

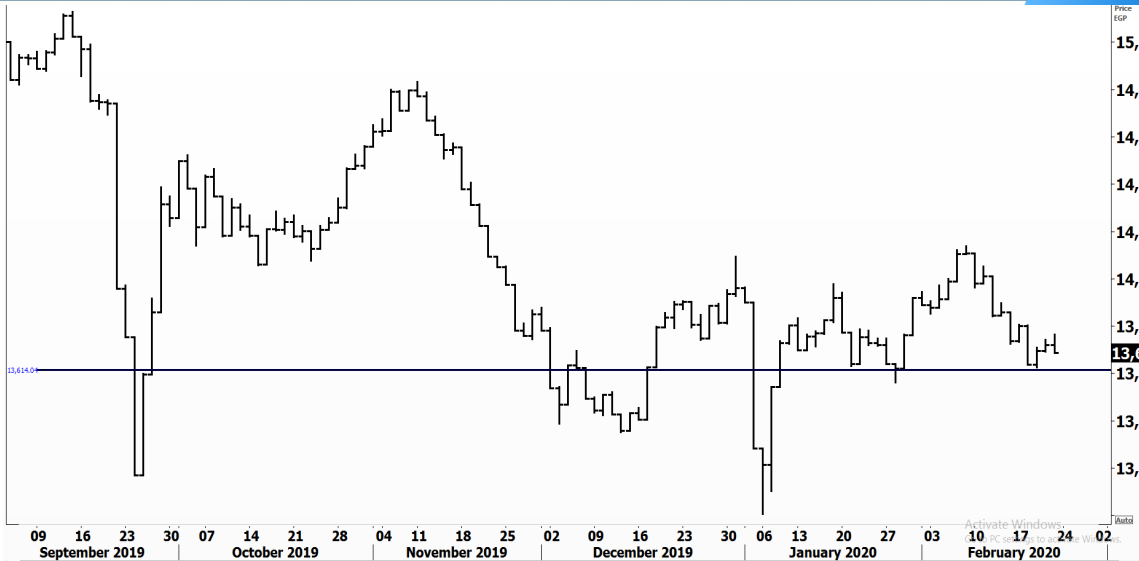


PIONEERSECURITIES

# TECH TO THE POINT

24-Feb-2020

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



Last	13,688.05
High Today	13,763.24
Low Today	13,688.05
Volume	M 55.672
First Support	13,600.00
Second Support	13,200.00
First Resistance	13,800.00
Second Resistance	14,100.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	-0.36%
1 MONTH	-0.29%
1 QUARTER	-2.57%
1 YEAR	-9.63%
YTD	-1.96%

### Analysis

Another weak day that came after a shy trial from buyers to bring the market up. The EGX 30 index closed at 13,688 and is approaching a minor support at 13,600. Short-term investors can place their stop below 13,600.

On the other hand, we should wait for a continuous market rise to turn bullish. As we can see, any market rise is followed by significant selling pressure. It is important to note, however, that sellers get weaker when prices fall. This is a typical sideways trend where no one is able to grab control.

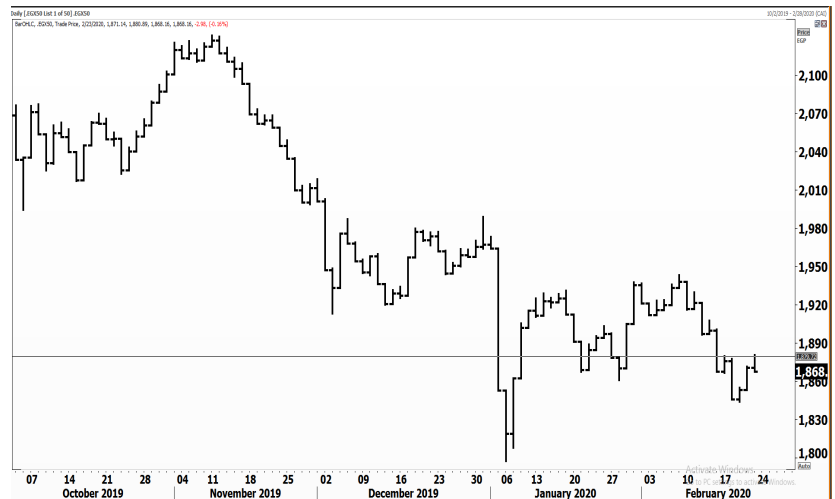
## Egyptian Exchange Equal Weights Index EGX50

### Analysis


The EGX 50 index tried to break above 1,880 but was not able to close above it. The index closed at 1,868 at the end of the session and closed almost unchanged.

Our current support lies at 1,840; this level should halt any potential decline. Thus, stops should be placed below this minor bottom.

