

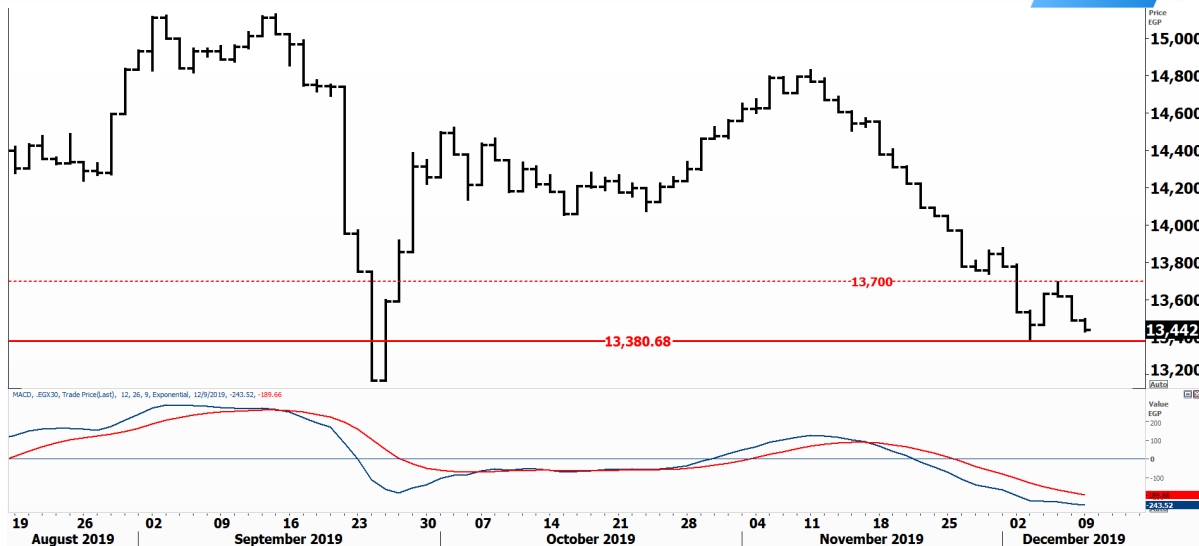


PIONEERSECURITIES

TECH TO THE POINT

10-Dec-19

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



Last	13,442.52
High Today	13,499.49
Low Today	13,436.22
Volume M	25.444
First Support	13,380.00
Second Support	13,200.00
First Resistance	13,700.00
Second Resistance	14,100.00
Stop Loss	

HISTORICAL RETURN %	
1 WEEK	-0.70%
1 MONTH	-9.15%
1 QUARTER	-9.71%
1 YEAR	10.73%
YTD	3.12%

Analysis

The market continued its weakness yesterday as it was not able to witness a rebound due to the lack of buying power that is still intact until now. The market did not witness any kind of buying power since 20 sessions until today.

Nothing changed from yesterday and our levels are the same; the 13,700 is the current peak that will be our buying trigger, while our stop remains below 13,380.

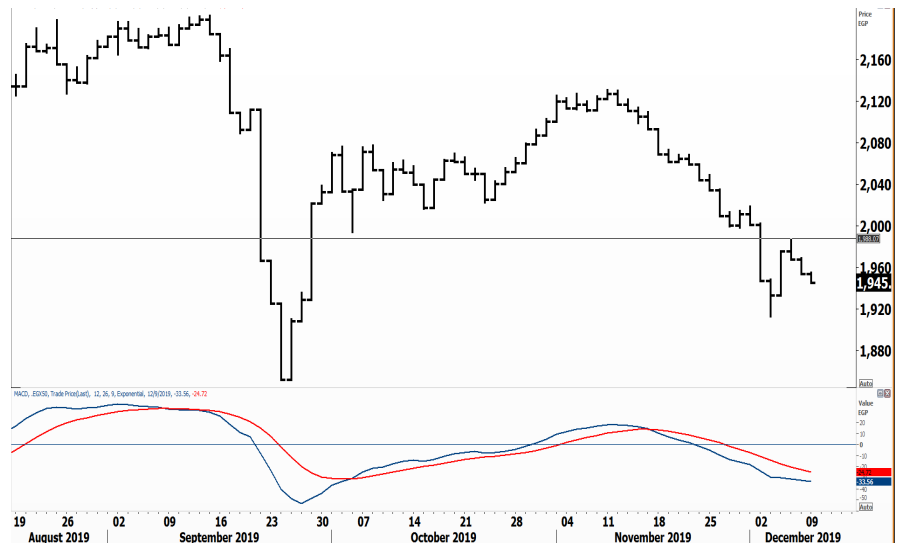
We do not recommend stepping in before the 13,700 breakout. All short-term investors who are trying to trade the market end up with a string of losses. The best scenario is to wait for a break before thinking of buying.

