

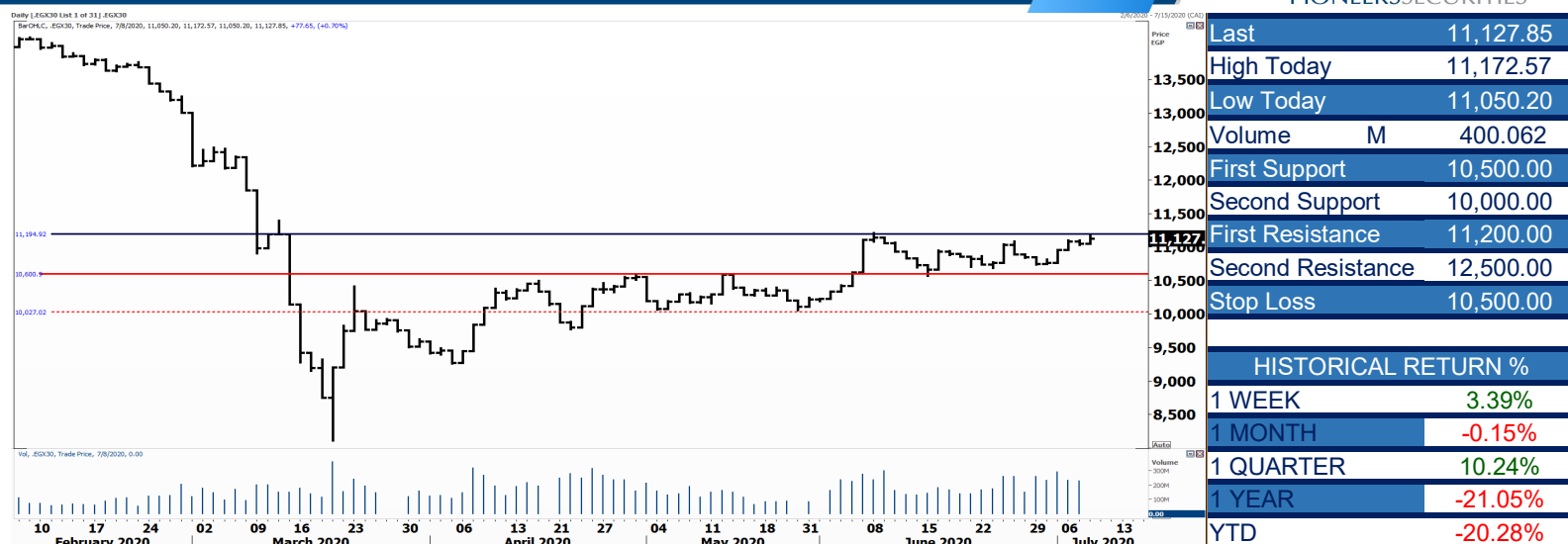


PIONEERSECURITIES

# TECH TO THE POINT

9-July-2020

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



## Analysis

The second half of yesterday's session was not expected to be faced with such selling pressure. As we mentioned before, we expect intraday declines that should not be strong. The decline yesterday that began almost at 1 pm was stronger than expected.

This market selloff does not change our view as we are expecting the rebound to occur relatively quickly. In other words, if we begin the session on a negative note, buyers will probably step in.

The EGX 30 did not break 11,200 to the upside but it is trading very near to it. If we fall from here, we expect a slight decline that will create a new higher low; our bullish confirmation will occur at the breakout.

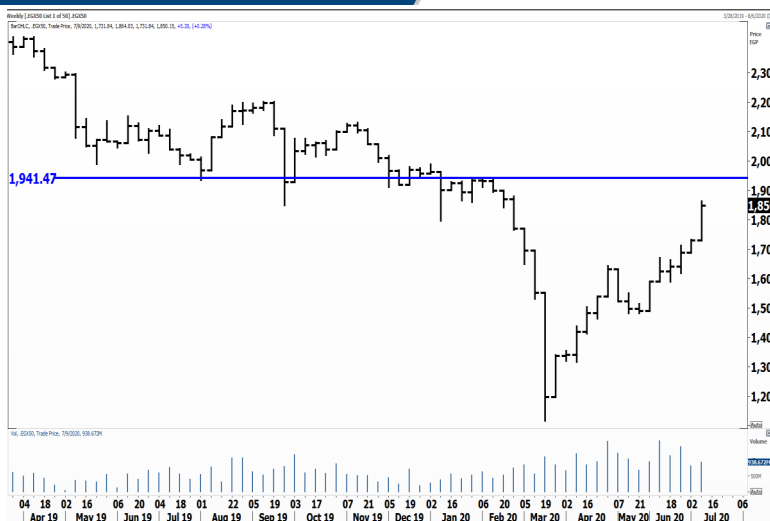
## Egyptian Exchange Equal Weight Index .EGX 50

## Analysis



As we know, our next target lies at the 1,950-2,000 range. We mentioned that a minor decline might occur before reaching our target.

