

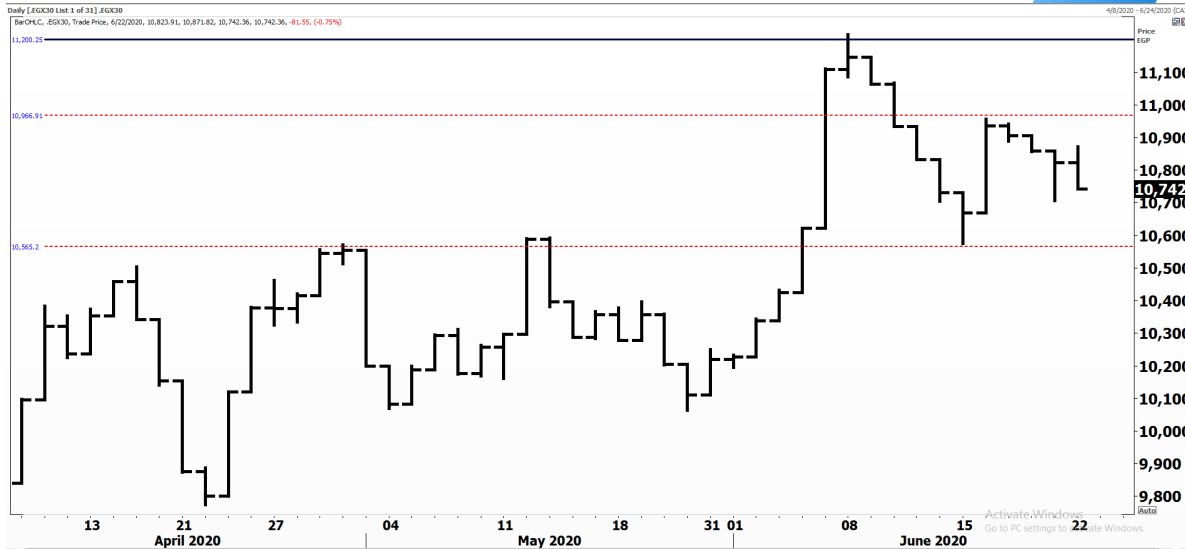


PIONEERSECURITIES

TECH TO THE POINT

23-June-2020

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



Last	10,742.36
High Today	10,871.82
Low Today	10,742.36
Volume	M 166.760
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	0.69%
1 MONTH	6.26%
1 QUARTER	6.92%
1 YEAR	-23.36%
YTD	-23.06%

Analysis

The EGX 30 index refused to continue its rise for two consecutive sessions and witnessed a significant decline yesterday to close at 10,742. Despite that lots of the EGX 70 stocks are rising and witnessing strong performance, blue chips are significantly weak. We will respect our levels and will wait for the 11,000 level first to be broken before opening new positions. On the other hand, a break below 10,500 is a direct sell signal.

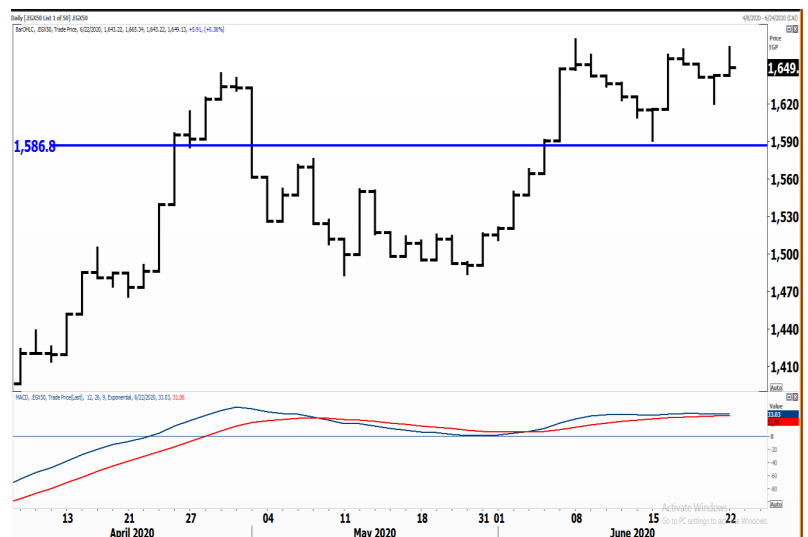
Let us reiterate our view; we are still bullish on the market and expecting the breakout to be to the upside. If, however, the 10,500 level is violated, the market will probably not be able to rise for the next few months.

Egyptian Exchange Equal Weight Index .EGX 50


Analysis

The 1,580-1,590 range is the current support for the EGX 50. We will hold positions as long as the index is trading above this level; a break below 1,580 will trigger our stops and a strong decline will follow.

