

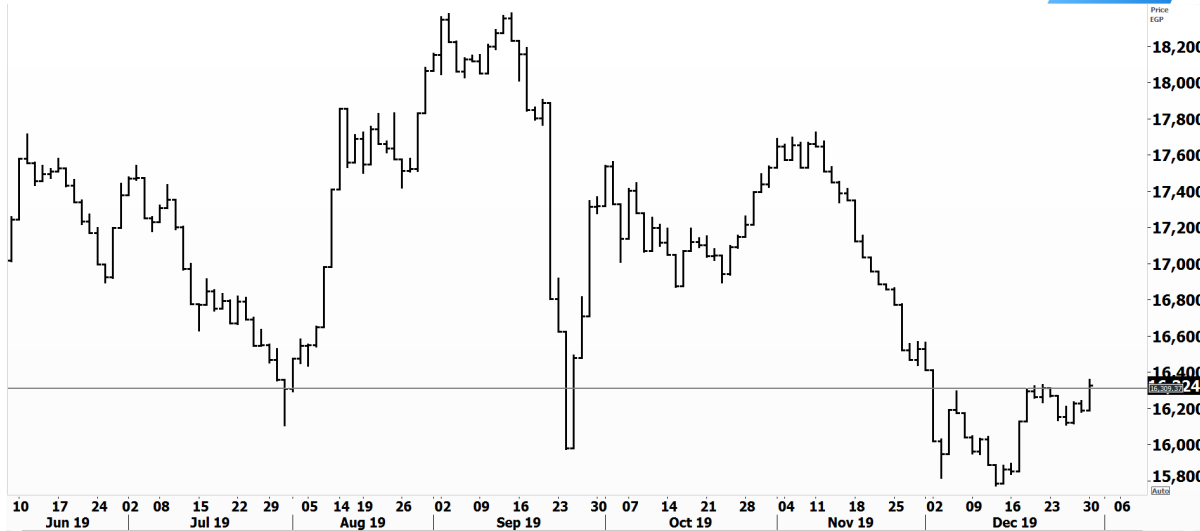


PIONEERSECURITIES

TECH TO THE POINT

31-Dec-19

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



Last	16,324.95
High Today	16,375.27
Low Today	16,187.12
Volume M	66.516
First Support	16,100.00
Second Support	15,780.00
First Resistance	16,330.00
Second Resistance	16,560.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	0.25%
1 MONTH	0.63%
1 QUARTER	-2.25%
1 YEAR	7.67%
YTD	6.92%

Analysis

Let us look at the EGX30cap index which gives a max weight of 15%. The index, as we can see from the chart, did not clearly break its resistance yet; thus, only the EGX 30 index broke its resistance while the capped index and the EGX 50 did not break yet.

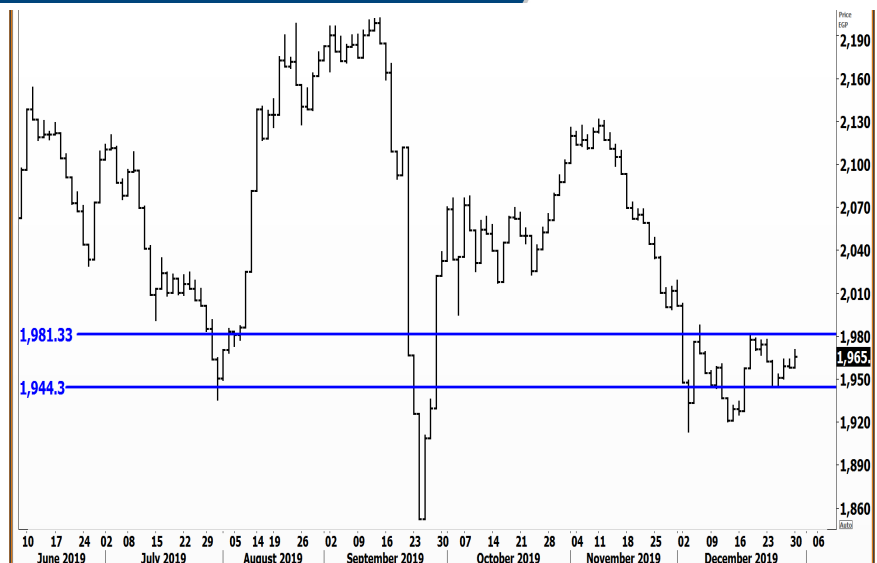
It is important to note though, that the EGX cap index is trying to break upwards and might break today if the big weights of the index move. In other words, we are waiting for a confirmation of the EGX 30 breakout in other indices; if they confirm the breakout, we will begin recommending entering the market.

Egyptian Exchange Equal Weights Index EGX50

Analysis

The 1,945 level is the EGX 50 minor bottom; and we recommend short-term investors to place their stop below this level that gained importance, especially after today's slight rise.

