

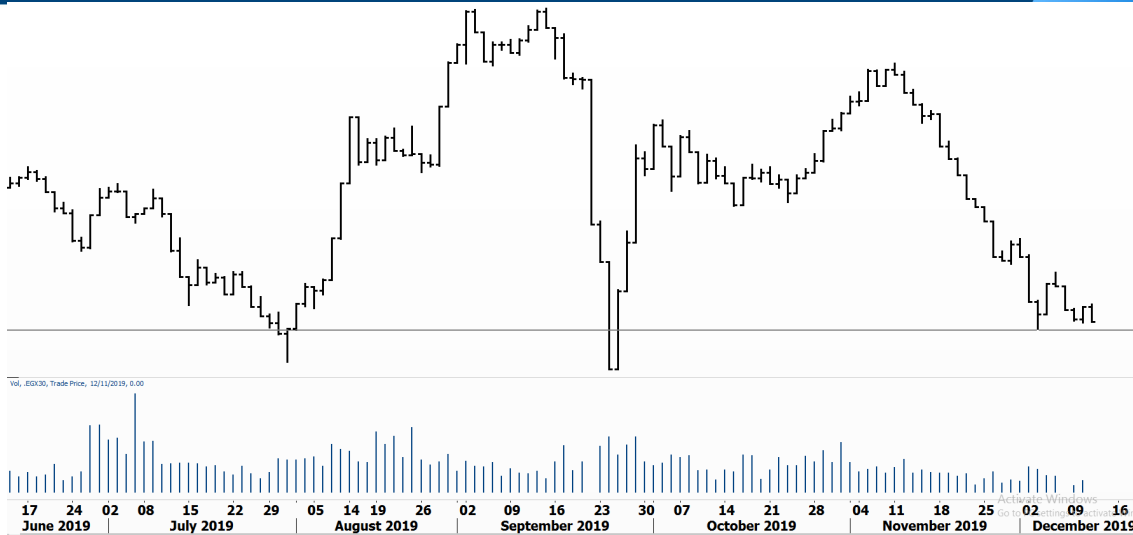


PIONEERSECURITIES

TECH TO THE POINT

12-Dec-19

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



Price USD		
15,000	Last	13,427.22
14,800	High Today	13,521.88
14,600	Low Today	13,427.22
14,400	Volume	M 52.995
14,200	First Support	13,380.00
14,000	Second Support	13,200.00
13,800	First Resistance	13,700.00
13,600	Second Resistance	14,100.00
13,427.22	Stop Loss	
13,200	HISTORICAL RETURN %	
13,000	WEEK	-1.53%
12,800	1 MONTH	-9.09%
12,600	QUARTER	-10.57%
12,400	1 YEAR	6.02%
12,200	YTD	3.00%

Analysis

The market was not able to maintain Tuesday's rise and witnessed a significant decline to close at the week's low, helped by Rameda's ugly performance and SKPC's very bearish news.

As we can see, the market is very sensitive to bearish news, which is not a good sign for the market. A break below 13,380 will trigger the next stop and our minimum target will be set around 13,200. It is important to understand that a retest of the 13,200 level will put this major support in jeopardy. In other words, a break below 13,380 is not a good sign for the market.

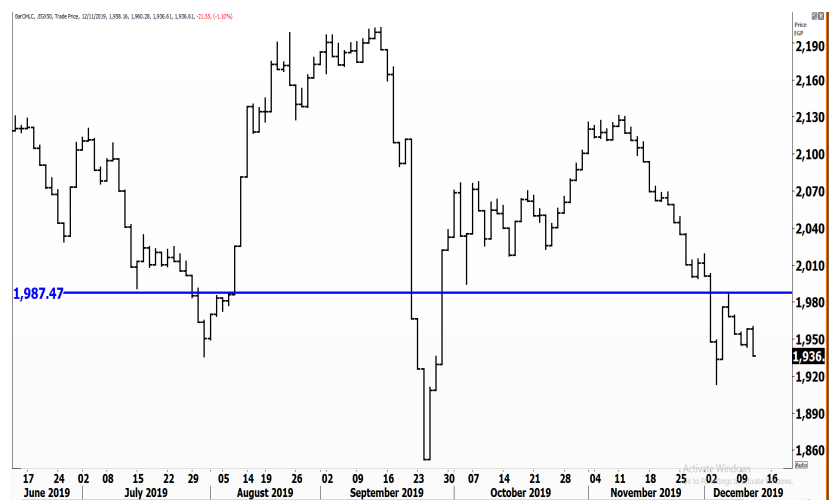
We will keep our re-entry signal as it is; a break above 13,700. We do not recommend stepping in before a clear breakout above this level.