For now, we are still more biased to the upward breakout; the 1,650 is the level to watch; or 1,670 for more confirmation. It goes without saying that we need the EGX 50 index to be confirmed by its 30 counterpart if it breaks to the upside.




Resistance

ISMA  Ismailia Poultry broke its major resistance that lies at 5.1 and closed clearly above it. First hurdle lies at 6.2. We believe, however, that the stock can reach 7.


Support

SWDY  Probably the worst performer in the EGX 30 index. The stock is insisting to perform badly and still breaking its support levels. Position holders have no choice but to get out of the stock. Thinking to enter? Don't think of it until it breaks 7.25 clearly; anything else, the stock is a clear sell and much more decline is expected.


OCDI  Broke its support clearly and closed at 8.65 triggering a sell signal. Our target lies around 7. We do not recommend stepping in even if it rebounds. OCDI is a clear underperformer and will probably continue this way in the near future.


Testing

Support

COMI  The 65.5-66 range is the current support for COMI. A break below this support will trigger a sell signal. We do not recommend selling, however, as the stock is still able to maintain itself above support. If a rebound occurs from here, sellers will probably appear near 68-69

Resistance

HRHO  One of the outperformers and still performing better than most of the EGX 30 stocks. HRHO closed at 12.8 and is near its resistance that lies at the 12.8-13.2 area. Those who have positions can reduce exposure near this resistance and repurchase if the stock breaks to the upside.

RAKT  Closed at 6.35 and is approaching its resistance that lies at 6.4-6.5. The stock rose sharply during the past few sessions and is a bit over extended. Position holders can reduce exposure at these levels and repurchase if the 6.5 level is clearly broken to the upside.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	66.70	65.8	62.2	70	73	↔	Hold	65.8
EAST.CA	EASTERN CO/d	12.71	12.5	12	13.8	14.5	↔	Hold	12
SWDY.CA	ELSWEDY ELECTR/d	6.72	6.4	5.75	7.24	7.88	↓	P.SELL	7.88
TMGH.CA	TALAT MOSTAFA/d	5.35	4.92	4.55	5.85	6.55	↔	Hold	4.92
SKPC.CA	SIDI KERIR PET/d	5.80	5.5	5.1	6.6	6.87	↔	Hold	5.5
EKHO.CA	EGYPT KUWAIT H/d	1.11	1.04 \$	1 \$	1.17 \$	1.22 \$	↑	Hold	1.04
HRHO.CA	EFG HERMES HOL/d	12.80	11.9	11.5	13.2	14	↑	Hold	11.9
ORAS.CA	ORASCOM CONST/d	69.00	68	64.4	73	80	↔	Hold	73
AMOC.CA	ALX MINERAL OI/d	2.27	2.17	2	2.7	2.9	↔	Hold	2.17
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	8.65	8.25	7.9	9.75	10.87	↔	Hold	9
JUFO.CA	JUHAYNA FOOD I/d	7.31	7	6.7	7.6	8	↔	Hold	6.7
ESRS.CA	EZZ STEEL/d	5.85	5.8	5.33	7	7.55	↔	Hold	5.8
ETEL.CA	TELECOM EGYPT/d	12.21	11.95	11.5	12.6	14	↑	Hold	11.5
CCAP.CA	CITADEL CAPITA/d	1.36	1.34	1.19	1.54	1.74	↔	Hold	1.54
ISPH.CA	IBNSINA PHARMA	8.78	8.32	8	9.25	9.6	↔	Hold	8.32
PHDC.CA	PALM HILL DEV /d	1.13	1.1	1.06	1.21	1.27	↔	Hold	1.06
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	5.15	4.8	4.55	5.2	5.5	↑	Hold	4.8
HELI.CA	HELIOPOLIS/d	5.21	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	3.90	3.75	3.47	3.97	4.37	↔	Hold	3.75
EMFD.CA	EMAAR MISR DEV/d	2.26	2.24	2.19	2.55	2.8	↔	Hold	2.19
OIH.CA	ORASCOM INVESTMENT HOLDING	0.37	0.36	0.34	0.4	0.42	↔	Hold	0.34
ORHD.CA	ORASCOM EGYPT/d	3.64	3.5	3.27	4.16	4.3	↑	Hold	3.27
EGTS.CA	EGYPTIAN RESOR/d	1.35	1.3	1.14	1.55	1.77	↔	Hold	1.55
PORT.CA	PORTO GROUP	0.49	0.445	0.422	0.49*	0.529	↔	Hold	0.445
AUTO.CA	AUTO GHABBOUR	1.81	1.73	1.55	2	2.1	↔	Hold	1.73
DSCW.CA	DICE SPORT AND CASUAL WEAR	1.44	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.