



PIONEERSECURITIES

# TECH TO THE POINT

21–June- 2022

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





## Analysis

After the breakdown confirmation, the EGX 30 is expected to reach mid 8000s as we mentioned before which is our minimum target to watch. It is worth noting that the 9,950-10,000 should serve as a clear resistance in case a rebound takes place.

All the current market talks about a bottom being formed is not yet based, in our view, on solid grounds; investors are mixing their emotions with reality which gives them hopes of a potential bottom formation; which is clearly not the case yet.

Thus, if a rebound takes place, we will recommend selling the rest of the positions, and we will not have any entry signal before a clear break above 10,250.

If the market continues its decline, as we are expecting, we will be looking at 8,500 as an important level to watch and will reassess the situation.

## Small Caps Index/ EGX 70

### Analysis

The EGX 70 index fell yesterday, closing at 1,805 and is on its way to our target that lies at 1,750-1,760.

We will watch how the index will react after reaching this target; if it rebounds from there, short-term trading opportunities will be available.

We do not recommend, however, trying to outsmart the market and entering at the decline. We need to see some market in-flows before taking the decision to step in.





## Resistance


No stocks broke their resistance yesterday


## Support

**ORAS**  Closed around 63 after breaking 64 to the downside. If this break is confirmed, ORAS will probably approach 55.


## Testing

### Support

**ESRS**  If the stock breaks below 12, a clear sell signal will be triggered and our target will be set around 10. Those who still have positions are recommended to place their stop below 12.

**FWRY**  A minor support lies at 3.9; its breakout, however, will lead the stock to a renewed strong decline. If FWRY rises from here, we will not step in before a break above 4.35 takes place.

**ARAB**  Those who bought recently can place their stop below 0.372. This is a minor support but its violation will probably lead the stock near 0.34.

