

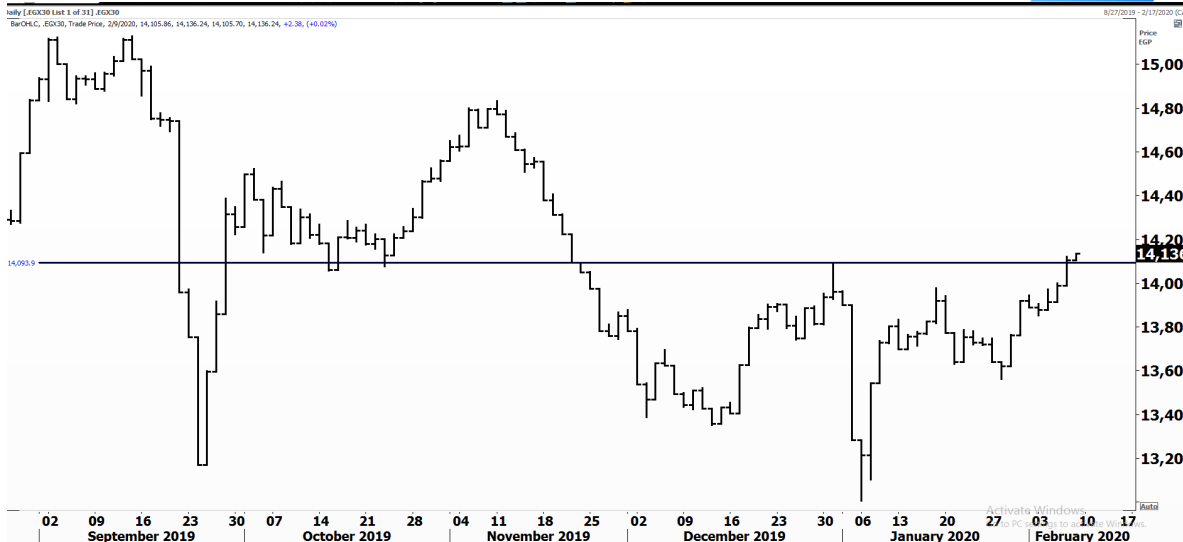


PIONEERSECURITIES

TECH TO THE POINT

10-Feb-2020

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



Last	14,108.24
High Today	14,137.22
Low Today	14,105.70
Volume	M 74.044
First Support	13,850.00
Second Support	13,600.00
First Resistance	14,100.00*
Second Resistance	14,300.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	1.58%
1 MONTH	2.76%
1 QUARTER	-4.65%
1 YEAR	-4.37%
YTD	1.05%

Analysis

The EGX 30 index closed at 14,136 yesterday but it should be noted that the Hermes Last closed at its low; in other words, the market declined in the second half of the session as most of the stocks closed below their session's mid-range.

Thus, we are waiting for this breakout confirmation before turning bullish. If a decline occurs, we will begin looking at buying opportunities at lower levels. For now, let us wait and see how the market will react at current levels.

As we mentioned before, market breadth is getting better than before, this is why any market decline should not be severe like previous market falls. If this breakout is confirmed, we will also be buyers.

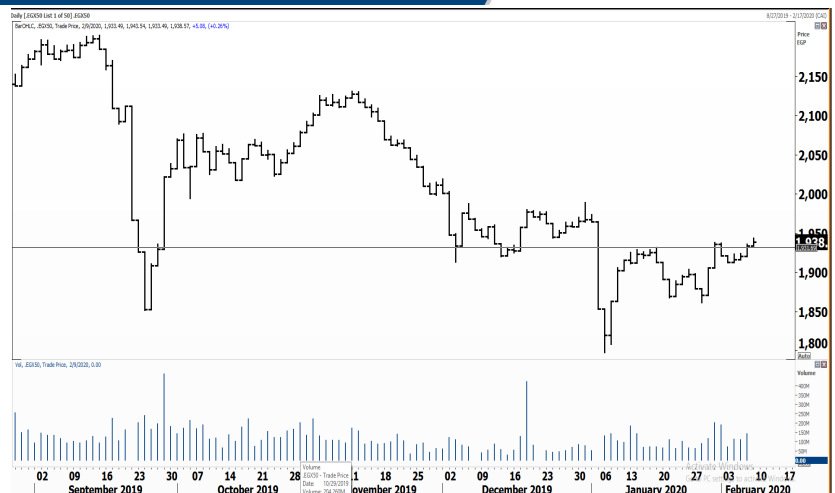
Egyptian Exchange Equal Weights Index EGX50

Analysis


The EGX 50 index closed slightly above 1,930-1,935; as we just mentioned, we still need more confirmation for a clear entry signal.

Having said that, a minor decline might occur from these levels. Such a decline should create a new higher low, which will create a chance to enter the market at lower prices.

