

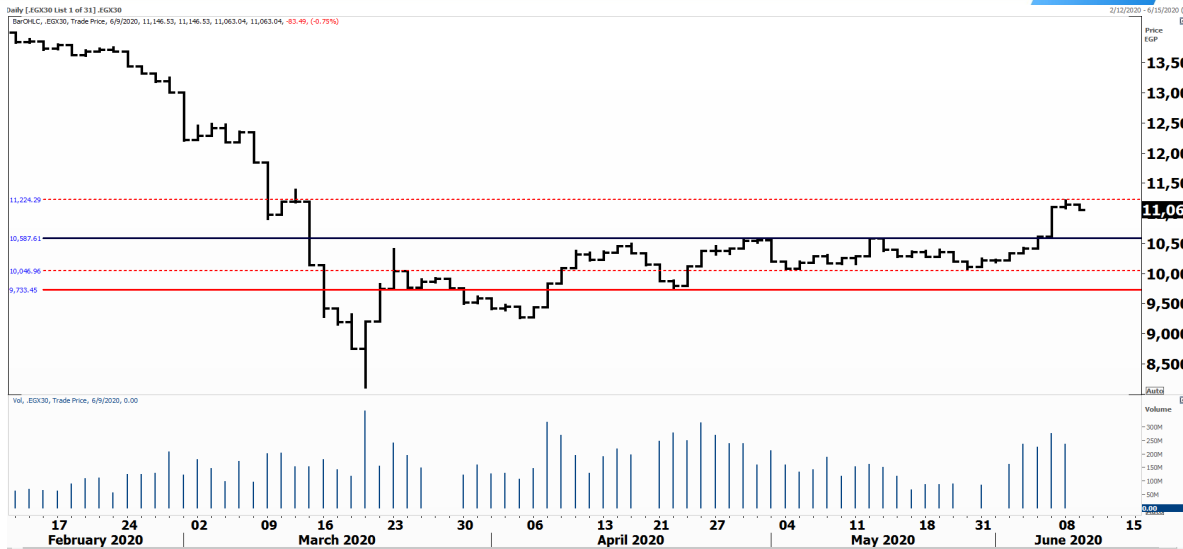


PIONEERSECURITIES

TECH TO THE POINT

10-June-2020

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



Last	11,063.04
High Today	11,146.53
Low Today	11,063.04
Volume	M 299,024
First Support	10,600.00
Second Support	10,000.00
First Resistance	11,800.00
Second Resistance	12,500.00
Stop Loss	10,600.00
HISTORICAL RETURN %	
1 WEEK	7.01%
1 MONTH	7.85%
1 QUARTER	-1.22%
1 YEAR	-21.81%
YTD	-20.76%

Analysis

The market continued its decline yesterday and was not able to rebound especially that many stocks witnessed significant selling pressure. The EGX 30 index was stable because of COMI's yesterday's strong relative performance.

We do not think that the correction can reach 10,500-10,600. We expect an additional 200 points (more or less) from current levels, which should be followed by a renewed rise.

The market already broke to the upside, and the current decline should be used as a chance to add to positions.

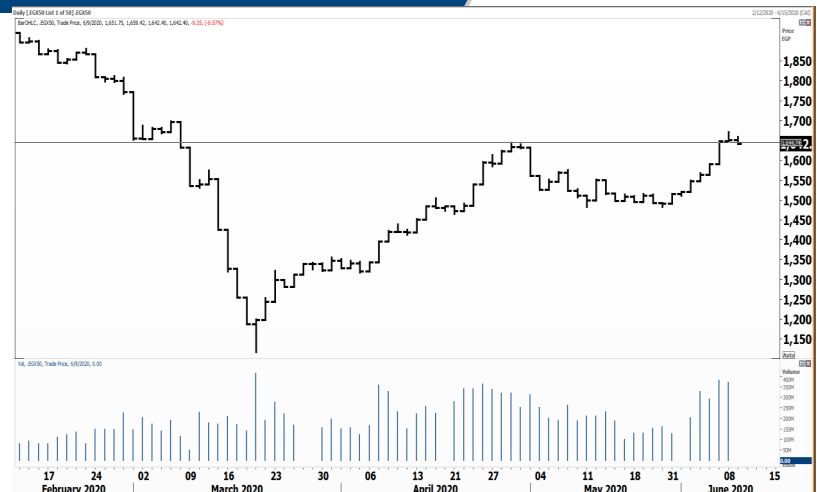
Egyptian Exchange Equal Weight Index .EGX 50

Analysis

It look like stronger buying power is needed to break the important 1,650 resistance level to the upside.

If the EGX 50 witnesses a correction from here, it will probably meet buying power near 1,580, or slightly above.