Egyptian Exchange Equal Weights Index EGX50


Analysis

The EGX 50 index continued its decline yesterday to close at 1,945 at the end of the session. We still recommend investors to wait for a break above the peak that lies at 1,990 before buying.


If a rebound occurs from here, a higher low will be triggered, which will be considered short-term positive. For now, however, we should not trade the market until we see clear strength to avoid additional losses.




Resistance

MENA  Closed at 3.37 after breaking its major peak that lies around 3.3. MENA looks strong and it can approach the 4.5 level.


Support


EGTS  Continued trading below the bottom that lies at 2.6 to confirm this bearish break. If the 2.4 level is violated, EGTS will probably reach 2.1.

HRHO  The stock is already below its major support that lies at 17, confirming its major downtrend. The 16.5 level was also broken downwards, showing that sellers began to step in. The stock is witnessing a downtrend and still expected to reach lower targets. Our minimum target lies around 15.

Testing

Support

COMI  The 77 level is the current support for the stock. A break below this level will lead COMI to 74 as a minimum target. On the other hand, we do not recommend stepping in before a clear break above 79.3

OCDI  The 13.5-13.7 range is the current support for the stock, while the 14.5 is the minor peak that should be watched. We recommend watching the stock from the sidelines and not enter until the 14.5 is clearly broken upwards.

Resistance

No stocks approached their resistance yesterday

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	77.40	77.00	76.00	79.50	81.00	↔	Hold	77.00
EAST.CA	EASTERN CO/d	14.76	14.60	14.30	15.70	16.20	↔	Hold	14.60
SWDY.CA	ELSWEDY ELECTR/d	11.25	10.90	10.35	12.00	12.60	↓	P.SELL	12.60
TMGH.CA	TALAT MOSTAFA/d	8.25	8.20	7.95	8.70	9.00	↓	P.SELL	9.35
SKPC.CA	SIDI KERIR PET/d	10.33	10.20	9.50	11.77	12.50	↔	Hold	11.77
EKHO.CA	EGYPT KUWAIT H/d	1.34	1.34 \$	1.29 \$	1.40 \$	1.45 \$	↓	P.SELL	1.40
HRHO.CA	EFG HERMES HOL/d	16.10	15.85	15.20	17.35	18.00	↓	P.SELL	18.00
ORAS.CA	ORASCOM CONST/d	99.01	95.00	91.00	103.00	106.00	↔	Hold	95.00
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	4.67	4.55	4.20	4.90	5.20	↓	P.SELL	4.90
CIRA.CA	Cairo Investment & Real Estate	12.50	11.55	10.98	13.00	13.50	↔	Hold	13.00
OCDI.CA	6TH OCT DEV IN/d	13.90	13.30	12.99	14.60	15.20	↓	P.SELL	15.20
JUFO.CA	JUHAYNA FOOD I/d	8.26	8.00	7.70	9.20	10.00	↔	Hold	10.00
ESRS.CA	EZZ STEEL/d	10.92	10.12	9.60	11.50	12.40	↓	P.SELL	11.50
ETEL.CA	TELECOM EGYPT/d	10.40	10.00	9.60	10.60	11.00	↓	P.SELL	10.60
CCAP.CA	CITADEL CAPITA/d	2.17	2.00	1.92	2.27	2.40	↓	P.SELL	2.40
ISPH.CA	IBNSINA PHARMA	9.35	9.05	8.90	9.85	10.30	↔	Hold	9.30
PHDC.CA	PALM HILL DEV /d	1.88	1.83	1.72	1.97	2.05	↓	P.SELL	2.05
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	5.08	4.94	4.68	5.55	6.00	↓	P.SELL	6.00
HELI.CA	HELIOPOLIS/d	23.45	23.00	21.80	24.85	25.90	↓	P.SELL	25.00
CIEB.CA	CREDIT AGRICOL/d	42.50	40.00	38.00	45.00	47.00	↔	Hold	40.00
EGCH.CA	EGYPT CHEM IND/d	5.36	5.05	4.70	5.65	6.10	↔	Hold	5.05
EMFD.CA	EMAAR MISR DEV/d	2.69	2.67	2.49	3.01	3.10	↔	Hold	2.67
OIH.CA	ORASCOM INVESTMENT HOLDING	0.56	0.54	0.52	0.59	0.62	↓	P.SELL	0.59
ORHD.CA	ORASCOM EGYPT/d	6.26	6.10	5.95	6.50	6.80	↓	P.SELL	6.80
EGTS.CA	EGYPTIAN RESOR/d	2.46	2.40	2.32	2.70	2.88	↔	Hold	2.40
ORWE.CA	ORIENTAL WEAVE/d	10.22	9.90	9.45	10.60	11.10	↔	Hold	9.90
IRON.CA	EGYPTIAN IR & /d	2.42	2.15	N.A	2.60	2.84	↓	P.SELL	2.60
ADIB.CA	ABU DHABI/d	11.90	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.