

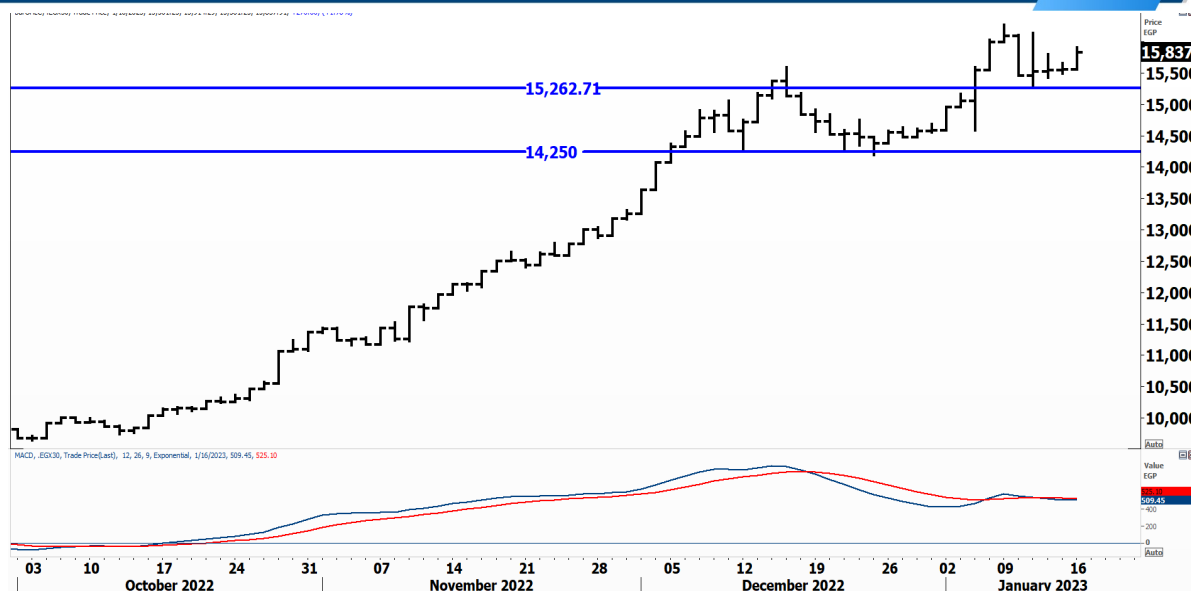


PIONEERSECURITIES

# TECH TO THE POINT

17-Jan- 2023

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



Last	15,837.91
High Today	15914.290
Low Today	15,561.25
Volume	M 318.473
First Support	15,250
Second Support	14,200
First Resistance	16,200
Second Resistance	17,500
Stop Loss	15,250
HISTORICAL RETURN %	
1 WEEK	6.72%
1 MONTH	8.58%
1 QUARTER	55.41%
1 YEAR	29.83%
YTD	6.57%

## Analysis

The struggle is strong between the bulls and the bears and, despite the toppish shape of the chart, buying power is still strong and is refusing to give up. On the other hand, sellers are existent and are strong but they are not always obvious. In other words, we see selling pressure intensifying as prices increase, so we can see some decline today, especially in the second half of the session.

However, if the market breaks its peak, we will repurchase and recommend buying once again with a new stop. For now, our stop is below 15,250 and this is a newly formed bottom that should halt potential small declines.

## EGX 70 Small Caps Index/ Daily Chart

### Analysis

Yesterday's rise was strong in the EGX 70 index as it closed near 2,900 and is challenging its peak that lies at 2,950. A clear break above this peak will trigger an entry signal.

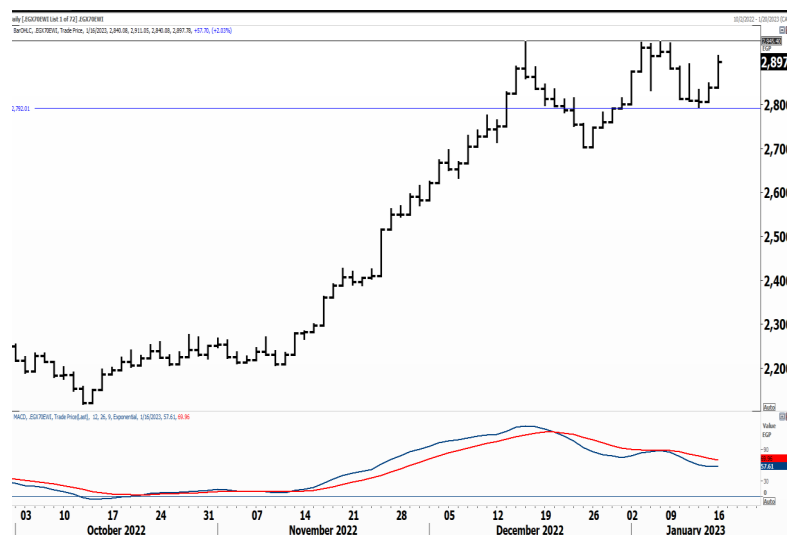
Our negative divergence is still there, which means that the momentum of the latest rise is weaker. Yesterday's rise, however, created what we can call an ascending triangle, which will be confirmed if we break above the peak.

