

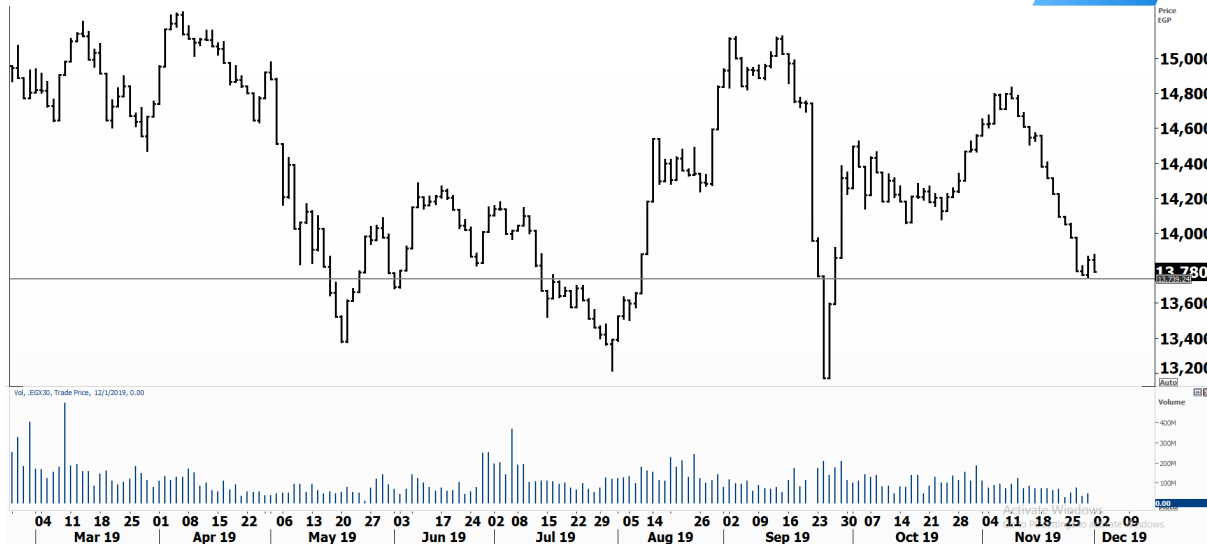


PIONEERSECURITIES

# TECH TO THE POINT

3-Dec-19

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



Last	13,537.80
High Today	13,791.47
Low Today	13,537.80
Volume	M 94.861
First Support	13,200.00
Second Support	12,600.00
First Resistance	14,050.00
Second Resistance	14,300.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	-3.12%
1 MONTH	-7.01%
1 QUARTER	-10.41%
1 YEAR	2.95%
YTD	3.85%

## Analysis

The market panicked yesterday as sellers began to step in slightly. Unfortunately, the complete absence of buyers leads to panic selling even when selling pressure is not strong. This is our main problem in the market, which is not a good sign.

Support lies at 13,200; the EGX 30 index closed at 13,500 and it is approaching this major support. As we know, a break below 13,200 is bearish on the intermediate-term.

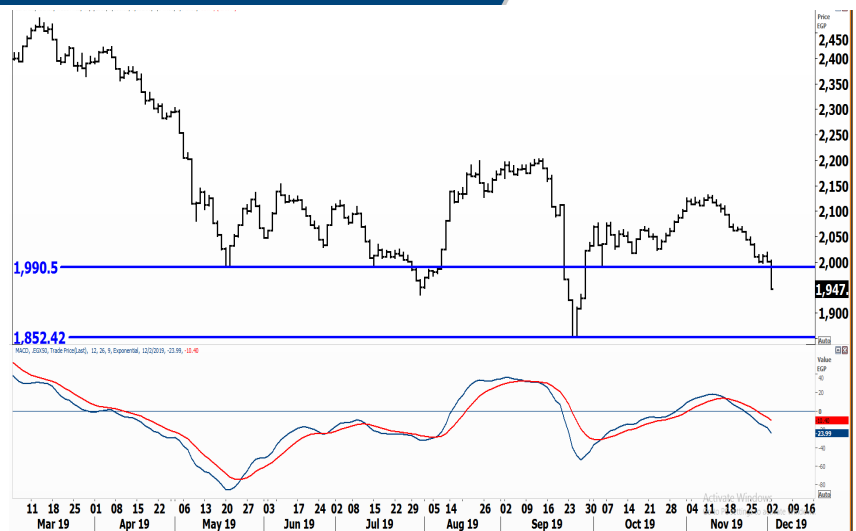
For now, we should wait and not risk to buy anything until a clear rebound takes place.

## Egyptian Exchange Equal Weights Index EGX50

### Analysis

The EGX 50's minor support was slaughtered yesterday as the index closed at 1,940. We do not see any level to stop the decline before 1,850. Thus, we are still out of the market until a new rebound occurs.

The panic that occurred yesterday invited more sellers to join the party; this is obviously due to the lack of buying power. We will not do anything but to wait for a clear rebound before recommending to step in.



## Resistance

No stocks broke their resistance yesterday.

