

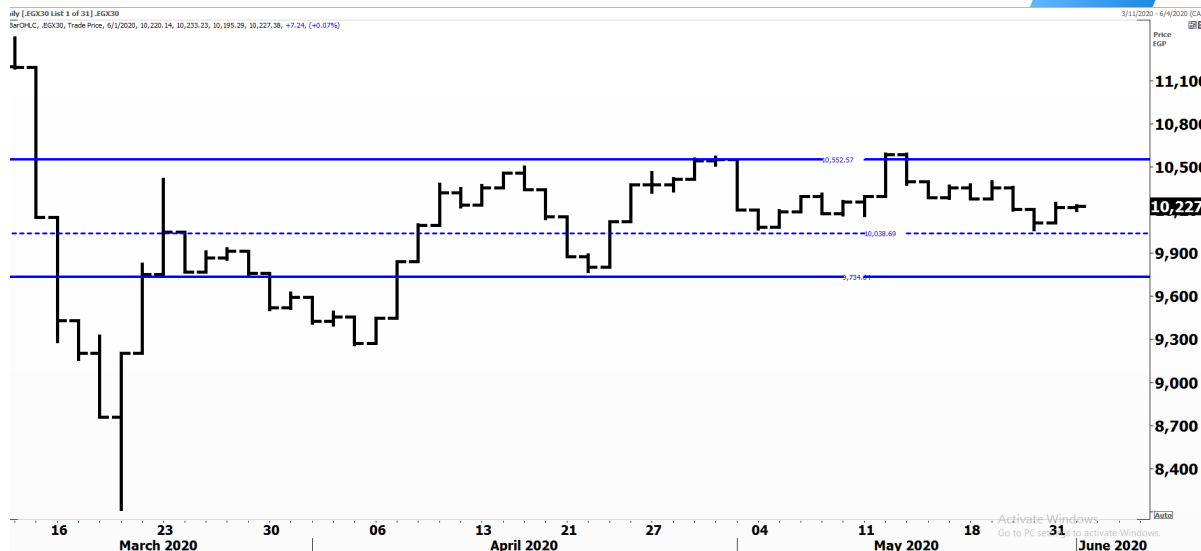


PIONEERSECURITIES

# TECH TO THE POINT

2-June-2020

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



Last	10,227.38
High Today	10,233.23
Low Today	10,195.29
Volume	M 141.55
First Support	10,000.00
Second Support	9,700.00
First Resistance	10,500.00
Second Resistance	11,000.00
Stop Loss	9,700.00
HISTORICAL RETURN %	
1 WEEK	1.16%
1 MONTH	-3.10%
1 QUARTER	-16.79%
1 YEAR	-25.30%
YTD	-26.75%

## Analysis

Yesterday's slight slow down is a natural scenario as the market is still moving inside its trading range. The good point here is that the index is closer to its resistance than support and selling pressure is not strong at these levels. Thus, if buyers enter the market more aggressively, the EGX 30 will be able to break 10,500, which will trigger a significant buy signal.

Our view remains biased to the bullish side; those who want to test the waters before the breakout can do so partially and use a stop below 10,000. Our main stop lies at 9,700. Those, however, who are shorter-term can use 10,000 as their initial stop.

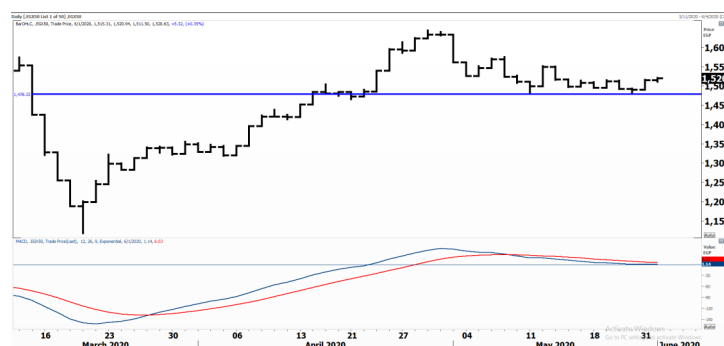
## Egyptian Exchange Equal Weight Index .EGX 50

### Analysis


The EGX 50 index looks good, especially after the recent correction it witnessed. The 1,480 is our clear support and all stops should be placed below this level.


We expect the EGX 50 to break its resistance that lies at 1,550; such a breakout, along with the 10,500 break on the EGX 30 index will lead to a more favorable breadth and a stronger rise will probably follow.

The MACD indicator also looks good and getting ready to witness a renewed rise.