We will not step in until the 1,880 is broken on a daily basis.



## Resistance

**ALUM**  Broke 16.3 upwards to close at 16.55 at the end of the session. The stock needs confirmation before stepping in. We prefer to wait for a clear breakout above 17.25, which is an important peak on the weekly chart.


**MENA**  If the stock continues trading above the 3.7-3.75 range it will probably witness another rising leg. Thus we should wait for a rebound from current levels. If the stock rebounds from here, it will probably reach 4.2.


## Support

No stocks closed below their support yesterday.

## Testing

### Support

**ORAS**  The 90 level is the current support for the stock. Those who are holding positions are recommended to place their stop below this level. If ORAS breaks below 90 it will probably reach mid eighties.

**PHDC**  Testing its support at 1.45. PHDC is one of the most underperformers in the EGX 30. The stock is bearish since it broke below 2. We do not recommend buying unless it confirms a breakout above 1.75. Such a breakout is not easy to occur under current circumstances.

## 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	86.00	84.00	82.00	87.00	90.00	↑	Hold	82.00
EAST.CA	EASTERN CO/d	15.35	15.20	14.70	16.05	16.20	↔	Hold	15.20
SWDY.CA	ELSWEDY ELECTR/d	10.00	9.30	9.00	10.23	11.40	↓	P.SELL	10.23
TMGH.CA	TALAT MOSTAFA/d	7.69	7.40	7.10	8.35	8.70	↔	Hold	8.35
SKPC.CA	SIDI KERIR PET/d	8.40	8.10	7.80	9.16	10.00	↔	Hold	7.80
EKHO.CA	EGYPT KUWAIT H/d	1.22	1.20 \$	1.16 \$	1.24 \$	1.29 \$	↔	Hold	1.29
HRHO.CA	EFG HERMES HOL/d	16.33	16.30	15.90	16.99	17.50	↔	Hold	15.90
ORAS.CA	ORASCOM CONST/d	92.50	90.00	87.00	97.00	99.00	↓	P.SELL	99.00
AMOC.CA	ALX MINERAL OI/d	3.16	3.10	3.00	3.50	3.73	↔	Hold	3.10
MNHD.CA	NASR CITY HOUS/d	4.49	4.41	4.10	4.95	5.20	↔	Hold	4.95
CIRA.CA	Cairo Investment & Real Estate	0.00	12.50	11.55	14.00	15.00	↑	Hold	12.50
OCDI.CA	6TH OCT DEV IN/d	12.93	12.50	11.65	13.60	14.50	↔	Hold	13.60
JUFO.CA	JUHAYNA FOOD I/d	8.35	8.00	7.00	9.80	10.00	↔	Hold	10.00
ESRS.CA	EZZ STEEL/d	8.30	8.05	7.80	8.60	9.25	↔	Hold	9.25
ETEL.CA	TELECOM EGYPT/d	11.87	11.75	11.22	15.00	16.00	↑	Hold	11.22
CCAP.CA	CITADEL CAPITA/d	2.21	2.18	2.10	2.50	2.62	↔	Hold	2.50
ISPH.CA	IBNSINA PHARMA	8.71	8.27	8.00	9.00	9.50	↔	Hold	9.50
PHDC.CA	PALM HILL DEV /d	1.47	1.45	1.33	1.70	1.84	↔	Hold	1.70
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	5.47	5.40	5.30	5.77	6.00	↔	Hold	6.00
HELI.CA	HELIOPOLIS/d	18.50	18.50*	17.00	20.14	21.80	↓	P.SELL	21.80
CIEB.CA	CREDIT AGRICOL/d	43.10	40.00	38.00	45.00	47.00	↔	Hold	40.00
EGCH.CA	EGYPT CHEM IND/d	5.28	5.05	4.80	5.60	6.10	↔	Hold	5.60
EMFD.CA	EMAAR MISR DEV/d	2.85	2.85	2.75	3.13	3.22	↔	Hold	2.75
OIH.CA	ORASCOM INVESTMENT HOLDING	0.51	0.51 *	0.49	0.56	0.58	↔	Hold	0.56
ORHD.CA	ORASCOM EGYPT/d	5.14	5.10	4.50	5.60	5.80	↓	P.SELL	5.60
EGTS.CA	EGYPTIAN RESOR/d	2.40	2.12	2.00	2.51	2.65	↔	Hold	2.51
PORT.CA	PORTO GROUP	0.62	0.58	0.55	0.64	66.00	↔	Hold	0.55
AUTO.CA	AUTO GHABBOUR	3.15	3.10	2.95	3.35	3.60	↔	Hold	3.10
DSCW.CA	DICE SPORT AND CASUAL WEAR	1.05	0.94	0.88	1.06	1.10	↑	Hold	0.88

## 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.