	5.05
EMFD.CA	EMAAR MISR DEV/d	2.76	2.67	2.49	3.01	3.10	↔	Hold	2.67
OIH.CA	ORASCOM INVESTMENT HOLDING	0.55	0.54	0.52	0.59	0.62	↓	P.SELL	0.59
ORHD.CA	ORASCOM EGYPT/d	6.28	6.10	5.95	6.50	6.80	↔	Hold	6.80
EGTS.CA	EGYPTIAN RESOR/d	2.49	2.40	2.32	2.70	2.88	↔	Hold	2.40
ORWE.CA	ORIENTAL WEAVE/d	10.32	9.90	9.45	11.10	11.70	↔	Hold	9.90
IRON.CA	EGYPTIAN IR & /d	2.37	2.15	N.A	2.60	2.84	↓	P.SELL	2.60
ADIB.CA	ABU DHABI/d	12.30	11.50	11.00	12.50	13.00	↓	P.SELL	13.00

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.