

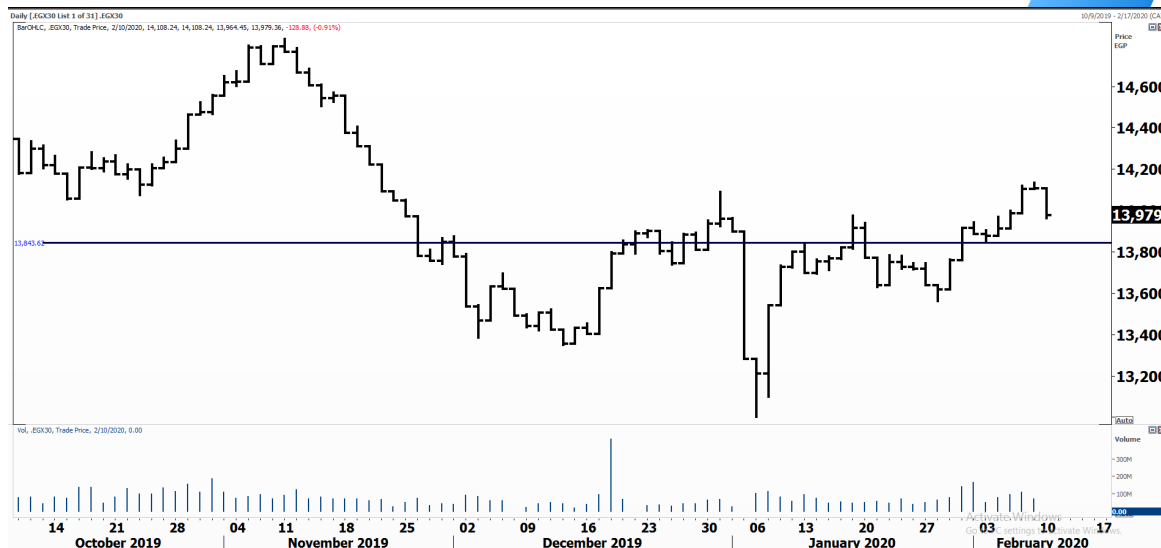


PIONEERSECURITIES

TECH TO THE POINT

11-Feb-2020

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



| | |
|---------------------|-----------|
| Last | 13,979.36 |
| High Today | 14,108.24 |
| Low Today | 13,964.45 |
| Volume M | 73.581 |
| 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 | 0.73% |
| 1 MONTH | 1.82% |
| 1 QUARTER | -5.35% |
| 1 YEAR | -5.31% |
| YTD | 0.13% |

Analysis

The EGX 30 index closed at 13,979 after it failed to confirm its breakout; we should be waiting for a higher low to occur. If the index rises from 13,800 or slightly above, this will be considered as a bullish signal. Thus, we will be watching where this decline will take us and enter at the first market rebound.

On the other hand, a clear breakout above 14,100 will trigger a confirmed buy signal. As for our expectations, we still believe that this decline will probably not take the market to new lows, which makes us more biased to the bullish side of the coin.

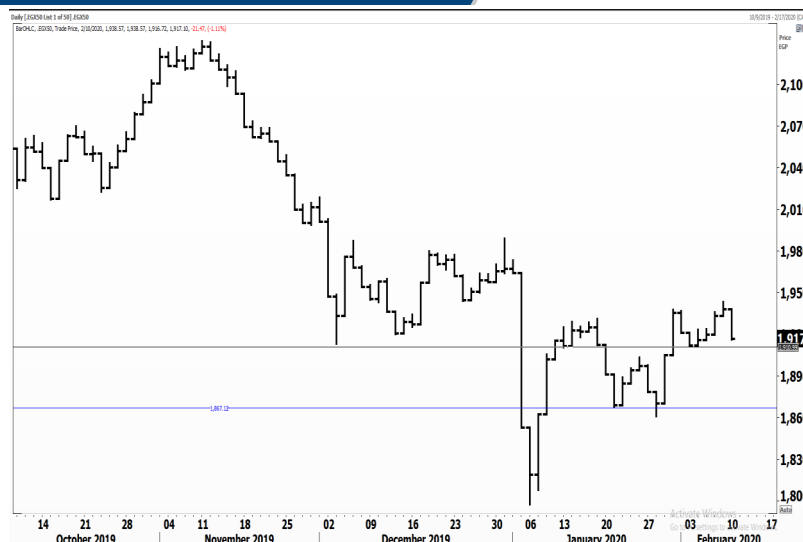
Egyptian Exchange Equal Weights Index EGX50

Analysis


The EGX 50 index closed at 1,917 and did not confirm its 1,930 breakout. Those who are very short-term in nature can place their stop below 1,910; a break below this level will lead the index near 1,860 where a stronger support will appear.


Our buy signal will be triggered either at a rebound off support or at a break above 1,930-1,935.

Until now no confirmed buy signal is triggered.