Is this confusing? We are not confused, investors are!


This is because we have few bad and few good signals. It happens when market participants are in indecisiveness.

Then, are small caps looking good after they were looking bad? The answer is yes and no!

But let us make this analysis easier. We will use the 2,800 level as our new stop and it is not far away from current levels. This is a new trailing stop that if broken, then the bad signals will have outweighed the positive ascending triangle that is being formed. On the other hand, if this triangle proves correct and we break to the upside, we will have a new upward wave.



## Resistance


**SKPC**  The break above 16.2 triggered a new entry signal and our target lies at 17.8, followed by 20. The correct stop is 14.8. However, it is a relatively far away stop, we can place the new stop below 15.75.

## Support

No stocks broke their support yesterday


## Testing


### Support


**ARAB**  The 0.45 is a support. A break below it will trigger a sell. If this rise continues, our target will be set around 0.52. Those who want to step in are recommended to use 0.45 as their stop.

**AIH**  Support lies at 0.39, while the current peak is 0.45. AIH looks like ARAB so we recommend placing the stop below 0.385; position holders can sell if this target (0.45) is approached.

## Resistance

**MNHD**  The 3.7-3.8 is the current resistance for MNHD. A break above this area will trigger a new entry signal with a target at 4.15.

**ETEL**  If we break above 25.35 and close above it, this will be an early signal of a potential breakout above 27. Note that we are bullish on ETEL and are expecting it to reach much higher levels.

**ASCM**  Buy at the breakout of 9.6 with a target at 11 and a stop below 9. The stock looks good and if it breaks it will trigger an entry signal.

Symbol	S. Description	Last	Buying Area 1	Buying Area 2	Selling Area 1	Selling Area 2	Selling Area 3	Stop Loss
--------	----------------	------	---------------	---------------	----------------	----------------	----------------	-----------

*N.B. please note that the levels are too close as these trading opportunities only suit T+0 speculators*

*The prices that are accompanied by a green arrow in the above table show resistance levels. Thus, a break above these levels will pave the way to achieve one (or all) of the targets.*

