

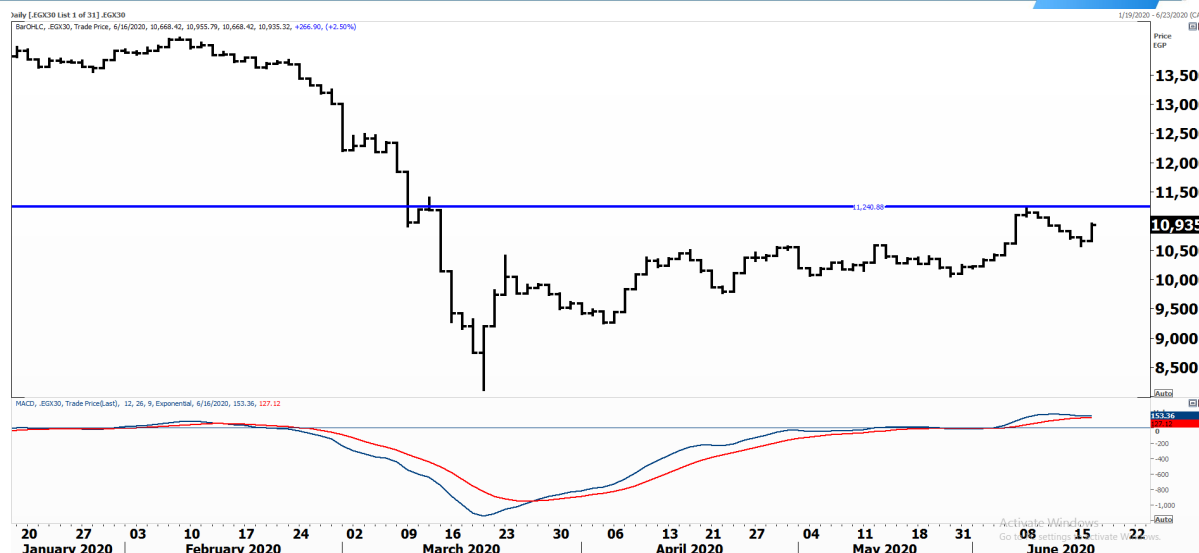


PIONEERSECURITIES

TECH TO THE POINT

17-June-2020

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



Last	10,935.32
High Today	10,955.79
Low Today	10,668.42
Volume	M 183.651
First Support	10,500.00
Second Support	10,000.00
First Resistance	11,200.00
Second Resistance	12,500.00
Stop Loss	10,500.00
HISTORICAL RETURN %	
1 WEEK	-1.15%
1 MONTH	5.58%
1 QUARTER	18.84%
1 YEAR	-23.21%
YTD	-21.68%

Analysis

The EGX 30 index rebounded from its support level as it was expected but without strong momentum and strong breadth yet; this means that we might see some selling pressure appearing today. The ability of the 10,500 level to halt the decline is good news. The aggressiveness of buyers, however, still needs to be stronger.

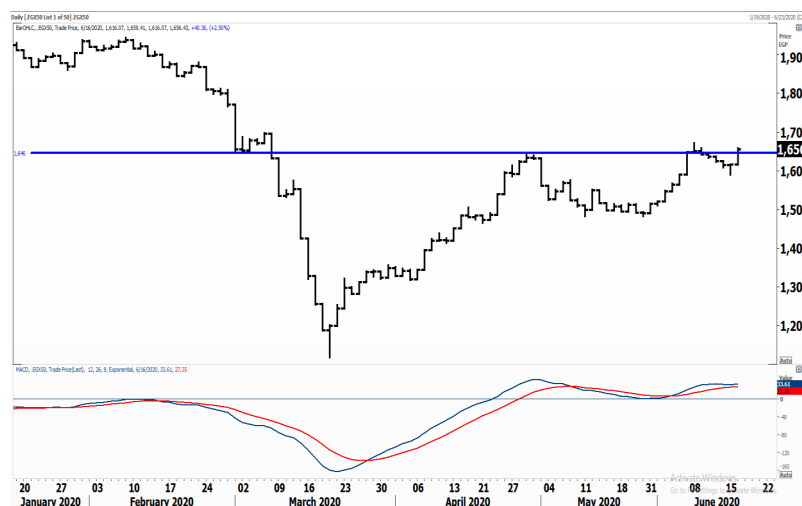
Since we are trading above 10,500 we should be buying market dips, so we are still recommending investors to be invested in the market and add to their positions at the break of the most recent minor peak.

Egyptian Exchange Equal Weight Index .EGX 50


Analysis

As we know, the 1,650 level is the current important resistance to watch. A confirmed and weekly breakout above this level will be bullish for the overall market. The EGX 50 index is challenging this resistance and on the verge of breaking it. If we close the week above 1,650, then we will probably witness a renewed market rise.