## Resistance

**ETEL**  Broke its resistance level that lies at 11, and closed at its limit up, at 12.12. ETEL can continue its rise to the 14 level, which is its first important resistance to watch. Those who want to step in are recommended to buy at dips.


**ELNA**  Broke 23 upwards and closed clearly above it. The 28-28.5 level is the first resistance to watch. Those who want to trade the stock should use this level as their target.

## Support


No stocks broke their support yesterday

## Testing

### Support

**UASG**  Rebounded from its support that lies at 0.5, closing clearly above it. Those who want to step in should place their stop below 0.5. On the other hand, investors who want to enter after confirmation are recommended to buy at the breakout above 0.65.

### Resistance

**EKHO**  Looks like it will break 1.05 to the upside. Such a breakout will trigger a buy signal with a target at 1.2. We recommend buying EKHO 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	62.79	61	58.5	66	70	↔	Hold	58.5
EAST.CA	EASTERN CO/d	12.23	11.8	11.4	13	14	↔	Hold	11.8
SWDY.CA	ELSWEDY ELECTR/d	7.51	7	6.88	8.1	8.8	↔	Hold	7
TMGH.CA	TALAT MOSTAFA/d	5.15	4.95	4.7	5.53	5.85	↔	Hold	4.7
SKPC.CA	SIDI KERIR PET/d	5.90	5.44	5.14	6.3	6.87	↔	Hold	5.44
EKHO.CA	EGYPT KUWAIT H/d	1.04	0.97 \$	0.875 \$	1.05 \$	1.15 \$	↔	Hold	0.97
HRHO.CA	EFG HERMES HOL/d	11.17	10.6	9.92	12	13	↔	Hold	10.6
ORAS.CA	ORASCOM CONST/d	64.98	62.5	58	68.5	73	↔	Hold	62.5
AMOC.CA	ALX MINERAL OI/d	2.33	2.17	2.03	2.4	2.7	↔	Hold	2.17
MNHD.CA	NASR CITY HOUS/d	2.58	2.46	2.27	2.75	2.9	↔	Hold	2.46
CIRA.CA	Cairo Investment & Real Estate	0.00	12.5	11.55	14	15	↑	Hold	12.5
OCDI.CA	6TH OCT DEV IN/d	9.96	9	8.2	10.4	10.88	↔	Hold	9
JUFO.CA	JUHAYNA FOOD I/d	7.43	6.7	6.3	7.8	8	↔	Hold	6.5
ESRS.CA	EZZ STEEL/d	5.80	5.6	5.06	6.4	7	↔	Hold	5.6
ETEL.CA	TELECOM EGYPT/d	12.12	11.5	10.7	12.6	14	↑	P.Buy	10.7
CCAP.CA	CITADEL CAPITA/d	1.25	1.19	1.14	1.38	1.47	↔	Hold	1.19
ISPH.CA	IBNSINA PHARMA	8.80	8.32	8	9.25	9.6	↔	Hold	8
PHDC.CA	PALM HILL DEV /d	1.08	1.05	1.025	1.16	1.2	↔	Hold	1.025
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	5.20	4.55	4.2	5.4	5.75	↔	Hold	4.55
HELI.CA	HELIOPOLIS/d	4.71	4.4	4	4.93	5.3	↔	Hold	4
CIEB.CA	CREDIT AGRICOL/d	25.50	25	23	28.5	30.6	↔	Hold	27
EGCH.CA	EGYPT CHEM IND/d	3.67	3.4	3	3.97	4.37	↔	Hold	3.4
EMFD.CA	EMAAR MISR DEV/d	2.28	2.24	2.19	2.45	2.55	↔	Hold	2.19
OIH.CA	ORASCOM INVESTMENT HOLDING	0.36	0.26	0.17	0.45	0.5	↔	Hold	0.5
ORHD.CA	ORASCOM EGYPT/d	3.37	3.2	2.87	3.68	4.3	↔	Hold	2.87
EGTS.CA	EGYPTIAN RESOR/d	1.32	1.3	1.14	1.6	1.77	↔	Hold	1.3
PORT.CA	PORTO GROUP	0.43	0.422	0.41	0.475	0.529	↔	Hold	0.422
AUTO.CA	AUTO GHABBOUR	1.64	1.55	1.4	1.73	1.92	↔	Hold	1.55
DSCW.CA	DICE SPORT AND CASUAL WEAR	1.47	1.37	1.26	1.7	1.93	↔	Hold	1.26

## 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).

## Technical Analysis Department

### Saleh Nasser

Chief Technical Strategist

### Ahmed Hassan

Senior Technical Analyst

### Dina Fahmy

Senior Technical Analyst

### 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.