We will be monitoring the market closely as the next rebound will probably be strong enough to break resistance.



Resistance


No stocks broke their resistance yesterday


Support

No stocks broke their support yesterday


Testing


Support


HRHO  If the stock declines today, after yesterday's sell-off, it will probably approach 11.8 which should serve as support. We believe that a rebound from 11.8 will trigger a short-term buy signal.

ORHD  Closed at 3.65 exactly where its support lies. If ORHD breaks below this level, it will probably approach 3.3 where buying power will probably be stronger.

Resistance

ESRS  Tried to break 6.6 to the upside but was not able to close above it. This level is a minor resistance that can be used as a short-term entry signal if broken upwards.

CIEB  Entering the gap zone between 30 and 31. The stock reached 30 the day before yesterday and traded at 29 yesterday, unable to break to the upside. If a decline occurs from here, it will probably create a higher low.

TMGH  The 5.8-5.85 is the current important resistance for TMGH. Our buy signal will be triggered if this resistance is broken to the upside. We are expecting this break to occur soon.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	68.80	66	62.2	70	73	↔	Hold	62.2
EAST.CA	EASTERN CO/d	13.40	13	12	13.8	14.5	↔	Hold	12
SWDY.CA	ELSWEDY ELECTR/d	7.53	7.35	7	8.22	8.8	↔	Hold	7.35
TMGH.CA	TALAT MOSTAFA/d	5.50	5.3	4.92	5.85	6.55	↔	Hold	5.85
SKPC.CA	SIDI KERIR PET/d	6.20	6	5.44	6.6	6.87	↔	Hold	5.44
EKHO.CA	EGYPT KUWAIT H/d	1.14	1.08 \$	1.04 \$	1.17 \$	1.22 \$	↑	P.Buy	1.04
HRHO.CA	EFG HERMES HOL/d	12.35	11.7	10.7	14	15.5	↑	P.Buy	11.7
ORAS.CA	ORASCOM CONST/d	68.06	64.6	62.5	73	80	↔	Hold	73
AMOC.CA	ALX MINERAL OI/d	2.50	2.4	2.19	2.7	2.9	↔	Hold	2.7
MNHD.CA	NASR CITY HOUS/d	2.63	2.55	2.44	2.85	3.03	↔	Hold	2.55
CIRA.CA	Cairo Investment & Real Estate	0.00	12.5	11.55	14	15	↑	Hold	12.5
OCDI.CA	6TH OCT DEV IN/d	9.95	9.5	9	10.88	11.35	↔	Hold	10.88
JUFO.CA	JUHAYNA FOOD I/d	7.00	7*	6.7	7.6	8	↔	Hold	6.7
ESRS.CA	EZZ STEEL/d	6.45	5.8	5.33	7	7.55	↔	Hold	5.8
ETEL.CA	TELECOM EGYPT/d	12.20	11.7	11.2	12.6	14	↑	P.Buy	11.7
CCAP.CA	CITADEL CAPITA/d	1.46	1.38	1.19	1.5	1.74	↔	Hold	1.5
ISPH.CA	IBNSINA PHARMA	8.50	8.32	8	9.25	9.6	↔	Hold	8.32
PHDC.CA	PALM HILL DEV /d	1.15	1.15*	1.06	1.22	1.27	↔	Hold	1.06
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	4.90	4.9	4.55	5.5	5.75	↑	Hold	4.9
HELI.CA	HELIOPOLIS/d	5.11	4.85	4.65	5.5	5.85	↑	P.Buy	4.65
CIEB.CA	CREDIT AGRICOL/d	29.00	28	26.5	30.5	31.55	↔	Hold	26.5
EGCH.CA	EGYPT CHEM IND/d	3.80	3.75	3.47	3.97	4.37	↔	Hold	3.75
EMFD.CA	EMAAR MISR DEV/d	2.41	2.32	2.24	2.55	2.8	↔	Hold	2.32
OIH.CA	ORASCOM INVESTMENT HOLDING	0.38	0.26	0.17	0.45	0.5	↔	Hold	0.5
ORHD.CA	ORASCOM EGYPT/d	3.63	3.65*	3.37	4	4.3	↔	Hold	3.37
EGTS.CA	EGYPTIAN RESOR/d	1.42	1.3	1.14	1.6	1.77	↔	Hold	1.6
PORT.CA	PORTO GROUP	0.47	0.447	0.422	0.475	0.529	↔	Hold	0.475
AUTO.CA	AUTO GHABBOUR	1.77	1.73	1.55	1.9	2	↔	Hold	1.73
DSCW.CA	DICE SPORT AND CASUAL WEAR	1.49	1.45	1.37	1.7	1.93	↔	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.