If the market corrects from here, the 1,800 will probably serve as support. The next rebound will trigger a new buy signal.

It is important to note that the EGX 50 is already in a major uptrend so corrections should be used as a chance to step in.



## Resistance


- MNHD**  Despite that MNHD witnessed significant selling pressure by the end of the session, it closed above its breakout level with high volumes, which is a bullish sign. The stock broke 2.85 upwards and closed above it. If it trades above this level today, this breakout will be confirmed and our target will be set at the 3.2-3.3 area
- MFPC**  Closed above 44 and confirmed the breakout. If MFPC rebounds from these levels, a buy signal will be triggered with a target around 58-60. Those who want to step in should buy at the rebound.

## Support


No stocks broke their support yesterday.

## Testing

### Support

- INFI**  Next support lies at 21. Those who have positions should place their stop below 21 as the stock will probably approach 18 (in case it breaks below 21). On the other hand, we do not recommend buying unless a rebound from current support takes place.

### Resistance

- PHDC**  The 1.3-1.32 is an important resistance to watch. A break above this level will trigger an important buy signal as the stock will probably witness a strong rise afterwards. Those who want to buy after confirmation are recommended to buy at the breakout.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	67.00	64	62	70	73	↔	Hold	62
EAST.CA	EASTERN CO/d	12.21	12	11.2	13	13.9	↔	Hold	12
SWDY.CA	ELSWEDY ELECTR/d	6.91	6.5	5.75	7.24	7.88	↔	Hold	6.5
TMGH.CA	TALAT MOSTAFA/d	6.27	5.65	5.3	6.5	6.75	↔	Hold	5.3
SKPC.CA	SIDI KERIR PET/d	6.02	5.67	5.44	6.55	7.3	↔	Hold	5.67
EKHO.CA	EGYPT KUWAIT H/d	1.10	1.08 \$	1.04 \$	1.17 \$	1.22 \$	↑	Hold	1.04
HRHO.CA	EFG HERMES HOL/d	14.00	13.8	12.85	15.24	16.7	↑	Hold	13.8
ORAS.CA	ORASCOM CONST/d	69.00	65	59	73	80	↔	Hold	73
AMOC.CA	ALX MINERAL OI/d	2.37	2.2	2	2.42	2.7	↔	Hold	2.2
MNHD.CA	NASR CITY HOUS/d	2.95	2.8	2.6	3.03	3.2	↔	Hold	3.2
CIRA.CA	Cairo Investment & Real Estate	0.00	12.5	11.55	14	15	↑	Hold	12.5
OCDI.CA	6TH OCT DEV IN/d	10.80	9.75	9.11	10.87	11.35	↔	Hold	9.11
JUFO.CA	JUHAYNA FOOD I/d	8.40	7.6	7	8.9	9.8	↑	Hold	7.6
ESRS.CA	EZZ STEEL/d	6.08	5.75	5.33	6.77	7.2	↔	Hold	5.75
ETEL.CA	TELECOM EGYPT/d	13.85	12.8	11.95	14.4	14.9	↑	Hold	12.8
CCAP.CA	CITADEL CAPITA/d	1.40	1.36	1.19	1.485	1.54	↔	Hold	1.54
ISPH.CA	IBNSINA PHARMA	8.76	8.5	8.3	9.25	9.6	↔	Hold	8.32
PHDC.CA	PALM HILL DEV /d	1.26	1.2	1.11	1.32	1.43	↔	Hold	1.11
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	5.07	5	4.8	5.5	5.8	↑	Hold	4.8
HELI.CA	HELIOPOLIS/d	6.06	5.6	5.11	6.5	6.75	↑	Hold	5.11
CIEB.CA	CREDIT AGRICOL/d	28.51	28	26.5	30.5	31.55	↔	Hold	26.5
EGCH.CA	EGYPT CHEM IND/d	4.10	3.85	3.7	4.15	4.37	↔	Hold	3.7
EMFD.CA	EMAAR MISR DEV/d	2.38	2.24	2.19	2.43	2.55	↔	Hold	2.19
OIH.CA	ORASCOM INVESTMENT HOLDING	0.41	0.396	0.373	0.43	0.463	↔	Hold	0.373
ORHD.CA	ORASCOM EGYPT/d	4.17	3.96	3.6	4.16	4.3	↑	Hold	3.6
EGTS.CA	EGYPTIAN RESOR/d	1.52	1.44	1.3	1.62	1.77	↔	Hold	1.44
PORT.CA	PORTO GROUP	0.60	0.529	0.495	0.60*	0.66	↑	Hold	0.529
AUTO.CA	AUTO GHABBOUR	2.05	2	1.8	2.3	2.43	↑	Hold	2
DSCW.CA	DICE SPORT AND CASUAL WEAR	1.41	1.37	1.26	1.54	1.635	↔	Hold	1.37

## 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.