On the other hand, our entry signal will be triggered if we break above the current resistance that lies at 1,980. A breakout above this level will be a bullish sign on the short-term and we will open new "stock trade" positions.



Resistance

No stocks broke their resistance yesterday.

Support

OCDI 

After breaking support, OCDI is heading towards 13, which will probably be hit today. The stock is very weak so it might break below 13; if this occurs, our target will be set around 12.7. A violation below this very major level is an unlikely scenario, unless the stock wants to go to a single digit price.

PORT 

The stock is probably inside a major bottoming formation but still breaks any support levels it meets. We will stay completely outside of the stock until it gives a clear entry signal.

Testing

Support

AUTO 

The 3.58-3.6 range is a support for the stock, this is not a strong support so it should be violated. AUTO might be heading South towards 3.3 if no buying power appears before this support.

ETEL 

A confirmed break below 10 will be very bearish for ETEL and will probably send it near 8. Position holders should watch the stock closely and place a clear stop below its major support.

Resistance

CIEB 

Doing well as the market is weak and CIEB is defensive. The stock is approaching 45 and it will naturally meet selling pressure there. Those who want to feel a bit safe should have this stock in their portfolios.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	82.95	80.70	79.30	83.40	85.00	↔	Hold	79.30
EAST.CA	EASTERN CO/d	15.38	14.60	14.30	15.65	16.20	↔	Hold	14.60
SWDY.CA	ELSWEDY ELECTR/d	11.26	11.20	10.90	11.75	12.00	↓	P.SELL	12.00
TMGH.CA	TALAT MOSTAFA/d	8.15	8.03	7.95	8.70	9.00	↓	P.SELL	8.70
SKPC.CA	SIDI KERIR PET/d	9.09	8.70	8.00	9.65	10.25	↓	P.SELL	10.25
EKHO.CA	EGYPT KUWAIT H/d	1.30	1.29 \$	1.26 \$	1.37 \$	1.40 \$	↓	P.SELL	1.37
HRHO.CA	EFG HERMES HOL/d	16.81	16.70	15.85	17.35	18.00	↓	P.SELL	18.00
ORAS.CA	ORASCOM CONST/d	100.05	99.00	96.50	103.00	106.00	↔	Hold	96.50
AMOC.CA	ALX MINERAL OI/d	3.66	3.55	3.30	3.97	4.10	↓	P.SELL	4.10
MNHD.CA	NASR CITY HOUS/d	4.85	4.68	4.45	4.95	5.20	↔	Hold	4.95
CIRA.CA	Cairo Investment & Real Estate	13.80	12.50	11.55	14.25	15.00	↑	Hold	12.50
OCDI.CA	6TH OCT DEV IN/d	13.25	13.30 *	12.99	14.60	15.20	↓	P.SELL	14.60
JUFO.CA	JUHAYNA FOOD I/d	8.80	8.00	7.70	9.20	10.00	↔	Hold	10.00
ESRS.CA	EZZ STEEL/d	10.51	10.12	9.60	11.50	12.40	↔	Hold	11.50
ETEL.CA	TELECOM EGYPT/d	10.07	10.00	9.60	10.75	11.00	↓	P.SELL	10.75
CCAP.CA	CITADEL CAPITA/d	2.43	2.23	2.10	2.55	2.62	↔	Hold	2.10
ISPH.CA	IBNSINA PHARMA	9.35	8.90	8.50	10.00	10.30	↔	Hold	8.90
PHDC.CA	PALM HILL DEV /d	1.77	1.72	1.50	1.90	1.97	↓	P.SELL	1.97
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	5.95	5.60	5.00	6.00	6.40	↔	Hold	6.00
HELI.CA	HELIOPOLIS/d	23.95	23.00	21.80	24.85	25.90	↓	P.SELL	25.00
CIEB.CA	CREDIT AGRICOL/d	44.40	40.00	38.00	45.00	47.00	↔	Hold	40.00
EGCH.CA	EGYPT CHEM IND/d	5.37	5.05	4.70	5.45	5.65	↔	Hold	5.05
EMFD.CA	EMAAR MISR DEV/d	2.85	2.71	2.65	2.94	3.00	↔	Hold	2.65
OIH.CA	ORASCOM INVESTMENT HOLDING	0.55	0.54	0.52	0.59	0.62	↓	P.SELL	0.59
ORHD.CA	ORASCOM EGYPT/d	6.80	6.25	6.00	6.80*	7.10	↔	Hold	6.80*
EGTS.CA	EGYPTIAN RESOR/d	2.41	2.40	2.32	2.70	2.88	↔	Hold	2.40
ORWE.CA	ORIENTAL WEAVE/d	10.50	10.05	9.70	11.10	11.70	↔	Hold	11.10
IRON.CA	EGYPTIAN IR & /d	2.35	2.15	N.A	2.60	2.84	↓	P.SELL	2.60
ADIB.CA	ABU DHABI/d	12.20	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).

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.