

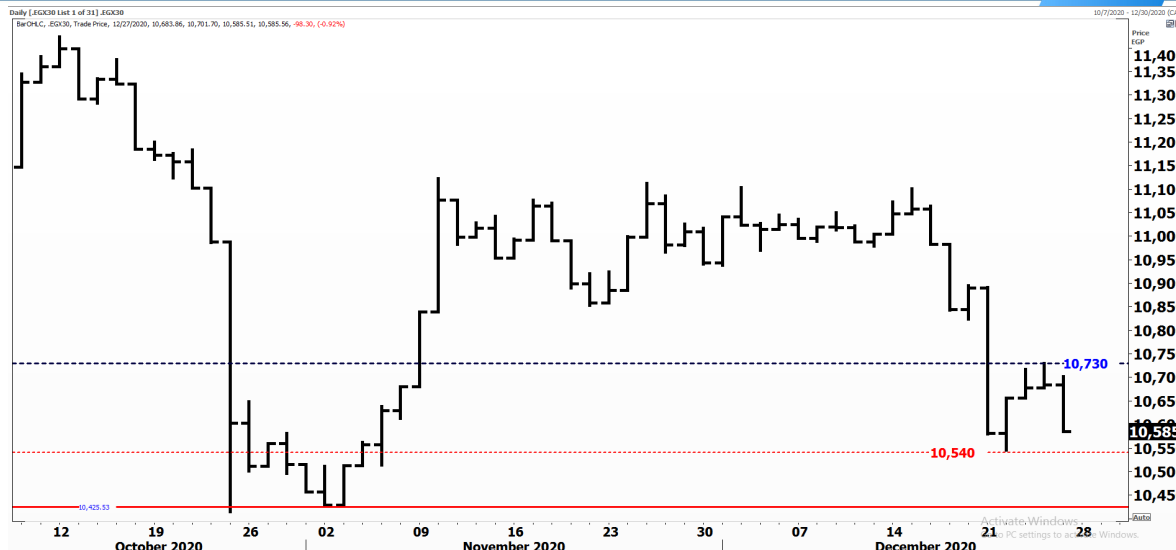


PIONEERSECURITIES

# TECH TO THE POINT

28-Dec-2020

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



Last	10,585.56
High Today	10,701.70
Low Today	10,585.51
Volume	M 214.371
First Support	10,400.00
Second Support	10,200.00
First Resistance	10,850.00
Second Resistance	11,000.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	-2.80%
1 MONTH	-3.60%
1 QUARTER	-2.90%
1 YEAR	-23.76%
YTD	-24.18%

## Analysis

Yesterday's decline created a minor peak a 10,730; this is an important peak on the short-term and it should be used to initialize new trading positions.

In other words, the 10,730 is currently a resistance on the short-term; a newly created resistance level. A break above it will lead to a short-term rise to the 10,950-11,000 range. Thus, short-term investors are recommended to step in at the breakout of 10,730.

On the other hand, the index also created a minor bottom at 10,540; this level is close to 10,450, which is the current bottom that we already know. Our advise is to use the latter level (the lower one) as a stop to give some leeway to the market if it declines. Those, however, who cannot bear any risk can use the 10,540 as their stop (knowing that the probability of whipsaws will be higher than if they used the 10,450 as their stop).

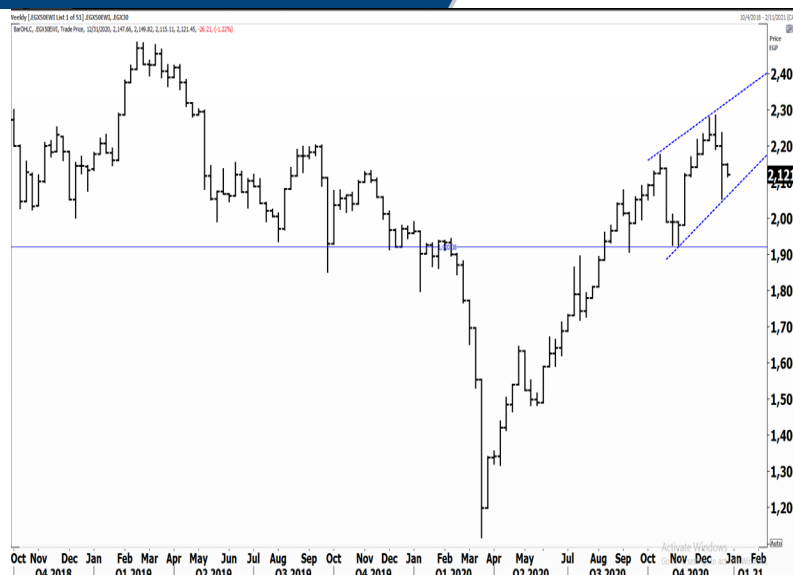
In short, we expect another market decline that will probably be followed by a significant rise; such a decline should not break below 10,450. If, this level is violated, we will be reassessing the situation in terms of the amplitude of the following market rise.

