

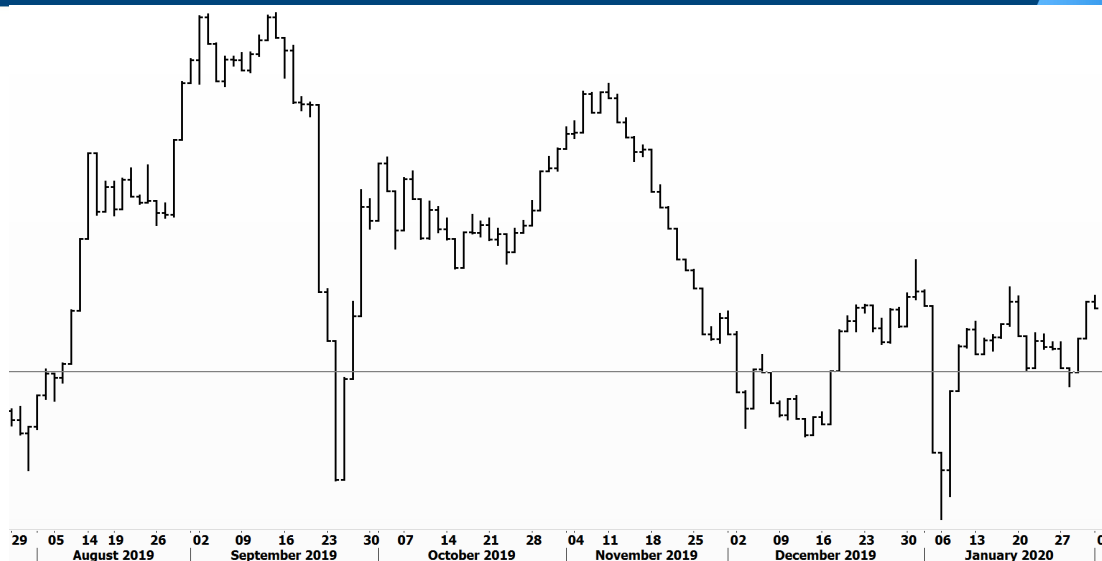


PIONEERSECURITIES

# TECH TO THE POINT

3-Feb-2020

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



15,000	Last	13,888.89
14,900	High Today	13,943.16
14,800	Low Today	13,888.89
14,700	Volume	M 166.013
14,600	First Support	13,600.00
14,500	Second Support	13,350.00
14,400	First Resistance	14,100.00
14,300	Second Resistance	14,300.00
14,200	Stop Loss	
14,100		
14,000		
13,888		
13,800		
13,700		
13,600		
13,500		
13,400		
13,300		
13,200		
13,100		
13,000		

HISTORICAL RETURN %	
1 WEEK	1.22%
1 MONTH	-0.08%
1 QUARTER	-5.02%
1 YEAR	-1.68%
YTD	-0.52%

## Analysis

The EGX 30 index was not able to break the 14,000 level to the upside and witnessed a decline to close at 13,888. If the market is bullish, this decline will not go beyond 13,650-13,700, this is why we recommend short-term investors to place their stop below 13,600.

On the other hand, our confirmed buy signal will be triggered at a clear breakout above the peak that lies at the 14,000-14,100 area. It is worth noting that equities worldwide began to show some weakness; this might lead to some pressure to our market. If, however, a rebound occurs from above 13,650 followed by a breakout above 14,100, a new buy signal will be triggered.

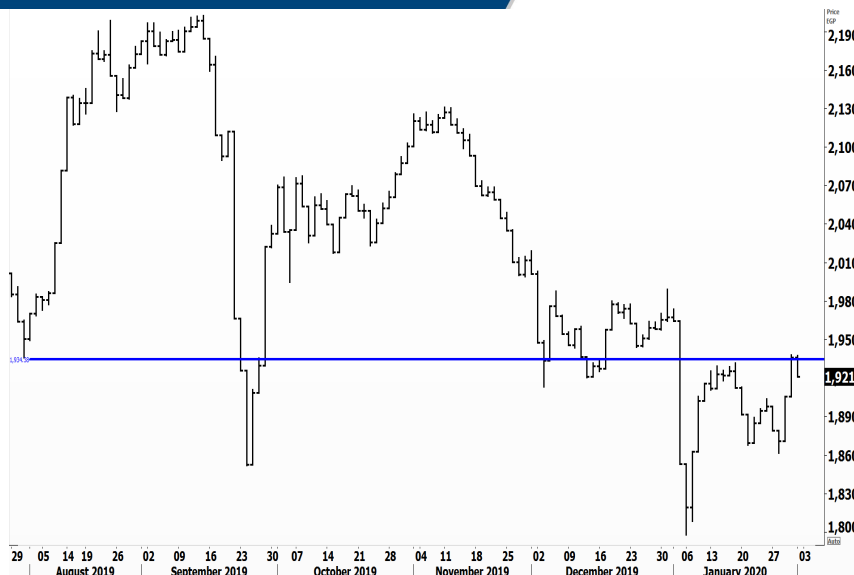
## Egyptian Exchange Equal Weights Index EGX50

### Analysis

The 1,930 level is still serving as resistance after the index failed to break above it. The EGX 50 index tried to break this resistance upwards but was not able to close above it.