Volumes began to increase lately but we still need to see a higher market turnover. This will probably occur with the breakout confirmation.



Resistance

HRHO  The stock broke 16.5 upwards and closed at 16.75 at the end of yesterday's session. First target lies at 17.5. A breakout above this level will probably lead the stock near 19.

EMFD  Broke its resistance that lies at 2.95 with moderate volumes. If EMFD trades above 3 today, it will probably reach 3.2-3.25 in a short period of time. Next target will be set around 3.45.


Support


No stocks broke their support yesterday.

Testing

Support

Resistance

OCDI  If the stock breaks above 13.5, a new buy signal will be triggered with a target around 15.5. First hurdle will be set near 14.5 but we believe that the 15.5 will be hit, especially if the 13.5 breakout comes with high volumes. Those who want to step in are recommended to buy at the breakout.

CCAP  Approached its resistance that lies at 2.5 but witnessed selling pressure to close at the low. CCAP should respect its next support that lies at 2.2. We expect the 2.25-2.3 range to halt any potential decline. If the stock rebounds from this support area a new buy signal will probably be triggered as the 2.5 level will be expected to be broken upwards.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	86.00	84.00	82.00	87.00	90.00	↑	Hold	82.00
EAST.CA	EASTERN CO/d	15.75	15.20	14.70	16.05	16.20	↔	Hold	15.20
SWDY.CA	ELSWEDY ELECTR/d	10.66	10.40	10.20	11.40	11.80	↔	Hold	10.40
TMGH.CA	TALAT MOSTAFA/d	8.15	7.77	7.40	8.35	8.70	↔	Hold	8.35
SKPC.CA	SIDI KERIR PET/d	9.47	9.15	8.95	10.00	10.25	↔	Hold	8.95
EKHO.CA	EGYPT KUWAIT H/d	1.27	1.24 \$	1.20 \$	1.29 \$	1.34 \$	↔	Hold	1.29
HRHO.CA	EFG HERMES HOL/d	16.75	16.30	15.90	16.70*	17.50	↔	Hold	15.90
ORAS.CA	ORASCOM CONST/d	97.00	94.00	90.50	99.00	104.00	↔	Hold	100.00
AMOC.CA	ALX MINERAL OI/d	3.53	3.45	3.22	3.73	3.88	↔	Hold	3.73
MNHD.CA	NASR CITY HOUS/d	4.75	4.55	4.40	4.95	5.20	↔	Hold	4.55
CIRA.CA	Cairo Investment & Real Estate	13.49	12.50	11.55	14.00	15.00	↑	Hold	12.50
OCDI.CA	6TH OCT DEV IN/d	13.08	12.50	11.65	13.60	14.50	↔	Hold	13.60
JUFO.CA	JUHAYNA FOOD I/d	9.00	8.80	8.00	9.80	10.00	↔	Hold	10.00
ESRS.CA	EZZ STEEL/d	9.00	8.60	7.90	9.16	10.12	↔	Hold	8.60
ETEL.CA	TELECOM EGYPT/d	13.70	12.60	11.22	15.00	16.00	↑	Hold	11.22
CCAP.CA	CITADEL CAPITA/d	2.38	2.29	2.10	2.50	2.62	↔	Hold	2.50
ISPH.CA	IBNSINA PHARMA	8.35	8.27	8.00	9.00	9.50	↔	Hold	9.50
PHDC.CA	PALM HILL DEV /d	1.63	1.55	1.50	1.70	1.84	↔	Hold	1.70
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	5.58	5.50	5.30	6.00	6.30	↔	Hold	5.50
HELI.CA	HELIOPOLIS/d	21.25	20.20	19.15	21.80	22.70	↔	Hold	20.20
CIEB.CA	CREDIT AGRICOL/d	43.50	40.00	38.00	45.00	47.00	↔	Hold	40.00
EGCH.CA	EGYPT CHEM IND/d	5.45	5.30	5.05	6.10	6.25	↔	Hold	5.30
EMFD.CA	EMAAR MISR DEV/d	3.06	2.97	2.87	3.13	3.22	↔	Hold	2.87
OIH.CA	ORASCOM INVESTMENT HOLDING	0.53	0.52	0.50	0.56	0.58	↔	Hold	0.58
ORHD.CA	ORASCOM EGYPT/d	5.65	5.50	5.28	6.10	6.45	↔	Hold	5.50
EGTS.CA	EGYPTIAN RESOR/d	2.29	2.20	2.12	2.51	2.65	↔	Hold	2.51
PORT.CA	PORTO GROUP	0.60	0.55	0.52	0.61	0.64	↔	Hold	0.52
AUTO.CA	AUTO GHABBOUR	3.36	3.34	3.20	3.57	3.68	↔	Hold	3.57
DSCW.CA	DICE SPORT AND CASUAL WEAR	0.99	0.93	0.88	1.00	1.07	↔	Hold	1.00

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.