



PIONEERSECURITIES

# TECH TO THE POINT

5–July- 2022

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



Price EGP	Last	8,685.74
11,500	High Today	9,020.14
11,000	Low Today	8,681.80
10,500	Volume M	86.159
10,000	First Support	8,500
9,500	Second Support	8,200
9,000	First Resistance	9,250
8,704.7	Second Resistance	9,700
	Stop Loss	
	HISTORICAL RETURN %	
	1 WEEK	-6.16%
	1 MONTH	-13.21%
	1 QUARTER	-24.66%
	1 YEAR	-16.04%
	YTD	-27.31%

## Analysis

Yesterday's 3.5% decline on the EGX 30 index was strong and led the index to close at 8,700. The market decline did not end yet and we still have a big room to go to the downside; our target was set near 8,200 but we will probably reach lower levels.

Our short-term entry signal is still set above 9,250 as we do not have a closer level to use. We do not recommend trying to catch falling knives, it is dangerous to buy in such a declining market, especially with selling pressure intensifying with lower levels.

It is important to note that current minor rises are met with strong selling pressure; also it should be noted that rises that occur during the auction session (like last Tuesday's auction rise) should not be given much weight. We need to see money coming in during the session itself not during the auction.

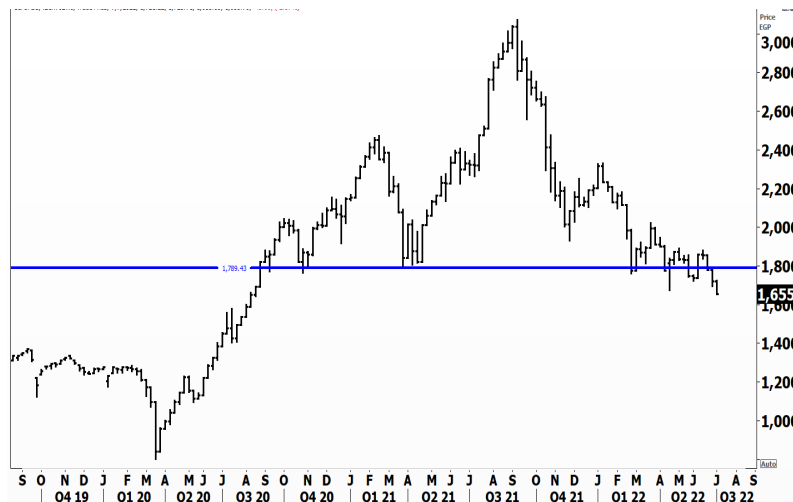
## Small Caps Index/ EGX 70

### Analysis

The new low that the EGX 70 is witnessing is confirming the 1,800 breakdown, which should lead the index near 1,200. Thus, it looks like small caps will witness a period of high directional volatility which will probably be to the downside.

We recommend staying out for the coming period until we see where is the first place where the market will stop.





We do not have a predetermined scenario, but we recommend investors to stay away for now.



### Resistance

No stocks broke their resistance yesterday

### Support

- COMI**  The break below support was expected, and our target lies at 30-31. This is the minimum target that COMI is expected to reach after breaking below 36.5.
- HDBK**  HDBK is expected to reach 26 after it broke support. Those who have positions are recommended to sell any rise. We expect the stock to rebound as it tests 26.
- CIEB**  The stock broke 4.5 to the downside and closed at 4.4. Our target lies at 3.65. We recommend selling rises.
- ATQA**  If the break below 0.8 is confirmed, ATQA will probably witness a significant decline that will take it to 0.45-0.5. If the stock does not trade back above 0.8 today our recommendation will be to sell.