Next dip should lead the index near 1,880-1,890 where buying power is expected to appear. If a rise occurs from this level a higher low will be triggered, which will be considered bullish for the market.

Our entry signal will be triggered at a confirmed breakout above 1,930.



## Resistance


No stocks broke their resistance yesterday.


## Support

No stocks broke their support yesterday.


## Testing


### Support

**HELI**  The 20.15 level is the current support for the stock. A break below it will trigger stops. Those who want to step in are recommended to wait for a minimum confirmation before buying. A break above 21.6 will trigger a short-term buy signal.

**ADIB**  The 12.5-12.6 range should serve as support. Any clear break below this support range will take ADIB to 11.25 where buying power will probably appear.

### Resistance

**ETEL**  Closed at 13.59 after testing 15, which is an important resistance for the stock. ETEL witnessed a 20% rise in the beginning of the session and lost half of these gains to close at 13.59 at the end of the session. We expect a decline near 12 before the upward move ensues.

**SWDY**  Challenged its resistance that lies at 11.5 but failed to break it to the upside. The stock closed at 10.6 and is probably on its way to retest 10.5. Our buy signal will be triggered at a breakout above 11.5.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	85.14	83.00	80.00	88.00	90.00	↑	Hold	80.00
EAST.CA	EASTERN CO/d	14.82	14.60	13.50	15.20	15.60	↔	Hold	14.60
SWDY.CA	ELSWEDY ELECTR/d	10.96	10.40	9.30	11.20	11.80	↓	P.SELL	11.80
TMGH.CA	TALAT MOSTAFA/d	8.10	7.77	7.14	8.30	8.70	↓	P.SELL	8.70
SKPC.CA	SIDI KERIR PET/d	9.16	8.00	7.35	9.67	10.25	↔	Hold	9.67
EKHO.CA	EGYPT KUWAIT H/d	1.25	1.20 \$	1.17 \$	1.29 \$	1.34 \$	↓	P.SELL	1.34
HRHO.CA	EFG HERMES HOL/d	16.07	15.50	15.00	16.60	17.50	↓	P.SELL	16.60
ORAS.CA	ORASCOM CONST/d	95.60	91.00	87.00	99.00	104.00	↓	P.SELL	104.00
AMOC.CA	ALX MINERAL OI/d	3.52	3.22	3.00	3.54	3.85	↓	P.SELL	3.97
MNHD.CA	NASR CITY HOUS/d	4.75	4.55	4.40	4.95	5.20	↔	Hold	4.35
CIRA.CA	Cairo Investment & Real Estate	13.00	12.50	11.55	14.00	15.00	↑	Hold	12.50
OCDI.CA	6TH OCT DEV IN/d	12.73	11.50	10.00	12.90	13.70	↓	P.SELL	13.70
JUFO.CA	JUHAYNA FOOD I/d	9.11	8.00	7.70	9.20	10.00	↔	Hold	10.00
ESRS.CA	EZZ STEEL/d	8.62	7.75	6.70	9.12	10.12	↔	Hold	10.12
ETEL.CA	TELECOM EGYPT/d	13.59	12.34	11.22	15.00	16.00	↔	Hold	10.75
CCAP.CA	CITADEL CAPITA/d	2.34	2.10	2.00	2.39	2.50	↔	Hold	2.10
ISPH.CA	IBNSINA PHARMA	8.60	8.50	8.25	9.50	10.00	↔	Hold	9.50
PHDC.CA	PALM HILL DEV /d	1.61	1.50	1.23	1.72	1.84	↓	P.SELL	1.84
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	5.79	5.60	5.00	6.00	6.30	↔	Hold	5.60
HELI.CA	HELIOPOLIS/d	20.38	20.20	19.15	23.25	24.85	↔	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	5.75	5.30	5.05	6.10	6.25	↔	Hold	5.30
EMFD.CA	EMAAR MISR DEV/d	2.90	2.75	2.64	3.00	3.10	↔	Hold	2.65
OIH.CA	ORASCOM INVESTMENT HOLDING	0.53	0.52	0.50	0.56	0.58	↓	P.SELL	0.58
ORHD.CA	ORASCOM EGYPT/d	5.67	5.50	5.28	6.10	6.45	↔	Hold	5.85
EGTS.CA	EGYPTIAN RESOR/d	2.40	2.19	2.00	2.51	2.65	↓	P.SELL	2.65
PORT.CA	PORTO GROUP	0.57	0.52	0.49	0.58	0.61	↔	Hold	0.52
AUTO.CA	AUTO GHABBOUR	3.36	3.34	3.10	3.57	3.68	↔	Hold	3.10
DSCW.CA	DICE SPORT AND CASUAL WEAR	0.85	0.81	0.72	0.88	0.93	↔	Hold	0.81

## 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.