Egyptian Exchange Equal Weights Index EGX50

Analysis

No higher lows appeared as the index broke below yesterday's low, closing 1.1% down. We reiterate our recommendation to step in at a breakout above the minor peak that lies at 1,990. On the other hand, if the EGX 50 index breaks below 1,915, this will be a bearish signal and will probably lead our markets to new low.

We have nothing to do but to respect our losses and wait for clear market strength before thinking of stepping in.



Resistance

No stocks broke their resistance yesterday.

Support

SKPC 

It goes without saying that the most bearish news ever is a “capital increase” news. SKPC was violently hit with this news, which took the stock to its limit low. Unfortunately, this also affected the rest of the market negatively because of the overall bearish sentiment among investors. SKPC is expected to reach 8 initially.

Testing

Support

AMOC 

The 3.5 level is the major support for AMOC. If this level is hit downwards, a clear sell signal will be triggered and the target will be set around 2.85-2.9 initially. Those who have positions should place a strict stop below 3.5.

MFPC 

Closed at 61 and approaching its support range that lies at the 58.5-60 area. This support might hold the decline. We do not recommend buying, however, unless a clear rebound occurs.

Resistance

ACAMD 

The stock has two resistance levels. The first one at 2.7, while the second resistance lies at 2.85-2.9. We recommend waiting for the second one to be broken before stepping in. Those who want to buy at the 2.7 breakout should use a close and strict stop.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	78.00	77.00	76.00	79.50	81.00	↔	Hold	77.00
EAST.CA	EASTERN CO/d	14.86	14.60	14.30	15.70	16.20	↔	Hold	14.60
SWDY.CA	ELSWEDY ELECTR/d	11.35	10.90	10.35	12.00	12.60	↓	P.SELL	12.60
TMGH.CA	TALAT MOSTAFA/d	8.18	8.17	7.95	8.70	9.00	↓	P.SELL	9.35
SKPC.CA	SIDI KERIR PET/d	9.47	9.45	8.70	10.60	11.77	↓	P.SELL	11.77
EKHO.CA	EGYPT KUWAIT H/d	1.32	1.29 \$	1.26 \$	1.37 \$	1.40 \$	↓	P.SELL	1.37
HRHO.CA	EFG HERMES HOL/d	15.96	15.85	15.20	17.35	18.00	↓	P.SELL	18.00
ORAS.CA	ORASCOM CONST/d	98.15	95.00	91.00	103.00	106.00	↔	Hold	95.00
AMOC.CA	ALX MINERAL OI/d	3.71	3.55	3.30	3.97	4.10	↓	P.SELL	4.10
MNHD.CA	NASR CITY HOUS/d	4.50	4.55 *	4.20	4.90	5.20	↓	P.SELL	4.90
CIRA.CA	Cairo Investment & Real Estate	13.00	11.55	10.98	13.00	13.50	↔	Hold	13.00
OCDI.CA	6TH OCT DEV IN/d	14.20	13.30	12.99	14.60	15.20	↓	P.SELL	15.20
JUFO.CA	JUHAYNA FOOD I/d	8.03	8.00	7.70	9.20	10.00	↔	Hold	10.00
ESRS.CA	EZZ STEEL/d	11.02	10.12	9.60	11.50	12.40	↓	P.SELL	11.50
ETEL.CA	TELECOM EGYPT/d	10.43	10.00	9.60	10.60	11.00	↓	P.SELL	10.60
CCAP.CA	CITADEL CAPITA/d	2.16	2.00	1.92	2.27	2.40	↓	P.SELL	2.40
ISPH.CA	IBNSINA PHARMA	9.30	9.05	8.90	9.85	10.30	↔	Hold	9.30
PHDC.CA	PALM HILL DEV /d	1.87	1.83	1.72	1.97	2.05	↓	P.SELL	2.05
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	5.10	4.94	4.68	5.55	6.00	↓	P.SELL	6.00
HELI.CA	HELIOPOLIS/d	23.30	23.00	21.80	24.85	25.90	↓	P.SELL	25.00
CIEB.CA	CREDIT AGRICOL/d	41.50	40.00	38.00	45.00	47.00	↔	Hold	40.00
EGCH.CA	EGYPT CHEM IND/d	5.15	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	6.10	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	10.30	9.90	9.45	10.60	11.10	↔	Hold	9.90
IRON.CA	EGYPTIAN IR & /d	2.41	2.15	N.A	2.60	2.84	↓	P.SELL	2.60
ADIB.CA	ABU DHABI/d	12.00	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.