## Testing

### Support

### Resistance

Symbol	S. Description	Last	Buying Area 1	Buying Area 2	Selling Area 1	Selling Area 2	Selling Area 3	Stop Loss
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*N.B. please note that the levels are too close as these trading opportunities only suit T+0 speculators*

*The prices that are accompanied by a green arrow in the above table show resistance levels. Thus, a break above these levels will pave the way to achieve one (or all) of the targets.*

*The area between buying area 1 and buying area 2 is a trading area.*

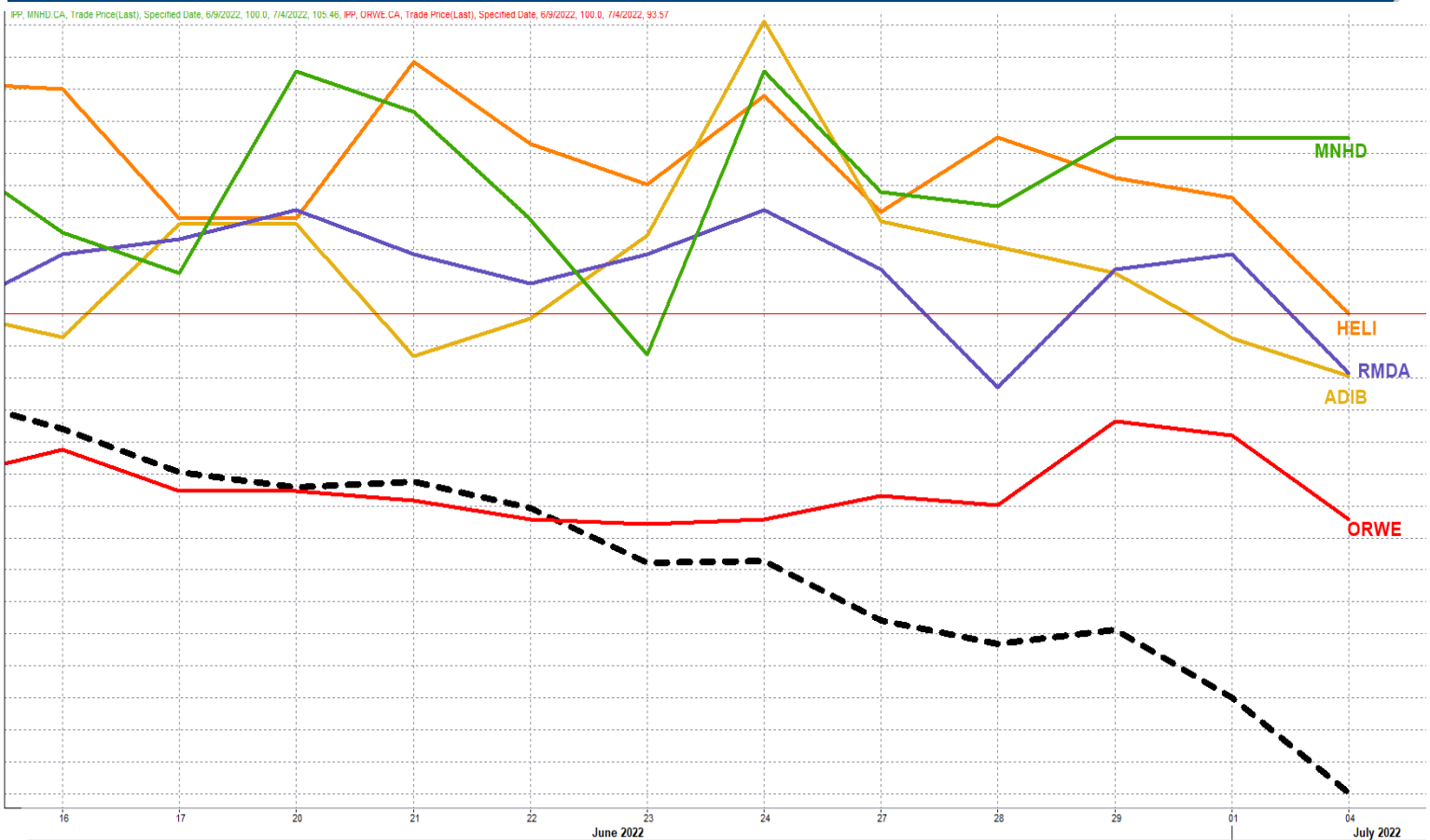
#### Yesterday's T+0/T+1 Trades



Symbol	Hit first Target	Hit Second Target	Hit Third Target	Hit Stop Loss	Triggered Buy	No Action

