

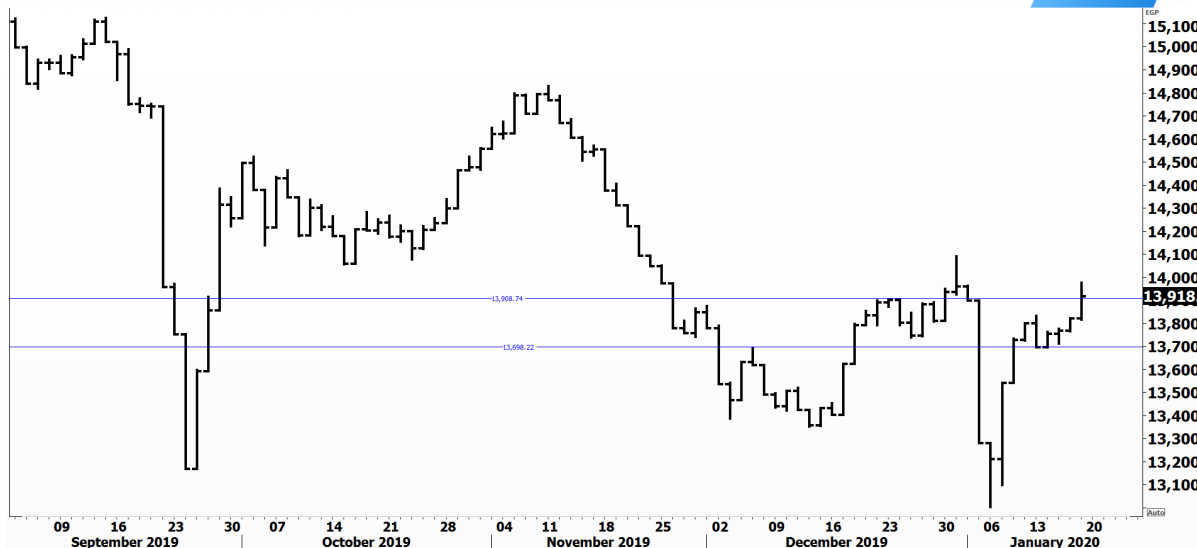


PIONEERSECURITIES

# TECH TO THE POINT

20-Jan-2020

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



Last	13,918.18
High Today	13,977.72
Low Today	13,817.52
Volume	M 49.675
First Support	13,700.00
Second Support	13,400.00
First Resistance	14,100.00
Second Resistance	14,300.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	0.84%
1 MONTH	0.59%
1 QUARTER	-2.26%
1 YEAR	3.23%
YTD	-0.31%

## Analysis

The EGX 30 index closed at 13,918, near our target at the 14,000-14,100 area. It is worth noting that market breadth is still weak despite the index rise, which tells us that the overall market is not doing well. This is enough reason to reduce our exposure at these levels and wait for the 14,100 to be broken upwards, or wait for a clear signal on the EGX 50 index.

As for our stop it remains below 13,700; a break below this level will be bearish on the short-term.

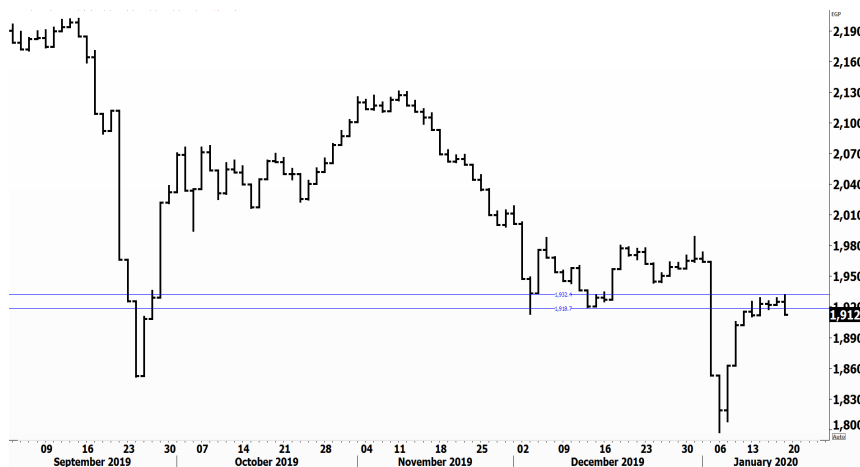
## Egyptian Exchange Equal Weights Index EGX50

### Analysis

The 1,920-1,930 range is a congestion area that needs to be broken upwards, especially after yesterday's decline. On the other hand, if the market falls from here, the EGX 50 will probably reach 1,860 before rebounding once again.

Currently, things still look weak, especially that the index failed to break above its resistance and began to look South once again.

We recommend investors to wait for a clear confirmation before entering the market.