**EGAL**  A break below 16.2 will lead to more decline which will probably lead the stock back near 12.5

## Resistance



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

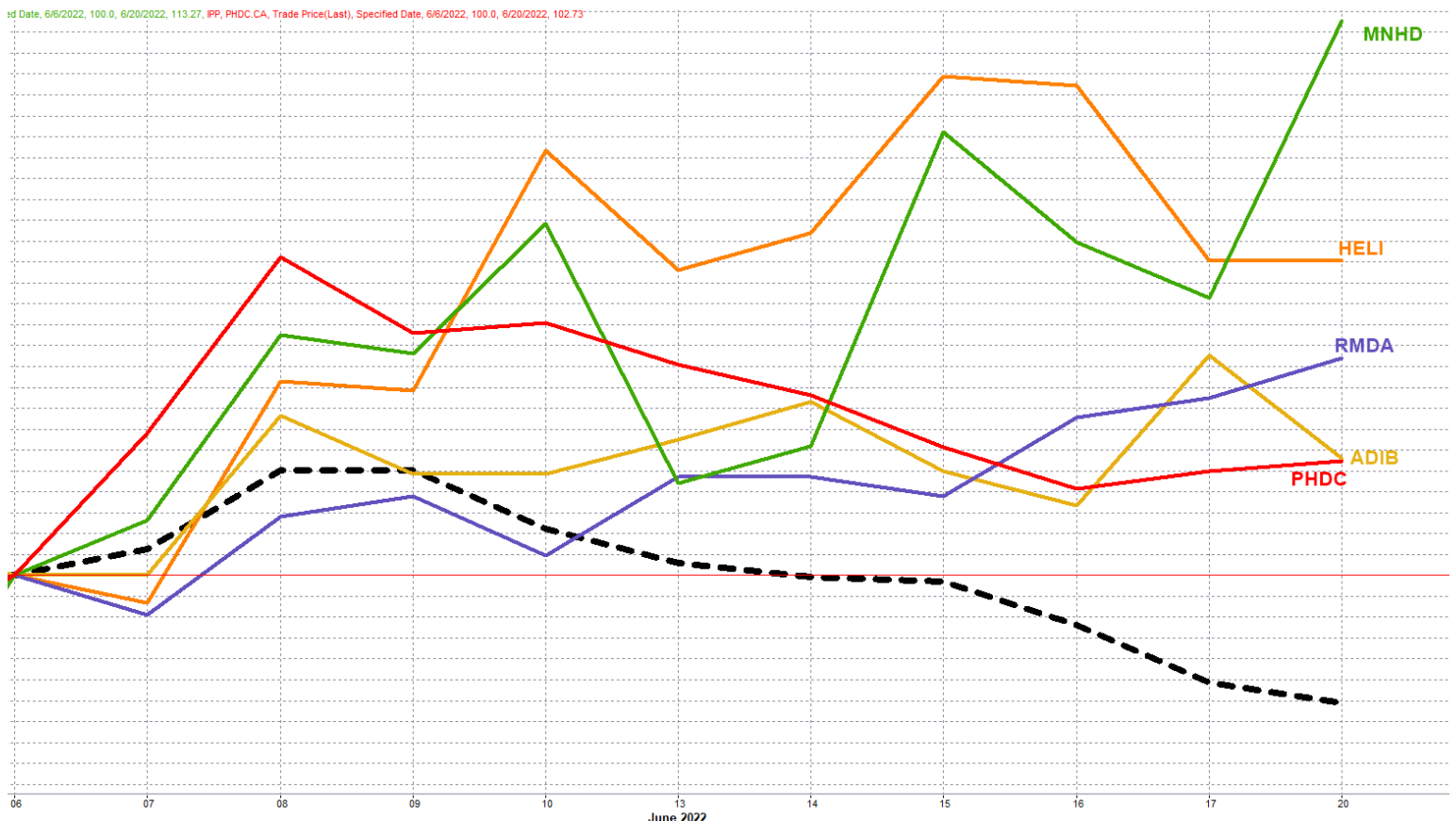
#### Yesterday's T+0/T+1 Trades



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	4.03	4.02	3.9	4.4	4.6	↔	Hold	4.4
ABUK.CA	ABU QIR FERTILIZERS /d	23.9	23.5	22.8	25.2	26.3	↔	Hold	23.5
EAST.CA	EASTERN CO/d	10.68	10.6	10.25	11.5	11.8	↔	Hold	10.6
HRHO.CA	EFG HERMES HOL/d	12.5	12.5*	12	13.2	14.2	↓	P.Sell	14.2
TMGH.CA	TALAT MOSTAFA/d	7.6	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	13.5	12.8	15.3	16.2	↓	P.Sell	16.2
SWDY.CA	ELSWEDY ELECTR/d	7.01	7	6.7	7.47	7.85	↔	Hold	7
ETEL.CA	TELECOM EGYPT/d	14.9	14.9*	14	15.8	16.5	↔	Hold	14
EKHOA.CA	EGYPT KUWAIT HOLDING CO	22.16	22	21.5	24	25.5	↔	Hold	21.5
CLHO.CA	CLEOPATRA HOSPITAL	4.92	4.8	4.6	5.1	5.4	↔	Hold	4.8
MFPC.CA	MISR FERTILIZERS PRODUCTION CO	99.79	99.7	94	110	117	↔	Hold	94
CIEB.CA	CREDIT AGRICOL/d	5.46	5.4	5.17	5.75	6.03	↓	P.Sell	6.03
CIRA.CA	CAIRO FOR INVESTMENT AND REAL ESTATE	11.98	11.55	11.3	12.5	13.5	↔	Hold	11
HDBK.CA	HOUSING AND DEVELOPMENT BANK	35.23	34.8	34.25	37.3	39	↔	Hold	34.25
AMOC.CA	ALEXANDRIA MINERAL OILS CO/d	3.5	3.5*	3.44	3.75	4	↔	Hold	3.75
ISPH.CA	IBNSINA PHARMA/d	1.556	1.52	1.4	1.7	1.9	↓	P.Sell	1.9
ESRS.CA	EZZ STEEL/d	12.06	11.8	11.3	12.8	14.2	↔	Hold	11.3
MNHD.CA	NASR CITY HOUSE/d	2.56	2.28	2.13	2.6	2.75	↔	Hold	2.13
HELI.CA	HELIOPOLIS/d	4.86	4.5	4.24	5.12	5.5	↔	Hold	4.24
SKPC.CA	SIDI KERIR PET/d	7.67	7.5	7	8.3	8.9	↔	Hold	7.5
AUTO.CA	AUTO GHABBOUR /d	2.95	2.84	2.6	3.25	3.45	↔	Hold	2.85
PHDC.CA	PALM HILL DEV /d	1.241	1.22	1.15	1.32	1.38	↔	Hold	1.15
ORAS.CA	ORASCOM CONSTRUCTION	63.03	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	2.5	2.45	2.38	2.86	3.13	↓	P.Sell	3.13
CCAP.CA	CITADEL CAPITA/d	1.218	1.214	1.163	1.32	1.38	↔	Hold	1.214
ORHD.CA	ORASCOM EGYPT/d	3.94	3.85	3.7	4.2	4.55	↔	Hold	3.7
RMDA.CA	TENTH OF RAMADAN FOR PHARMACEUTICAL	2.23	2	1.87	2.25	2.39	↔	Hold	2.25
ADIB.CA	ABU DHABI ISLAMIC BANK EGYPT	11.25	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).

## Technical Analysis Department

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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.