## Support

**SWDY**

Broke its next support with no hesitation, closing clearly below 11.5. SWDY is hitting a 24 month low, which is a bearish signal for the stock. SWDY is now on the sell sheet until it breaks 11.85 upwards. If the 11.5 violation is confirmed, the stock will be eligible to approach 9-9.5.

**ESRS**

Closed at 10.5 after clearly breaking below support. Minimum target lies around 9.5, followed by 8.25.

**TMGH**

The break below 8.7, if confirmed, is a bearish signal from an intermediate-term time dimension. TMGH witnessed an intraday rebound yesterday but it still needs to trade back above 8.7. If it fails to break this level upwards, it will reverse its major trend to down, which will lead it to much lower levels.

**SKPC**

Broke its previous peak that lies at 10.8 and closed at 10.62 at the end of the session. SKPC might reach 9.5 if it does not rebound today. We expect to see buying power entering the stock at this support level.

## Testing

### Support

**EGTS**

EGTS is challenging its important support that lies at 2.55. A break below this level will confirm a double top with a target around 1.8. Position holders are recommended to sell if the 2.55 violation occurs.

**OCDI**

Witnessed a strong decline yesterday, contrary to our previous expectations, to close at 13.71 at its bottom. If the stock declines more today, it will probably reach the 12.65 level, which is the major support of the stock.

### 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	78.01	77.00	76.00	81.00	85.00	↔	Hold	77.00
EAST.CA	EASTERN CO/d	14.61	14.60*	14.30	15.70	16.20	↔	Hold	14.60*
SWDY.CA	ELSWEDY ELECTR/d	11.30	11.15	10.35	12.33	12.60	↓	P.SELL	12.00
TMGH.CA	TALAT MOSTAFA/d	8.57	8.20	7.95	9.00	9.35	↓	P.SELL	9.35
SKPC.CA	SIDI KERIR PET/d	10.62	10.20	9.50	11.77	12.50	↓	P.SELL	11.77
EKHO.CA	EGYPT KUWAIT H/d	1.35	1.34 \$	1.29 \$	1.40 \$	1.45 \$	↓	P.SELL	1.40
HRHO.CA	EFG HERMES HOL/d	16.80	16.20	15.85	18.00	18.50	↓	P.SELL	18.00
ORAS.CA	ORASCOM CONST/d	98.00	95.00	91.00	103.00	106.00	↔	Hold	95.00
AMOC.CA	ALX MINERAL OI/d	3.64	3.70 *	3.30	4.10	4.30	↓	P.SELL	4.10
MNHD.CA	NASR CITY HOUS/d	4.60	4.45	4.20	5.00	5.20	↓	P.SELL	5.00
CIRA.CA	Cairo Investment & Real Estate	12.00	11.55	10.98	13.00	13.50	↔	Hold	13.00
OCDI.CA	6TH OCT DEV IN/d	13.71	13.70*	12.99	15.00	15.70	↓	P.SELL	15.00
JUFO.CA	JUHAYNA FOOD I/d	8.20	8.00	7.70	9.20	10.00	↔	Hold	10.00
ESRS.CA	EZZ STEEL/d	10.50	10.45	9.60	11.50	12.40	↓	P.SELL	11.50
ETEL.CA	TELECOM EGYPT/d	10.15	10.00	9.60	10.60	11.00	↓	P.SELL	10.60
CCAP.CA	CITADEL CAPITA/d	2.10	1.92	1.72	2.34	2.60	↓	P.SELL	2.34
ISPH.CA	IBNSINA PHARMA	9.30	9.30 *	8.90	9.85	10.30	↔	Hold	9.30 *
PHDC.CA	PALM HILL DEV /d	1.84	1.72	1.50	1.97	2.05	↓	P.SELL	2.05
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	5.75	5.50	5.30	6.07	6.20	↔	Hold	6.20
HELI.CA	HELIOPOLIS/d	23.77	23.00	21.80	25.00	25.90	↓	P.SELL	25.90
CIEB.CA	CREDIT AGRICOL/d	43.25	40.00	38.00	45.00	47.00	↔	Hold	40.00
EGCH.CA	EGYPT CHEM IND/d	5.20	5.05	4.70	5.65	6.10	↔	Hold	5.05
EMFD.CA	EMAAR MISR DEV/d	2.73	2.72	2.49	3.01	3.10	↔	Hold	2.70
OIH.CA	ORASCOM INVESTMENT HOLDING	0.55	0.55*	0.52	0.59	0.62	↓	P.SELL	0.59
ORHD.CA	ORASCOM EGYPT/d	6.30	6.23	5.95	6.80	7.15	↓	P.SELL	6.80
EGTS.CA	EGYPTIAN RESOR/d	2.55	2.55*	2.40	2.88	3.02	↔	Hold	2.55*
ORWE.CA	ORIENTAL WEAVE/d	10.01	9.90	9.45	10.60	11.10	↔	Hold	9.90
IRON.CA	EGYPTIAN IR & /d	2.36	2.15	N.A	2.60	2.84	↓	P.SELL	2.60
ADIB.CA	ABU DHABI/d	12.00	11.50	11.00	12.70	13.20	↓	P.SELL	12.70

## 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.