*The area between buying area 1 and buying area 2 is a trading area.*

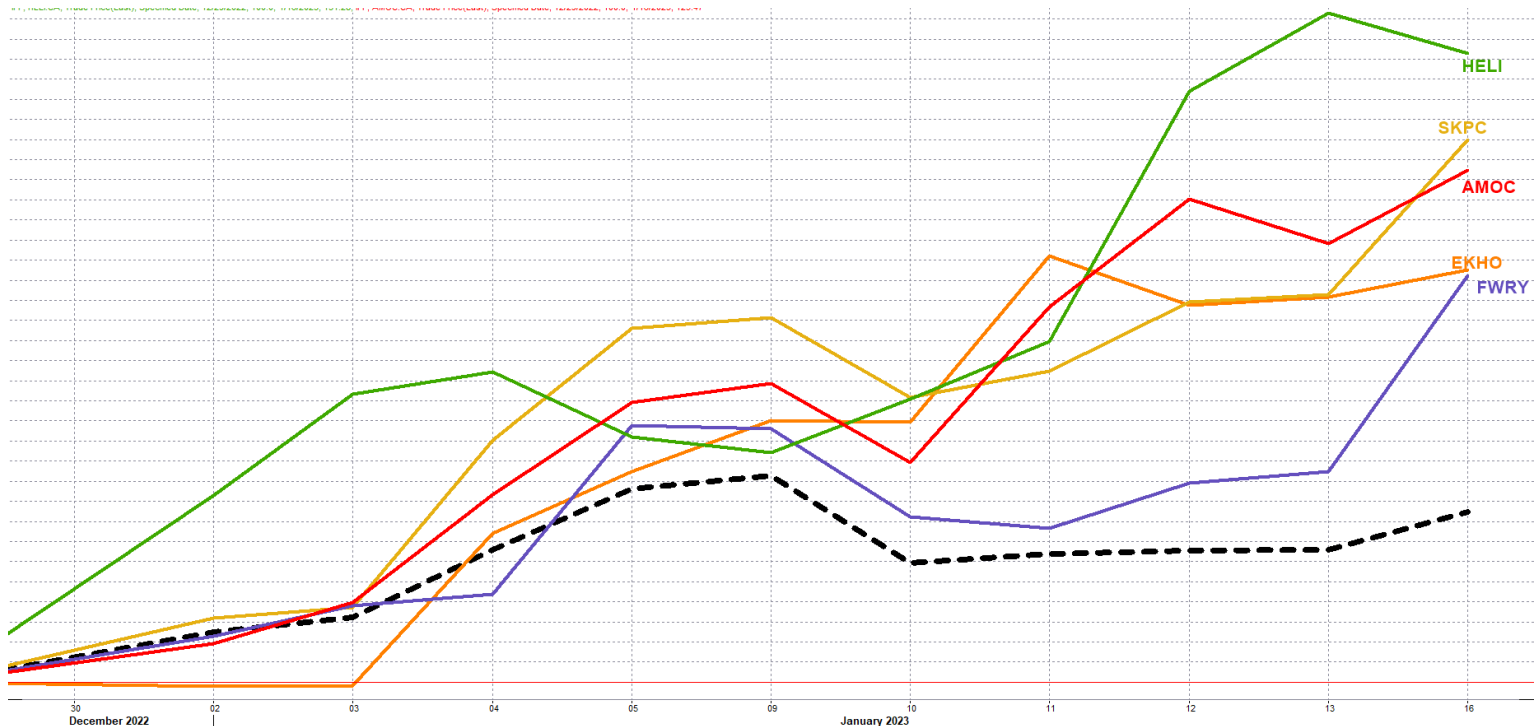
#### Yesterday's T+0/T+1 Trades



Symbol	Hit first Target	Hit Second Target	Hit Third Target	Hit Stop Loss	Triggered Buy	No Action

#### Top 5 Performers

#### EGX 30 Stocks; Past 2 Weeks



Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	42	41	39.5	46.5	48	↔	Hold	39.5
EFIH.CA	E-FINANCE FOR DIGITAL&FINANCIAL INVESTMENT	21.27	20.9	19.5	22.25	23.7	↔	Hold	21.2
EAST.CA	EASTERN CO/d	16.85	15.5	14.95	17	18.5	↑	Hold	14.95
EKHO.CA	EGYPT KUWAIT H/d	1.24	\$1.215	\$1.195	\$1.24*	\$1.27	↔	Hold	1.195
ABUK.CA	ABU QIR FERTILIZERS /d	45.1	43.5	41	46	50	↑	Hold	41
HRHO.CA	EFG HERMES HOL/d	18.1	16.85	16.4	19.6	20.2	↔	Hold	16.85
FWRY.CA	FAWRY FOR BANKING TECHNOLOGY /d	6.3	5.95	5.75	6.37	6.5	↑	Hold	5.75
MFPC.CA	MISR FERTILIZERS PRODUCTION CO	158.92	153	146	164	170	↑	Hold	146
TMGH.CA	TALAT MOSTAFA/d	10.32	9.9	9.6	10.5	10.8	↔	Hold	9.6
EKHOA.CA	EGYPT KUWAIT HOLDING CO	36	33.5	30	37	39	↔	Hold	30
SWDY.CA	ELSWEDY ELECTR/d	13.55	13	12.1	14.2	15.2	↔	Hold	12.1
ETEL.CA	TELECOM EGYPT/d	25.29	24.5	23	26.5	28	↔	Hold	23
CIRA.CA	CAIRO FOR INVESTMENT AND REAL ESTATE	13.41	12.8	12.5	14.25	14.85	↑	Hold	12.5
MNHD.CA	NASR CITY HOUSE/d	3.7	3.5	3.38	3.7*	3.95	↔	Hold	3.38
AMOC.CA	ALEXANDRIA MINERAL OILS CO/d	7.93	7.5	7	8	9.1	↑	Hold	76.9
CIEB.CA	CREDIT AGRICOL/d	9.42	9.2	8.6	10.1	10.6	↑	Hold	8.6
HDBK.CA	HOUSING AND DEVELOPMENT BANK	18.41	17	16.6	18.25*	18.7	↔	Hold	16.6
CLHO.CA	CLEOPATRA HOSPITAL	5.07	4.8	4.72	5.4	5.7	↔	Hold	4.8
SKPC.CA	SIDI KERIR PET/d	16.66	15.7	14.8	17	18.4	↑	Hold	14.8
ESRS.CA	EZZ STEEL/d	24.74	23.3	22	26.5	27.7	↑	Hold	23.3
JUFO.CA	JUHAYNA FOOD INDUSTRIES	8.39	8	7.65	9.1	9.8	↔	Hold	8
HELI.CA	HELIOPOLIS/d	10.45	10.28	9.7	11.15	11.8	↑	Hold	9.7
QNBA.CA	QATAR NATIONAL BANK ALAHLI	19	18.5	17.5	18.8*	19.5	↔	Hold	17.5
ALCN.CA	ALEXANDRIA CONTAINER AND CARGO HANDLING	21.36	20.5	19.5	23.25	25	↑	Hold	19.5
ORAS.CA	ORASCOM CONSTRUCTION	100.06	98	92	105	114	↑	Hold	92
CCAP.CA	CITADEL CAPITA/d	2.29	2.24	2.12	2.41	2.5	↔	Hold	2.12
RMDA.CA	TENTH OF RAMADAN FOR PHARMACEUTICAL	2.78	2.75	2.68	2.98	3.1	↔	Hold	2.68
PHDC.CA	PALM HILL DEV /d	1.99	1.89	1.8	2.13	2.25	↔	Hold	1.89
ORWE.CA	ORIENTAL WEAVERS /d	10.23	9.85	9.5	11.13	11.8	↔	Hold	9.5
ISPH.CA	IBNSINA PHARMA/d	1.94	1.9	1.78	2.25	2.4	↔	Hold	1.9
AUTO.CA	AUTO GHABBOUR /d	5.5	5.35	4.9	6.1	6.3	↑	Hold	5.15

### 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.