

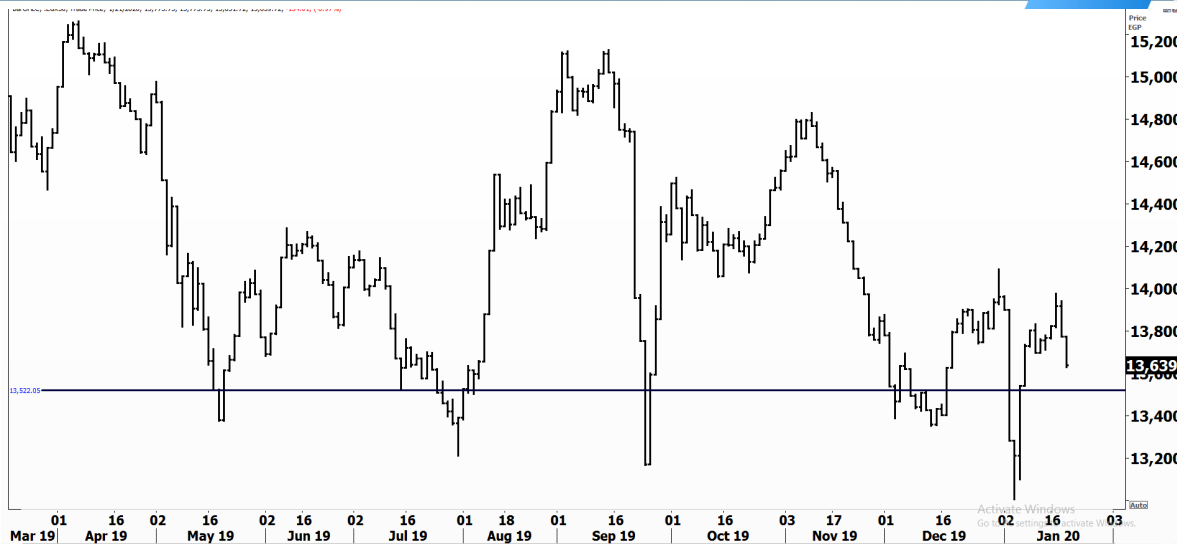


PIONEERSECURITIES

TECH TO THE POINT

22-Jan-2020

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



Last	13,639.72
High Today	13,773.73
Low Today	13,631.72
Volume	M 59.660
First Support	13,500.00
Second Support	13,200.00
First Resistance	14,100.00
Second Resistance	14,300.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	-0.85%
1 MONTH	-1.82%
1 QUARTER	-3.95%
1 YEAR	0.48%
YTD	-2.31%

Analysis

The 13,500 level is the next support to watch; if the index rebounds from this support a higher low will be formed. As we mentioned before, we prefer to take our next buy signal from the EGX 50.

It is worth noting that many stocks in the EGX 30 index are trading above their previous low; all what they need to do is to rebound from these levels. Thus, a rebound from this area or from slightly below will create a higher low in most of the stocks in the market.

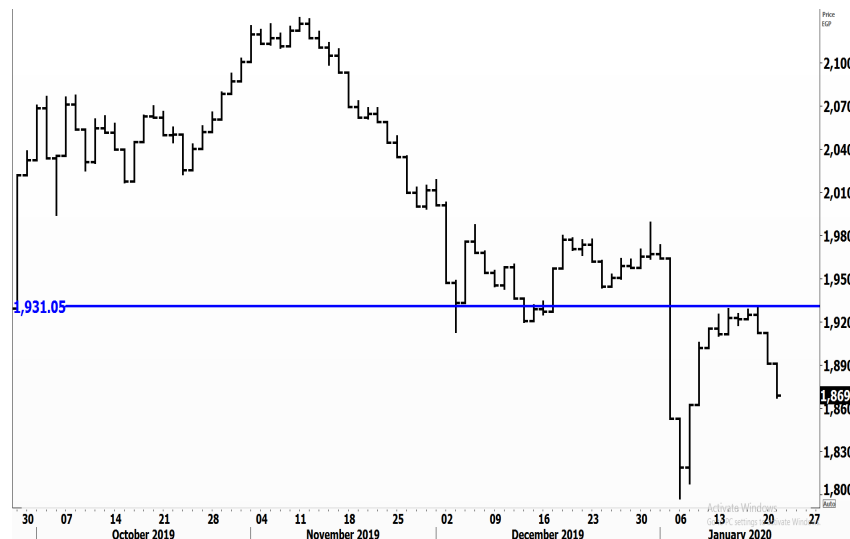
On the EGX 30, a breakout above 14,000 will be our next confirmed entry signal; this signal, however, must be confirmed by the EGX 50.

