

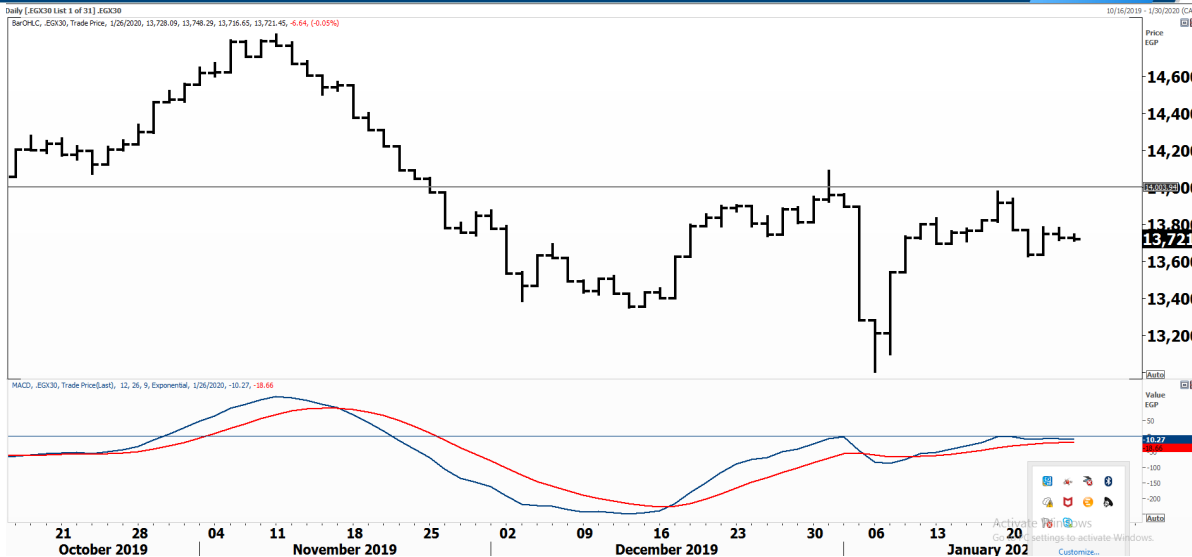


PIONEERSECURITIES

# TECH TO THE POINT

27-Jan-2020

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



Last	13,721.45
High Today	13,748.29
Low Today	13,716.65
Volume	M 28.400
First Support	13,500.00
Second Support	13,200.00
First Resistance	14,100.00
Second Resistance	14,300.00
Stop Loss	
<b>HISTORICAL RETURN %</b>	
1 WEEK	-1.41%
1 MONTH	-1.18%
1 QUARTER	-3.62%
1 YEAR	1.59%
YTD	-1.72%

## Analysis

Despite that the market is struggling to create a higher low, and selling pressure is very dry, buyers are still not available. No one is there to buy anything. Usually this is a sign of a bottom, but given the current situation where the EGX 30 is already inside a sideways trend, such complete absence of buyers can lead to another declining leg.

We have been talking since few days about a potential market rise. We still believe that the market should witness a significant rise from here. If buyers, however, do not enter the market aggressively, the next selling pressure will be strong. We do not recommend position holders to get out of the market though until the 13,200 level is violated downwards.

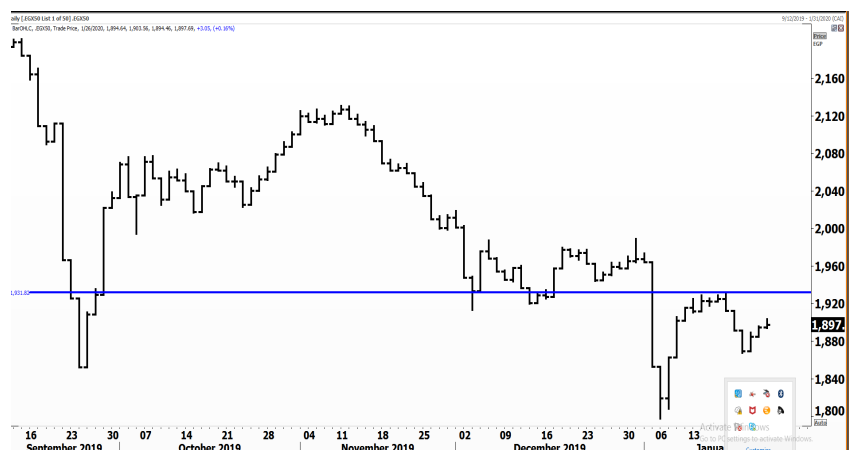
Again, we reiterate our advise to use the EGX 50 index to enter the market.

