

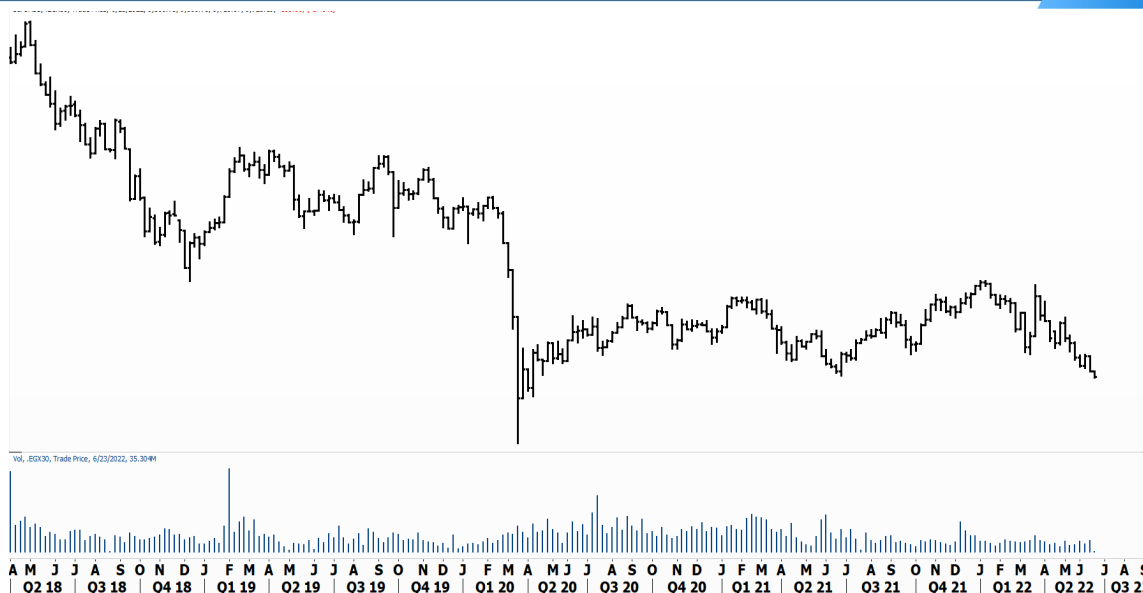


PIONEERSECURITIES

TECH TO THE POINT

20–June- 2022

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



| | |
|---------------------|----------|
| Last | 9,728.19 |
| High Today | 9,866.75 |
| Low Today | 9,720.69 |
| Volume | M 35.304 |
| First Support | 9,800* |
| Second Support | 9,250 |
| First Resistance | 10,300 |
| Second Resistance | 10,600 |
| Stop Loss | |
| HISTORICAL RETURN % | |
| 1 WEEK | -3.66% |
| 1 MONTH | -7.79% |
| 1 QUARTER | -11.35% |
| 1 YEAR | -1.39% |
| YTD | -18.59% |

Analysis

As expected, the market continued its decline and the EGX 30 index violated its major support level to the downside. It is also worth noting that the EGX 30 capped index broke its support too confirming the decline as a general one; not due to CIB weakness.

As we mentioned in our weekly overview, the corona low is our next target to watch; we might see a rebound from slightly higher level, but we should expect a 1000 point decline from here.

Let us reiterate our view about the re-entry point if the market rises from here; we will not step in before a clear breakout above 10,250; all rises that fail to break this level are chances to sell as we have been mentioning.

Small Caps Index/ EGX 70

Analysis

The index fell from the 1,880 level and violated yesterday a minor support to the downside.

The EGX 70 closed at 1,825 and is eligible to reach 1,750-1,760 first before any rebound takes place.

Those who trade small caps should wait the next few sessions before taking any action to buy until we see where this decline will stop; or, on the other hand, if it breaks 1,900 to the upside.


For now, we expect to reach 1,750 before the next rise.



Resistance

No stocks broke their resistance yesterday


Support

HRHO  Closed at 12.57 after breaking 13 to the downside. Next target lies around 11.5. If the stock today trades below 12.5 it will probably reach its target in a relatively short period of time.

EMFD  If the 2.5 breakdown is confirmed, EMFD will reach 2.25 first, then lower targets can be reached.


Testing

Support

MTIE  The 2.4-2.5 is the current support for the stock as well as its historical low. It looks like MTIE will break this to the downside, which will lead to more significant selling pressure. No targets here cause the stock is hitting new lows.

SWDY  Support lies at 6.9-7. If SWDY breaks to the downside, a renewed decline will probably take place which will lead SWDY to 6.15-6.2.

COMI  The 38.5 is an important level to watch as it constitutes the corona low. A break below this level will confirm a major breakdown, which will lead COMI to much lower levels. Our recommendation is to sell minor rises.

ORAS  If ORAS breaks below 63.5-64 it will probably continue its decline, which will take it to 50. Position holders are recommended to place their stop below 63.5.

