

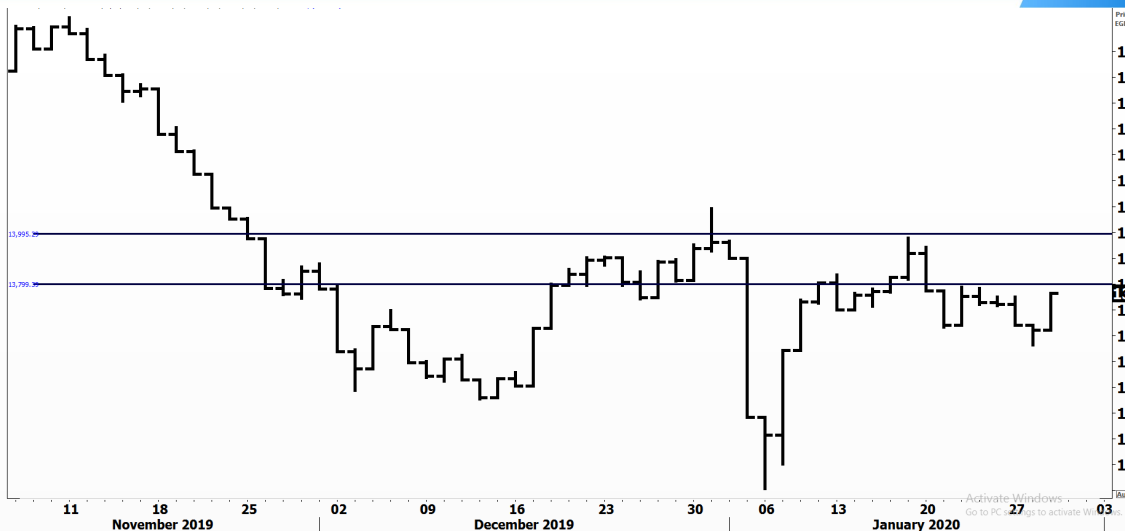


PIONEERSECURITIES

TECH TO THE POINT

30-Jan-2020

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



Last	13,762.84
High Today	13,764.43
Low Today	13,620.58
Volume	M 79.047
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	0.08%
1 MONTH	-1.25%
1 QUARTER	-4.94%
1 YEAR	-1.53%
YTD	-1.42%

Analysis

Yesterday's session was different as most of the stocks witnessed a rise; in other words, breadth is getting better, if it continues this way. We opened many trading positions the past few days and our "stock trades" now includes few stocks like HELI, OCDI, SKPC, and EGAL. The 13,800 level is the first minor resistance for the index. The confirmation however, will occur if the EGX 30 breaks above 14,000.

As we just mentioned, this rise might be different if the EGX 30 stocks continue their rise. A lot of double bottoms might take place in the next few sessions, which will probably lead to a significant rise.

Egyptian Exchange Equal Weights Index EGX50




Analysis

The index rose yesterday almost 2% giving some hope to investors that the market might begin a significant rise.

We still stick to our view, to wait for a confirmed breakout above 1,930 before turning bullish. A break above this resistance will trigger a buy signal as our minimum target will be set around 2,000.



Resistance


- SKPC**  Broke its resistance sharply yesterday, closing almost at its limit up at 9.43. SKPC should reach 11, especially if the 9.7 level is broken to the upside. Those who bought in the beginning of the session based on our recommendation should look at 11 as their target.
- ESRS**  Broke 8.9 upwards and closed above it at the end of the session. First hurdle lies at 9.4, where the gap lies. We believe, however, that the stock can reach 10.
- EGAL**  Closed at 15.5 after breaking 15 to the upside. EGAL is one of the stocks that are breaking from major levels. We believe that the next rise can be strong, especially if the overall market rises. If a recovery occurs, the stock will probably surpass 20.

Support


No stocks broke their support yesterday.

Testing

Support

- HELI**  HELI tested its support and rebounded significantly to close at 21.5 at the end of the session. Those who are still out of the stock are recommended to buy at current levels with a stop below the low of yesterday's session. Our first target lies around 23-23.5.

Resistance

- SWDY**  The 11.1-11.25 area is a resistance for the stock. We do not recommend stepping in now until the resistance is broken to the upside. The stock is still underperforming but will probably do better if it succeeds to break to the upside.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	84.98	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	10.90	10.40	9.30	11.20	11.80	↓	P.SELL	11.80
TMGH.CA	TALAT MOSTAFA/d	8.00	7.77	7.14	8.30	8.70	↓	P.SELL	8.70
SKPC.CA	SIDI KERIR PET/d	9.43	8.00	7.35	9.67	10.25	↔	Hold	9.67
EKHO.CA	EGYPT KUWAIT H/d	1.25	1.20 \$	1.17 \$	1.29 \$	1.34 \$	↓	P.SELL	1.34
HRHO.CA	EFG HERMES HOL/d	16.11	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	3.53	3.22	3.00	3.54	3.85	↓	P.SELL	3.97
MNHD.CA	NASR CITY HOUS/d	4.66	4.55	4.40	4.95	5.20	↔	Hold	4.35
CIRA.CA	Cairo Investment & Real Estate	13.00	12.50	11.55	14.00	15.00	↑	Hold	12.50
OCDI.CA	6TH OCT DEV IN/d	12.40	11.50	10.00	12.90	13.70	↓	P.SELL	13.70
JUFO.CA	JUHAYNA FOOD I/d	9.70	8.00	7.70	9.20	10.00	↔	Hold	10.00
ESRS.CA	EZZ STEEL/d	8.99	7.75	6.70	9.12	10.12	↔	Hold	10.12
ETEL.CA	TELECOM EGYPT/d	11.22	9.50	9.20	11.30	11.75	↔	P.Buy	9.50
CCAP.CA	CITADEL CAPITA/d	2.32	2.10	2.00	2.39	2.50	↔	Hold	2.10
ISPH.CA	IBNSINA PHARMA	8.58	8.50	8.25	9.50	10.00	↔	Hold	9.50
PHDC.CA	PALM HILL DEV /d	1.58	1.50	1.23	1.72	1.84	↓	P.SELL	1.84
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	5.80	5.60	5.00	6.00	6.30	↔	Hold	5.60
HELI.CA	HELIOPOLIS/d	21.50	20.20	19.15	23.25	24.85	↔	Hold	20.20
CIEB.CA	CREDIT AGRICOL/d	43.99	40.00	38.00	45.00	47.00	↔	Hold	40.00
EGCH.CA	EGYPT CHEM IND/d	5.91	5.30	5.05	6.10	6.25	↔	Hold	5.30
EMFD.CA	EMAAR MISR DEV/d	2.80	2.75	2.64	3.00	3.10	↔	Hold	2.65
OIH.CA	ORASCOM INVESTMENT HOLDING	0.54	0.52	0.50	0.56	0.58	↓	P.SELL	0.58
ORHD.CA	ORASCOM EGYPT/d	5.90	5.85	5.50	6.10	6.45	↔	Hold	5.85
EGTS.CA	EGYPTIAN RESOR/d	2.32	2.19	2.00	2.51	2.65	↓	P.SELL	2.65
ORWE.CA	ORIENTAL WEAVE/d	10.30	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	13.17	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.