

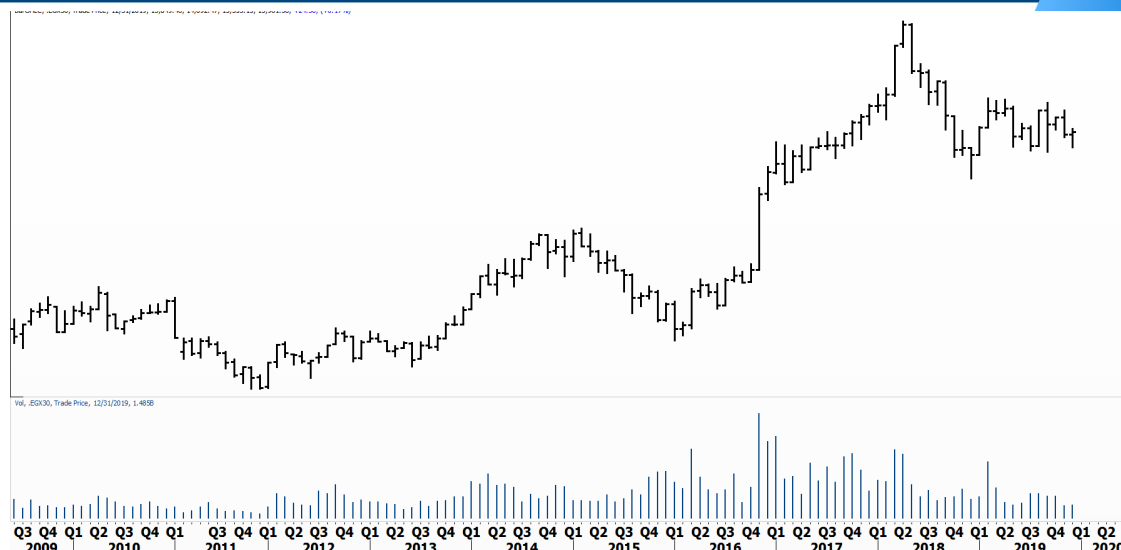


PIONEERSECURITIES

TECH TO THE POINT

2-Jan-2020

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



	Last	13,961.56
17,000	High Today	14,092.47
16,000	Low Today	13,926.98
15,000	Volume M	69.496
13,961	First Support	13,700.00
13,000	Second Support	13,380.00
12,000	First Resistance	14,100.00
11,000	Second Resistance	14,300.00
10,000	Stop Loss	
9,000		
8,000		
7,000		
6,000		
5,000		
4,000		
Auto	HISTORICAL RETURN %	
Volume	1 WEEK	1.13%
100	1 MONTH	1.31%
80	1 QUARTER	-3.69%
60	1 YEAR	7.10%
40	YTD	7.10%
2,480		
Auto		

Analysis

Happy (we hope) New Year.

The market closed the year with a bearish attitude and very weak breadth. Most of the stocks are already in major downtrends, including blue chips like TMGH and SWDY, while other stocks are witnessing bottoming formations that are taking too long. Stocks that are witnessing a major uptrend are almost non-existent, with the exception of COMI and a few others.

If we look at market indices we will note the following: The EGX 30 rose almost 7% compared to the last year. The EGX 50 fell 8.5%, while the EGX 100 index fell a good 19%, and the EGX 70 fell 40%. In other words, all market indices fell between 8.5% and 40% with the exception of the EGX 30 which witnessed a year to year rise.

Having said that, we are not buying until we see clear strength from other market indices like the EGX 50 index. Until these indices show strength, we will completely ignore the EGX 30 index.

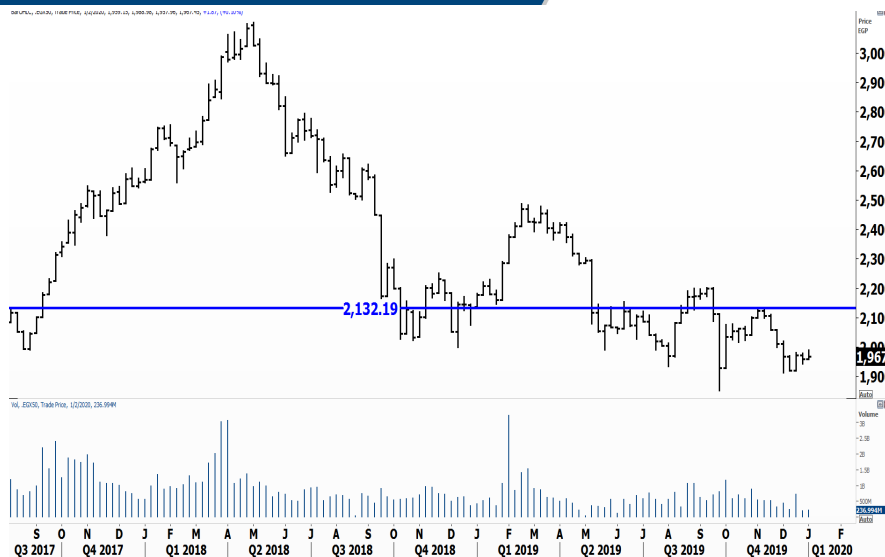
Egyptian Exchange Equal Weights Index EGX50

Analysis

Those who are looking for big market moves should understand that the overall market is bearish until the 2,100 level is broken upwards on a weekly basis. Thus, we need to see a really significant rise to prove that buyers are back in. Until this happens, the market will remain bearish.