#### Top 5 Performers

#### EGX 30 Stocks; Past 2 Weeks



Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	34.75	33.5	31.5	38.2	40	↓	P.Sell	40
FWRY.CA	FAWRY FOR BANKING TECHNOLOGY /d	3.2	3.2*	2.9	3.9	4.34	↓	P.Sell	4.34
ABUK.CA	ABU QIR FERTILIZERS /d	21.36	21.2	19.5	23.4	25	↓	P.Sell	23.4
EAST.CA	EASTERN CO/d	10.05	9.95	9.75	10.6	11.5	↓	P.Sell	10.6
HRHO.CA	EFG HERMES HOL/d	11.3	11.24	10.6	12.5	13	↓	P.Sell	13
TMGH.CA	TALAT MOSTAFA/d	6.68	6.57	6.2	7.1	7.5	↓	P.Sell	7.5
EKHO.CA	EGYPT KUWAIT H/d	1.215	\$1.19	\$1.139	\$1.29	\$1.33	↓	P.Sell	1.33
EFIH.CA	E-FINANCE FOR DIGITAL&FINANCIAL INVESTEMENT	12.39	12	N.A	13.7	14.5	↓	P.Sell	14.5
SWDY.CA	ELSWEDY ELECTR/d	5.61	5.75*	5.2	6.5	6.9	↓	P.Sell	6.9
ETEL.CA	TELECOM EGYPT/d	13.47	13.3	12.77	14.1	14.9	↓	P.Sell	14.1
EKHOA.CA	EGYPT KUWAIT HOLDING CO	20.5	20	19	21.6	22.5	↓	P.Sell	21.6
CLHO.CA	CLEOPATRA HOSPITAL	4.6	4.6*	4.43	5	5.4	↓	P.Sell	5.4
MFPC.CA	MISR FERTILIZERS PRODUCTION CO	94.45	92.6	88.7	100	106	↔	Hold	92.6
CIEB.CA	CREDIT AGRICOL/d	4.4	4.2	3.88	4.85	5.3	↓	P.Sell	4.85
CIRA.CA	CAIRO FOR INVESTMENT AND REAL ESTATE	10.55	10.55*	10	11.5	12	↓	P.Sell	12
HDBK.CA	HOUSING AND DEVELOPMENT BANK	32.83	32.6	31	35	37	↓	P.Sell	35
AMOC.CA	ALEXANDRIA MINERAL OILS CO/d	3.48	3.4	3.21	3.6	3.8	↔	Hold	3.6
ISPH.CA	IBNSINA PHARMA/d	1.19	1.04	N.A	1.38	1.45	↓	P.Sell	1.45
ESRS.CA	EZZ STEEL/d	10.9	10.6	10.3	11.8	12.8	↓	P.Sell	12.8
MNHD.CA	NASR CITY HOUSE/d	2.5	2.35	2.2	2.6	2.75	↔	Hold	2.2
HELI.CA	HELIOPOLIS/d	4.73	4.5	4.24	5.12	5.5	↔	Hold	4.24
SKPC.CA	SIDI KERIR PET/d	6.85	6.86*	6.45	7.5	8.3	↔	Hold	6.86*
AUTO.CA	AUTO GHABBOUR /d	2.4	2.25	2.1	2.85	3.16	↓	P.Sell	3.16
PHDC.CA	PALM HILL DEV /d	1.127	1.1	1.07	1.22	1.32	↔	Hold	1.07
ORAS.CA	ORASCOM CONSTRUCTION	50.43	50	48	55	58	↓	P.Sell	58
ORWE.CA	ORIENTAL WEAVERS /d	6.4	6.4*	6.2	6.93	7.2	↓	P.Sell	7.2
MTIE.CA	MM GROUP FOR INDUSTRY /d	1.91	1.72	N.A	2.27	2.4	↓	P.Sell	2.4
CCAP.CA	CITADEL CAPITA/d	0.984	0.85	0.64	1.09	1.16	↓	P.Sell	1.16
ORHD.CA	ORASCOM EGYPT/d	3.5	3.5*	3.25	3.8	4.3	↓	P.Sell	4.3
RMDA.CA	TENTH OF RAMADAN FOR PHARMACEUTICAL	2.12	2	1.87	2.25	2.39	↔	Hold	2.25
ADIB.CA	ABU DHABI ISLAMIC BANK EGYPT	10.9	10.9*	10.73	12.5	14.4	↔	Hold	12.5

## 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.