## Resistance

**COMI** 

Still the best outperformer in the Egyptian market and the conqueror of resistance. The stock closed at 86.8 reaching a new historical high yesterday. As we mentioned before, we do not have upward targets for COMI, but we can talk about support levels to be able to enter at market dips. The 83 level is our first support to look at, while second and more important support lies at 76.5. Obviously, COMI will hardly test 83 if it witnesses a correction.

**RAKT** 

Broke 6 to the upside and closed yesterday at 6.27. We believe that if a correction occurs, the 5.9-6 area will serve as support. As for our upward target, we expect RAKT to reach 7 initially, followed by 8.

## Support

No stocks broke their support yesterday.

## Testing

### Support

### Resistance

**EGCH** 

Tried to break above 5.65 yesterday but failed to close above it, closing at 5.53 at the end of the session. The 5.35-5.4 area is a support for the stock. If we break above 5.65 and close above it a new buy signal will be triggered with an initial target around 6

**CANA** 

Looks like most Banking stocks are doing well. Those who are interested in CANA are recommended to wait for a clear breakout above 7.65 before entering. On the other hand, the 7-7.1 level should serve as support.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	86.80	83.00	80.00	88.00	90.00	↑	Hold	80.00
EAST.CA	EASTERN CO/d	15.00	14.60	13.50	15.65	16.20	↔	Hold	14.60
SWDY.CA	ELSWEDY ELECTR/d	10.68	10.40	9.30	11.20	11.80	↓	P.SELL	11.80
TMGH.CA	TALAT MOSTAFA/d	8.13	7.30	6.80	8.30	8.70	↓	P.SELL	8.70
SKPC.CA	SIDI KERIR PET/d	8.53	8.00	7.35	9.00	9.67	↓	P.SELL	9.67
EKHO.CA	EGYPT KUWAIT H/d	1.26	1.20 \$	1.17 \$	1.29 \$	1.34 \$	↓	P.SELL	1.34
HRHO.CA	EFG HERMES HOL/d	15.95	15.85	15.30	16.60	17.50	↓	P.SELL	17.50
ORAS.CA	ORASCOM CONST/d	98.15	91.00	87.00	99.00	104.00	↓	P.SELL	104.00
AMOC.CA	ALX MINERAL OI/d	3.38	3.30	3.00	3.85	3.97	↓	P.SELL	3.97
MNHD.CA	NASR CITY HOUS/d	4.82	4.35	4.00	4.95	5.20	↔	Hold	4.35
CIRA.CA	Cairo Investment & Real Estate	13.75	12.50	11.55	14.00	15.00	↑	Hold	12.50
OCDI.CA	6TH OCT DEV IN/d	13.01	12.50	11.50	13.80	14.50	↓	P.SELL	13.30
JUFO.CA	JUHAYNA FOOD I/d	9.00	8.00	7.70	9.20	10.00	↔	Hold	10.00
ESRS.CA	EZZ STEEL/d	8.45	7.75	6.70	10.12	10.77	↓	P.SELL	10.77
ETEL.CA	TELECOM EGYPT/d	9.40	9.00	8.70	10.10	10.75	↓	P.SELL	10.75
CCAP.CA	CITADEL CAPITA/d	2.31	2.10	2.00	2.50	2.62	↔	Hold	2.10
ISPH.CA	IBNSINA PHARMA	8.90	8.90	8.50	10.00	10.30	↔	Hold	8.90
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	5.90	5.60	5.00	6.30	6.60	↔	Hold	5.60
HELI.CA	HELIOPOLIS/d	22.07	20.50	19.15	23.25	24.85	↓	P.SELL	24.85
CIEB.CA	CREDIT AGRICOL/d	44.25	40.00	38.00	45.00	47.00	↔	Hold	40.00
EGCH.CA	EGYPT CHEM IND/d	5.53	5.30	5.05	5.65	6.10	↔	Hold	5.05
EMFD.CA	EMAAR MISR DEV/d	2.92	2.75	2.64	3.00	3.10	↔	Hold	2.65
OIH.CA	ORASCOM INVESTMENT HOLDING	0.53	0.50	0.46	0.56	0.58	↓	P.SELL	0.58
ORHD.CA	ORASCOM EGYPT/d	6.14	6.00	5.84	6.45	7.10	↔	Hold	6.00
EGTS.CA	EGYPTIAN RESOR/d	2.36	2.26	2.00	2.40	2.65	↓	P.SELL	2.65
ORWE.CA	ORIENTAL WEAVE/d	10.36	10.05	9.70	11.10	11.70	↔	Hold	9.70
IRON.CA	EGYPTIAN IR & /d	2.03	1.88	1.60	2.30	2.52	↓	P.SELL	2.52
ADIB.CA	ABU DHABI/d	12.83	12.50	12.00	13.20	13.80	↔	Hold	12.00

## 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.