On the other hand, short-term traders can wait for the break of 1,980 before entering; this minor resistance is still keeping prices from rising.

The failure of the index to break even minor resistance tells us that there is still significant room to go down.



Resistance

No stocks broke their resistance yesterday.

Support

IRON 

Broke 2.3 downwards, closing clearly below it. The 2.1-2.15 area is the major bottom for IRON. A failure to hold the prices from going down will lead the stock to much lower levels.

Testing

Support

SKPC 

The 8.75-8.8 range is the current support for SKPC. A break below this level will trigger stops as our target will be set at 8. If SKPC reaches 8 it will probably break it downwards too.

Resistance

ORHD 

Hit its resistance and witnessed strong selling pressure to close at 6.6. ORHD is eligible to reach 6 once again. Position holders are recommended to sell and repurchase at a clear break above 7.15.

EKHO 

After failing to break its resistance and after this strong selling pressure that the stock witnessed in the last trading session, it looks like there is more decline to come. If EKHO breaks below 1.28 it will probably reach 1.2.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	83.00	80.70	79.30	83.40	85.00	↔	Hold	79.30
EAST.CA	EASTERN CO/d	15.12	14.60	14.30	15.65	16.20	↔	Hold	14.60
SWDY.CA	ELSWEDY ELECTR/d	11.21	11.20	10.90	11.75	12.00	↓	P.SELL	12.00
TMGH.CA	TALAT MOSTAFA/d	8.10	8.03	7.95	8.70	9.00	↓	P.SELL	8.70
SKPC.CA	SIDI KERIR PET/d	8.95	8.70	8.00	9.65	10.25	↓	P.SELL	10.25
EKHO.CA	EGYPT KUWAIT H/d	1.29	1.29 \$ *	1.26 \$	1.37 \$	1.40 \$	↓	P.SELL	1.37
HRHO.CA	EFG HERMES HOL/d	16.76	16.70	15.85	17.35	18.00	↓	P.SELL	18.00
ORAS.CA	ORASCOM CONST/d	100.02	99.00	96.50	103.00	106.00	↔	Hold	96.50
AMOC.CA	ALX MINERAL OI/d	3.62	3.55	3.30	3.97	4.10	↓	P.SELL	4.10
MNHD.CA	NASR CITY HOUS/d	4.84	4.68	4.45	4.95	5.20	↔	Hold	4.95
CIRA.CA	Cairo Investment & Real Estate	13.80	12.50	11.55	14.25	15.00	↑	Hold	12.50
OCDI.CA	6TH OCT DEV IN/d	13.23	13.30 *	12.99	14.00	14.60	↓	P.SELL	14.60
JUFO.CA	JUHAYNA FOOD I/d	8.60	8.00	7.70	9.20	10.00	↔	Hold	10.00
ESRS.CA	EZZ STEEL/d	10.30	10.12	9.60	11.50	12.40	↔	Hold	11.50
ETEL.CA	TELECOM EGYPT/d	10.20	10.00	9.60	10.75	11.00	↓	P.SELL	10.75
CCAP.CA	CITADEL CAPITA/d	2.46	2.23	2.10	2.55	2.62	↔	Hold	2.10
ISPH.CA	IBNSINA PHARMA	9.50	8.90	8.50	10.00	10.30	↔	Hold	8.90
PHDC.CA	PALM HILL DEV /d	1.76	1.72	1.50	1.90	1.97	↓	P.SELL	1.97
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	5.82	5.60	5.00	6.00	6.40	↔	Hold	6.00
HELI.CA	HELIOPOLIS/d	23.37	23.00	21.80	24.85	25.90	↓	P.SELL	25.00
CIEB.CA	CREDIT AGRICOL/d	43.50	40.00	38.00	45.00	47.00	↔	Hold	40.00
EGCH.CA	EGYPT CHEM IND/d	5.36	5.05	4.70	5.45	5.65	↔	Hold	5.05
EMFD.CA	EMAAR MISR DEV/d	2.84	2.71	2.65	3.00	3.10	↔	Hold	2.65
OIH.CA	ORASCOM INVESTMENT HOLDING	0.54	0.54*	0.52	0.59	0.62	↓	P.SELL	0.59
ORHD.CA	ORASCOM EGYPT/d	6.60	6.50	6.00	6.80	7.10	↔	Hold	7.10
EGTS.CA	EGYPTIAN RESOR/d	2.40	2.40*	2.32	2.70	2.88	↔	Hold	2.40*
ORWE.CA	ORIENTAL WEAVE/d	10.60	10.05	9.70	11.10	11.70	↔	Hold	11.10
IRON.CA	EGYPTIAN IR & /d	2.22	2.15	N.A	2.60	2.84	↓	P.SELL	2.60
ADIB.CA	ABU DHABI/d	12.49	11.50	11.00	12.50	13.00	↓	P.SELL	13.00

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.