Egyptian Exchange Equal Weights Index EGX50

Analysis

As we can see clearly from the chart, the EGX 50 index has a resistance at 1,930, and is moving above its previous bottom. We did not see any sign of strength yet. If, however, the rebound occurs from here or from slightly lower levels, a higher low will be created, which will give a positive taste to the market for the first time since November 2019.

It is clear that a break above 1,930 will trigger a buy signal. Those who need confirmation should wait for the breakout first before entering. Investors, however, who want to step in at the higher low (if it occurs) will place a strict stop and only add at the breakout.



Resistance

No stocks broke their resistance yesterday


Support


No stocks broke their support yesterday

Testing

Support

HELI  The 20.5-21 range is a support for the stock. HELI rebounded slightly yesterday but still needs more strength. We took the risk yesterday and sent our first “stock trade” recommendation since few months as we believe that a higher low might take place from these levels.

ESRS  The stock is currently at its major support level. We believe that a rebound should occur from here. Those who want to enter at this important support are recommended to place their stop below 7.8. If the stock rebounds, it will meet the 8.8-8.9 level as its first important resistance.

PHDC  The stock approached its support that lies at 1.5 and rebounded to close at 1.6. Those who want to enter are recommended to buy at the 1.7 breakout. This breakout, if it takes place, will lead the stock back near 1.8-1.9.

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	85.50	83.00	80.00	88.00	90.00	↑	Hold	80.00
EAST.CA	EASTERN CO/d	14.80	14.60	13.50	15.20	15.60	↔	Hold	14.60
SWDY.CA	ELSWEDY ELECTR/d	10.53	10.40	9.30	11.20	11.80	↓	P.SELL	11.80
TMGH.CA	TALAT MOSTAFA/d	7.86	7.30	6.80	8.30	8.70	↓	P.SELL	8.70
SKPC.CA	SIDI KERIR PET/d	8.30	8.00	7.35	9.00	9.67	↓	P.SELL	9.67
EKHO.CA	EGYPT KUWAIT H/d	1.28	1.20 \$	1.17 \$	1.29 \$	1.34 \$	↓	P.SELL	1.34
HRHO.CA	EFG HERMES HOL/d	15.70	15.50	15.00	16.60	17.50	↓	P.SELL	16.60
ORAS.CA	ORASCOM CONST/d	97.00	91.00	87.00	99.00	104.00	↓	P.SELL	104.00
AMOC.CA	ALX MINERAL OI/d	3.27	3.30 *	3.00	3.85	3.97	↓	P.SELL	3.97
MNHD.CA	NASR CITY HOUS/d	4.60	4.40	4.00	4.95	5.20	↔	Hold	4.35
CIRA.CA	Cairo Investment & Real Estate	13.50	12.50	11.55	14.00	15.00	↑	Hold	12.50
OCDI.CA	6TH OCT DEV IN/d	12.72	12.50	11.50	13.80	14.50	↓	P.SELL	13.30
JUFO.CA	JUHAYNA FOOD I/d	9.20	8.00	7.70	9.20	10.00	↔	Hold	10.00
ESRS.CA	EZZ STEEL/d	8.07	7.75	6.70	8.90	10.12	↓	P.SELL	10.12
ETEL.CA	TELECOM EGYPT/d	9.40	9.00	8.70	10.10	10.75	↓	P.SELL	10.75
CCAP.CA	CITADEL CAPITA/d	2.22	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	1.60	1.50	1.23	1.72	1.84	↓	P.SELL	1.84
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	5.85	5.60	5.00	6.30	6.60	↔	Hold	5.60
HELI.CA	HELIOPOLIS/d	21.45	20.50	19.15	23.25	24.85	↓	P.SELL	24.85
CIEB.CA	CREDIT AGRICOL/d	44.00	40.00	38.00	45.00	47.00	↔	Hold	40.00
EGCH.CA	EGYPT CHEM IND/d	5.40	5.30	5.05	5.65	6.10	↔	Hold	5.05
EMFD.CA	EMAAR MISR DEV/d	2.78	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	6.00	6.00*	5.84	6.45	7.10	↔	Hold	6.00*
EGTS.CA	EGYPTIAN RESOR/d	2.19	2.00	1.85	2.51	2.65	↓	P.SELL	2.65
ORWE.CA	ORIENTAL WEAVE/d	10.22	10.05	9.70	10.60	11.10	↔	Hold	9.70
IRON.CA	EGYPTIAN IR & /d	1.93	1.88	1.60	2.30	2.52	↓	P.SELL	2.52
ADIB.CA	ABU DHABI/d	12.80	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.