Resistance

| Symbol | S. Description | Last | Buying Area 1 | Buying Area 2 | Selling Area 1 | Selling Area 2 | Selling Area 3 | Stop Loss |
|--------|----------------|------|---------------|---------------|----------------|----------------|----------------|-----------|
|--------|----------------|------|---------------|---------------|----------------|----------------|----------------|-----------|

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 | 38.5 | 38.2 | 36.5 | 42.65 | 45.3 | ↔ | Hold | 38.2 |
| FWRY.CA | FAWRY FOR BANKING TECHNOLOGY /d | 4.15 | 4.02 | 3.9 | 4.4 | 4.6 | ↔ | Hold | 4.4 |
| ABUK.CA | ABU QIR FERTILIZERS /d | 24.08 | 23.5 | 22.8 | 26.5 | 28 | ↔ | Hold | 23.5 |
| EAST.CA | EASTERN CO/d | 10.61 | 10.6 | 10.25 | 11.5 | 11.8 | ↔ | Hold | 10.6 |
| HRHO.CA | EFG HERMES HOL/d | 12.57 | 12.5 | 12 | 13.2 | 14.2 | ↓ | P.Sell | 14.2 |
| TMGH.CA | TALAT MOSTAFA/d | 7.51 | 7.35 | 7.05 | 8.3 | 8.75 | ↔ | Hold | 8.75 |
| EKHO.CA | EGYPT KUWAIT H/d | 1.313 | \$1.288 | \$1.24 | \$1.36 | \$1.38 | ↔ | Hold | 1.288 |
| EFIH.CA | E-FINANCE FOR DIGITAL&FINANCIAL INVESTEMENT | 14.01 | 13.5 | 12.8 | 15.3 | 16.2 | ↓ | P.Sell | 16.2 |
| SWDY.CA | ELSWEDY ELECTR/d | 7.1 | 7 | 6.7 | 7.47 | 7.85 | ↔ | Hold | 7 |
| ETEL.CA | TELECOM EGYPT/d | 15.08 | 14.9 | 14 | 15.8 | 16.5 | ↔ | Hold | 14 |
| EKHOA.CA | EGYPT KUWAIT HOLDING CO | 22.3 | 22.2 | 21.5 | 24 | 25.5 | ↔ | Hold | 21.5 |
| CLHO.CA | CLEOPATRA HOSPITAL | 4.97 | 4.8 | 4.6 | 5.1 | 5.4 | ↔ | Hold | 4.8 |
| MFPC.CA | MISR FERTILIZERS PRODUCTION CO | 100 | 99.7 | 94 | 110 | 117 | ↔ | Hold | 94 |
| CIEB.CA | CREDIT AGRICOL/d | 5.49 | 5.4 | 5.17 | 5.75 | 6.03 | ↓ | P.Sell | 6.03 |
| CIRA.CA | CAIRO FOR INVESTMENT AND REAL ESTATE | 11.6 | 11.55 | 11.3 | 12.5 | 13.5 | ↔ | Hold | 11 |
| HDBK.CA | HOUSING AND DEVELOPMENT BANK | 36.3 | 36 | 34.5 | 38.9 | 39.8 | ↔ | Hold | 34.5 |
| AMOC.CA | ALEXANDRIA MINERAL OILS CO/d | 3.52 | 3.5 | 3.44 | 3.75 | 4 | ↔ | Hold | 3.75 |
| ISPH.CA | IBNSINA PHARMA/d | 1.587 | 1.52 | 1.4 | 1.7 | 1.9 | ↓ | P.Sell | 1.9 |
| ESRS.CA | EZZ STEEL/d | 12.61 | 12.2 | 11.4 | 12.8 | 14.2 | ↔ | Hold | 11.4 |
| MNHD.CA | NASR CITY HOUSE/d | 2.41 | 2.28 | 2.13 | 2.6 | 2.75 | ↔ | Hold | 2.13 |
| HELI.CA | HELIOPOLIS/d | 4.86 | 4.5 | 4.24 | 5.28 | 5.5 | ↔ | Hold | 4.24 |
| SKPC.CA | SIDI KERIR PET/d | 7.61 | 7.7 | 7.5 | 8.3 | 8.9 | ↔ | Hold | 7.5 |
| AUTO.CA | AUTO GHABBOUR /d | 3 | 2.84 | 2.6 | 3.25 | 3.45 | ↔ | Hold | 2.85 |
| PHDC.CA | PALM HILL DEV /d | 1.238 | 1.22 | 1.15 | 1.32 | 1.38 | ↔ | Hold | 1.15 |
| ORAS.CA | ORASCOM CONSTRUCTION | 64 | 64* | 62 | 71 | 77 | ↔ | Hold | 64 |
| ORWE.CA | ORIENTAL WEAVERS /d | 6.46 | 6.4 | 6.2 | 6.93 | 7.2 | ↔ | P.Sell | 7.2 |
| MTIE.CA | MM GROUP FOR INDUSTRY /d | 2.52 | 2.45 | 2.38 | 2.86 | 3.13 | ↓ | P.Sell | 3.13 |
| CCAP.CA | CITADEL CAPITA/d | 1.22 | 1.214 | 1.163 | 1.32 | 1.38 | ↔ | Hold | 1.214 |
| ORHD.CA | ORASCOM EGYPT/d | 4 | 3.85 | 3.7 | 4.2 | 4.55 | ↔ | Hold | 3.7 |
| RMDA.CA | TENTH OF RAMADAN FOR PHARMACEUTICAL | 2.2 | 2 | 1.87 | 2.25 | 2.39 | ↔ | Hold | 2.25 |
| ADIB.CA | ABU DHABI ISLAMIC BANK EGYPT | 11.4 | 11.3 | 10.8 | 11.8 | 12.5 | ↔ | Hold | 11.3 |

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.