It is worth mentioning that if the EGX 50 begins to outperform the EGX 30 once again, we will be looking at mid and small caps. This is not clear yet as we might see both indices confirming their breakout.



Resistance


ORHD  Broke 3.92 upwards closing clearly above 4. ORHD looks strong and has a lot of upward potential. Our first target lies at 4.4-4.5. This is where sellers might appear. We believe, however, that the stock will reach much higher levels.


Support

No stocks broke their support yesterday


Testing


Support


EKHO  Rebounded from its support that lies at 1.04 and closed at 1.09 at the end of the session. Our first level to watch is 1.15-1.16. Those who are buying at current levels can use the aforementioned resistance to take profits.

MFPC  The stock looks good, especially after it rebounded from its support that lies at 35. It is better to wait for the breakout though. Our buy signal will probably be triggered at the 42.5 breakout.

Resistance

COMI  The 70 level is a very important resistance to watch. A breakout above this level will be bullish for the stock as it will probably send it back near its peak. It is important to note that COMI is not necessarily a leading stock. It can rise on its own without thinking of others. Thus, we will deal with COMI as a single stock not as a market gauge.

PHDC  The 1.2 level is the current resistance for PHDC. We do not recommend stepping in until a clear breakout above this level takes place. A breakout above this level will be considered as a short-term trading opportunity with a target around 1.3.

MNHD  The stock is trading near its resistance that lies at 2.8. MNHD is still an underperformer, thus we do not recommend buying until a clear and confirmed breakout occurs.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	68.49	65.8	62.2	70	73	↔	Hold	62.2
EAST.CA	EASTERN CO/d	12.55	12.5	12	13.8	14.5	↔	Hold	12
SWDY.CA	ELSWEDY ELECTR/d	7.07	7	6.4	7.88	8.8	↔	Hold	7
TMGH.CA	TALAT MOSTAFA/d	5.59	4.92	4.55	5.85	6.55	↔	Hold	4.92
SKPC.CA	SIDI KERIR PET/d	6.00	5.87	5.44	6.6	6.87	↔	Hold	5.44
EKHO.CA	EGYPT KUWAIT H/d	1.09	1.04 \$	1 \$	1.17 \$	1.22 \$	↑	Hold	1.04
HRHO.CA	EFG HERMES HOL/d	12.53	12	11.5	13.2	14	↑	P.Buy	11.5
ORAS.CA	ORASCOM CONST/d	68.52	68	64.4	73	80	↔	Hold	73
AMOC.CA	ALX MINERAL OI/d	2.38	2.3	2.19	2.7	2.9	↔	Hold	2.19
MNHD.CA	NASR CITY HOUS/d	2.72	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	9.40	9	8.2	10.88	11.35	↔	Hold	9
JUFO.CA	JUHAYNA FOOD I/d	7.10	7	6.7	7.6	8	↔	Hold	6.7
ESRS.CA	EZZ STEEL/d	6.17	5.8	5.33	7	7.55	↔	Hold	5.8
ETEL.CA	TELECOM EGYPT/d	12.54	11.95	11.5	12.6	14	↑	P.Buy	11.5
CCAP.CA	CITADEL CAPITA/d	1.46	1.38	1.19	1.54	1.74	↔	Hold	1.54
ISPH.CA	IBNSINA PHARMA	8.30	8.32*	8	9.25	9.6	↔	Hold	8.32*
PHDC.CA	PALM HILL DEV /d	1.18	1.1	1.06	1.21	1.27	↔	Hold	1.06
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	4.94	4.8	4.55	5.2	5.5	↑	Hold	4.8
HELI.CA	HELIOPOLIS/d	5.41	4.95	4.6	5.5	5.85	↑	Hold	4.95
CIEB.CA	CREDIT AGRICOL/d	28.50	28	26.5	30.5	31.55	↔	Hold	26.5
EGCH.CA	EGYPT CHEM IND/d	3.95	3.75	3.47	3.97	4.37	↔	Hold	3.75
EMFD.CA	EMAAR MISR DEV/d	2.32	2.24	2.19	2.55	2.8	↔	Hold	2.19
OIH.CA	ORASCOM INVESTMENT HOLDING	0.38	0.26	0.17	0.45	0.5	↔	Hold	0.5
ORHD.CA	ORASCOM EGYPT/d	3.95	3.65	3.37	4	4.3	↑	P.Buy	3.65
EGTS.CA	EGYPTIAN RESOR/d	1.41	1.3	1.14	1.55	1.77	↔	Hold	1.55
PORT.CA	PORTO GROUP	0.46	0.445	0.422	0.49	0.529	↔	Hold	0.445
AUTO.CA	AUTO GHABBOUR	1.91	1.73	1.55	2	2.1	↔	Hold	1.73
DSCW.CA	DICE SPORT AND CASUAL WEAR	1.43	1.37	1.26	1.63	1.72	↔	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.