## Egyptian Exchange Equal Weights Index EGX50

### Analysis

The EGX 50 index closed slightly higher but with no momentum. We will not recommend buying unless the 1,930 level is broken to the upside; as long as the EGX 50 is trading below this level we will not be aggressive buyers.

On the other hand, those who have positions are recommended to place their stop below 1,865.



## Resistance


No stocks broke their resistance yesterday.

## Support


No stocks broke their support yesterday.

## Testing

### Support

**HRHO**  The 15.5 level should serve as support for the stock. A break below this level will probably be an early signal of a potential violation of 15 which will lead the stock directly near 13-13.25. Position holders are recommended to place their stop below 15.5

### Resistance

**IRON**  Approaching its minor peak that lies at 2.25. We do not recommend buying (even partially) unless this resistance is clearly broken to the upside with a clear confirmation of this breakout. As long as IRON is below 2.25 the best strategy is to sell rises.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	85.20	83.00	80.00	88.00	90.00	↑	Hold	80.00
EAST.CA	EASTERN CO/d	14.56	14.60	13.50	15.20	15.60	↔	Hold	14.60
SWDY.CA	ELSWEDY ELECTR/d	10.65	10.40	9.30	11.20	11.80	↓	P.SELL	11.80
TMGH.CA	TALAT MOSTAFA/d	8.10	8.03	7.30	8.30	8.70	↓	P.SELL	8.70
SKPC.CA	SIDI KERIR PET/d	8.43	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	15.75	15.50	15.00	16.60	17.50	↓	P.SELL	16.60
ORAS.CA	ORASCOM CONST/d	98.00	91.00	87.00	99.00	104.00	↓	P.SELL	104.00
AMOC.CA	ALX MINERAL OI/d	3.36	3.30	3.00	3.54	3.85	↓	P.SELL	3.97
MNHD.CA	NASR CITY HOUS/d	4.70	4.55	4.40	4.95	5.20	↔	Hold	4.35
CIRA.CA	Cairo Investment & Real Estate	13.30	12.50	11.55	14.00	15.00	↑	Hold	12.50
OCDI.CA	6TH OCT DEV IN/d	12.38	12.50	11.50	13.80	14.50	↓	P.SELL	13.30
JUFO.CA	JUHAYNA FOOD I/d	9.41	8.00	7.70	9.20	10.00	↔	Hold	10.00
ESRS.CA	EZZ STEEL/d	8.37	7.75	6.70	8.90	10.12	↓	P.SELL	10.12
ETEL.CA	TELECOM EGYPT/d	9.63	9.00	8.70	10.10	10.75	↓	P.SELL	10.75
CCAP.CA	CITADEL CAPITA/d	2.25	2.10	2.00	2.39	2.50	↔	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	5.61	5.60	5.00	6.00	6.30	↔	Hold	5.60
HELI.CA	HELIOPOLIS/d	21.21	20.50	19.15	23.25	24.85	↓	P.SELL	24.85
CIEB.CA	CREDIT AGRICOL/d	45.00	40.00	38.00	45.00	47.00	↔	Hold	40.00
EGCH.CA	EGYPT CHEM IND/d	5.72	5.30	5.05	5.80	6.10	↔	Hold	5.30
EMFD.CA	EMAAR MISR DEV/d	2.83	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	5.93	5.85	5.50	6.45	7.10	↔	Hold	5.85
EGTS.CA	EGYPTIAN RESOR/d	2.24	2.19	2.00	2.51	2.65	↓	P.SELL	2.65
ORWE.CA	ORIENTAL WEAVE/d	10.20	10.05	9.70	10.60	11.10	↔	Hold	9.70
IRON.CA	EGYPTIAN IR & /d	2.12	1.88	1.60	2.30	2.52	↓	P.SELL	2.52
ADIB.CA	ABU DHABI/d	13.20	12.70	12.00	13.80	14.50	↔	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.