## Egyptian Exchange Equal Weights Index .EGX 50


### Analysis

If the EGX 50 index continues its decline, it will probably hit 1,900 before the next rebound. Any violation below 1,900 will trigger stops. We are not expecting the EGX 50 index to break below this level, however, we should be ready to trigger short-term stops in case this level is violated.

As for the upside potential, only a break above 2,300 will trigger new entry signals.



## Resistance


**ESRS**  Broke its minor peak to the upside and closed at 9.9 at the end of the session. This breakout, and because of the current market situation, needs some confirmation. If the 10.15 level is broken, we will probably see ESRS going to 12.

## Support

No stocks broke their support yesterday


## Testing

### Support

**ORAS**  The 77-78 area is an important support to watch. ORAS is trying to rebound from this support. We expect ORAS to reach 84 in this rebound. Stops should be placed below 77.

**EGTS**  Still hovering around its support that lies at 1.3. If a rebound occurs from here, EGTS will probably approach 1.5. Those who want to step in should place a stop below 1.3.

### Resistance

**CIEB**  Those who want to step in are recommended to buy at a breakout above 28. If this level is broken upwards, a significant rise will probably follow.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	59.1	59	58.5	61.8	63	↔	Hold	59
EAST.CA	EASTERN CO/d	12.50	12.3	12	13.34	13.75	↑	Hold	12.3
EKHO.CA	EGYPT KUWAIT H/d	1.006	\$0.99	\$0.97	\$1.04	\$1.08	↓	P.Sell	\$1.04
HRHO.CA	EFG HERMES HOL/d	13.90	13.3	13	14.8	15.53	↔	Hold	13.3
TMGH.CA	TALAT MOSTAFA/d	6.27	6	5.8	6.7	6.9	↔	Hold	5.8
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	4.67	4.35	4.16	4.8	4.95	↔	Hold	4.35
SWDY.CA	ELSWEDY ELECTR/d	8.8	8.5	8.2	9.03	9.4	↔	Hold	8.5
ETEL.CA	TELECOM EGYPT/d	11.41	11.4	11.2	12.1	12.6	↔	Hold	11.2
ISPH.CA	IBNSINA PHARMA	5.17	5.08	4.85	5.45	5.64	↓	P.Sell	5.64
CIRA.CA	CAIRO INVESTMENT & REAL ESTATE/d	0.00	13.35	12.6	15	15.8	↔	Hold	13.3
JUFO.CA	JUHAYNA FOOD I/d	5.82	5.39	5.1	6.3	6.5	↓	P.Sell	6.3
CIEB.CA	CREDIT AGRICOL/d	27.36	26	25.2	28	31.5	↔	Hold	25.2
OCDI.CA	6TH OCT DEV IN/d	14.8	14	13.3	15.5	16	↑	Hold	14
MNHD.CA	NASR CITY HOUS/d	3.64	3.56	3.42	3.73	3.95	↔	Hold	3.42
EFID.CA	EDITA /d	8.5	8.25	7.75	9	9.7	↔	Hold	8.25
HELI.CA	HELIOPOLIS/d	5.63	5.5	5.11	6	6.35	↔	Hold	5.5
ORWE.CA	ORIENTAL WEAVERS /d	6.71	6.5	6	7.2	8	↔	Hold	6.5
PHDC.CA	PALM HILL DEV /d	1.30	1.28	1.22	1.35	1.41	↔	Hold	1.22
CCAP.CA	CITADEL CAPITA/d	1.385	1.33	1.28	1.42	1.55	↔	Hold	1.33
SKPC.CA	SIDI KERIR PET/d	8.50	8.2	7.83	8.82	9.17	↔	Hold	8.2
AUTO.CA	AUTO GHABBOUR /d	3.09	2.95	2.85	3.34	3.48	↔	Hold	2.95
EMFD.CA	EMAAR MISR DEV/d	2.30	2.25	2.15	2.4	2.54	↔	Hold	2.15
ORHD.CA	ORASCOM EGYPT/d	4.47	4.35	4.1	4.7	4.9	↔	Hold	4.35
ESRS.CA	EZZ STEEL/d	9.90	9.4	8.9	10.15	12	↑	Hold	8.9
OIH.CA	ORASCOM INVESTMENT HOLDING /d	0.547	0.515	0.48	0.57	0.604	↔	Hold	0.48
EXPA.CA	EXPORT DEVELOPMENT BANK /d	13.99	13.5	12.8	14.5	16	↔	Hold	13.5
IRON.CA	EGYPTAIN IRON & STEEL /d	3.12	2.95	2.7	3.28	3.52	↔	Hold	2.95
DSCW.CA	DICE SPORT AND CASUAL WEAR /d	1.68	1.46	1.32	1.72	1.9	↔	Hold	1.46
BTFH.CA	BELTONE FINANCIAL HOLDING /d	2.39	2.2	2	2.55	2.66	↔	Hold	2.2

## 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.