Resistance

DSCW  Broke 0.95 upwards and closed clearly above it with high volumes. First target lies at 1.1, followed by 1.25. Those who want to step in are recommended to buy at intraday dips.


KABO  Broke above 0.78, closing at 0.8 at the end of the session. First resistance lies at 0.9; those who have positions are recommended to sell near this level.


Support

No stocks broke their support yesterday.


Testing

Support

AUTO  The 3.3-3.35 is a support for the stock. If a rebound occurs from these levels, the stock will probably meet resistance near 3.6. We do not recommend entering until the 3.6-3.7 range is clearly broken to the upside.

ORAS  First support lies at 94-95 where the stock is currently trading. If this support is violated, the stock will reach 90 initially. Resistance lies at 99.5-100; only a break above this level will trigger a buy signal.

Resistance

ALUM  The stock is approaching its important resistance that lies at 16. A clear and confirmed breakout above this level will trigger a new entry signal with a target near 18.5. We do not recommend stepping in before the breakout.

| Symbol | S. Description | Last | Support 1 | Support 2 | Resistance 1 | Resistance 2 | Trend | Recommendation | Stop Loss/ Re-Entry |
|---------|--------------------------------|-------|-----------|-----------|--------------|--------------|-------|----------------|------------------------|
| COMI.CA | COM INTL BK/d | 86.30 | 84.00 | 82.00 | 87.00 | 90.00 | ↑ | Hold | 82.00 |
| EAST.CA | EASTERN CO/d | 15.39 | 15.20 | 14.70 | 16.05 | 16.20 | ↔ | Hold | 15.20 |
| SWDY.CA | ELSWEDY ELECTR/d | 10.74 | 10.40 | 10.20 | 11.40 | 11.80 | ↔ | Hold | 10.40 |
| TMGH.CA | TALAT MOSTAFA/d | 8.10 | 7.77 | 7.40 | 8.35 | 8.70 | ↔ | Hold | 8.35 |
| SKPC.CA | SIDI KERIR PET/d | 9.35 | 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 | 16.69 | 16.30 | 15.90 | 16.70 | 17.50 | ↔ | Hold | 15.90 |
| ORAS.CA | ORASCOM CONST/d | 95.00 | 94.00 | 90.50 | 99.00 | 104.00 | ↔ | Hold | 100.00 |
| AMOC.CA | ALX MINERAL OI/d | 3.46 | 3.45 | 3.22 | 3.73 | 3.88 | ↔ | Hold | 3.73 |
| MNHD.CA | NASR CITY HOUS/d | 4.65 | 4.55 | 4.40 | 4.95 | 5.20 | ↔ | Hold | 4.55 |
| CIRA.CA | Cairo Investment & Real Estate | 13.25 | 12.50 | 11.55 | 14.00 | 15.00 | ↑ | Hold | 12.50 |
| OCDI.CA | 6TH OCT DEV IN/d | 12.95 | 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 | 8.87 | 8.60 | 7.90 | 9.16 | 10.12 | ↔ | Hold | 8.60 |
| ETEL.CA | TELECOM EGYPT/d | 13.40 | 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 | 8.89 | 8.27 | 8.00 | 9.00 | 9.50 | ↔ | Hold | 9.50 |
| PHDC.CA | PALM HILL DEV /d | 1.61 | 1.55 | 1.50 | 1.70 | 1.84 | ↔ | Hold | 1.70 |
| CLHO.CA | CLEOPATRA HOSPITAL COMPANY | 5.60 | 5.50 | 5.30 | 6.00 | 6.30 | ↔ | Hold | 5.50 |
| HELI.CA | HELIOPOLIS/d | 21.18 | 20.20 | 19.15 | 21.80 | 22.70 | ↔ | Hold | 20.20 |
| CIEB.CA | CREDIT AGRICOL/d | 43.46 | 40.00 | 38.00 | 45.00 | 47.00 | ↔ | Hold | 40.00 |
| EGCH.CA | EGYPT CHEM IND/d | 5.46 | 5.30 | 5.05 | 6.10 | 6.25 | ↔ | Hold | 5.30 |
| EMFD.CA | EMAAR MISR DEV/d | 3.05 | 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 | 5.60 | 5.50 | 5.28 | 6.10 | 6.45 | ↔ | Hold | 5.50 |
| EGTS.CA | EGYPTIAN RESOR/d | 2.28 | 2.20 | 2.12 | 2.51 | 2.65 | ↔ | Hold | 2.51 |
| PORT.CA | PORTO GROUP | 0.59 | 0.55 | 0.52 | 0.61 | 0.64 | ↔ | Hold | 0.52 |
| AUTO.CA | AUTO GHABBOUR | 3.34 | 3.34 * | 3.20 | 3.57 | 3.68 | ↔ | Hold | 3.57 |
| DSCW.CA | DICE SPORT AND CASUAL WEAR | 1.02 | 0.94 | 0.88 | 1.07 | 1.10 | ↑ | P.Buy | 0.94 |

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.