

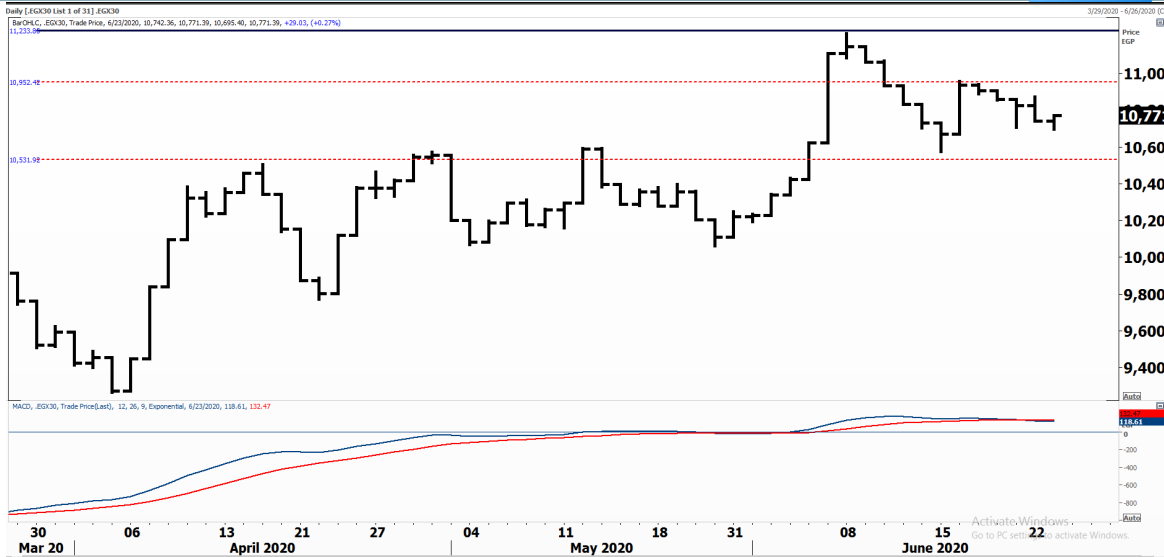


PIONEERSECURITIES

# TECH TO THE POINT

24-June-2020

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



Last	10,764.82
High Today	10,773.43
Low Today	10,695.40
Volume M	173.856
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	-1.56%
1 MONTH	6.48%
1 QUARTER	10.18%
1 YEAR	-22.37%
YTD	-22.90%

## Analysis

Yesterday was a positive day, which followed a negative day, which followed a positive day; this market severe swing-like action makes things hard for investors to profit from market moves. Based on our view however, investors should hold their positions until their stop is broken to the downside. Adding to positions if the index breaks its most recent peak at 11,000 or 11,200 (depending on whether you want to step in a bit earlier or not).

Again, we are still biased to the bullish scenario, which should lead to a strong rise. We understand that the overall sentiment does not look bullish yet but it is important to note that a clear break above 11,000 will invite more buyers to step in.

## Egyptian Exchange Equal Weight Index .EGX 50

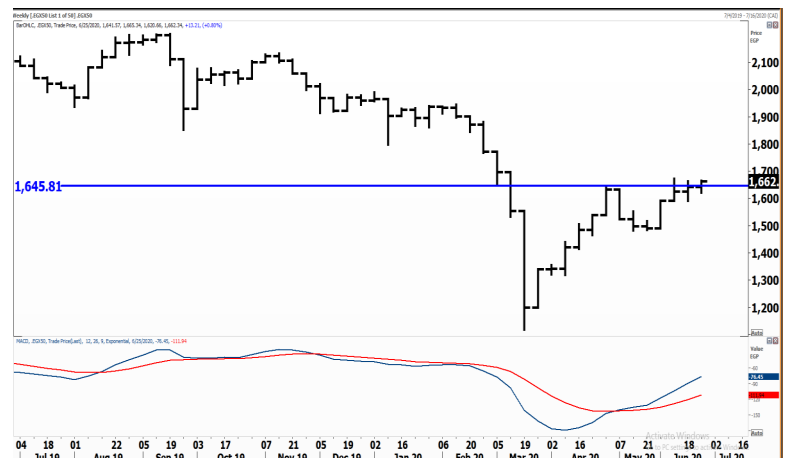
### Analysis

The weekly chart of the EGX 50 index looks bullish as it is trying to confirm the breakout of the 1,650 major resistance.




If this resistance is confirmed and the index succeeds to close above it for the next couple of sessions, we will probably witness a strong market rise.

As we mentioned before, we are waiting for the EGX 50 breakout confirmed by the EGX 30 breaking above 11,000-11,200.

The weekly MACD indicator is in a buy mode, which adds to our positive view.



## Resistance



- HELI**  The stock broke yesterday 5.6 and closed clearly above it at 5.81 with relatively high volumes. Next important target lies near 6.7-6.8. Those who are out of the stock are recommended to buy intraday dips.
- HRHO**  Broke its resistance to the upside and triggered a new buy signal. HRHO closed clearly above 13.2 and witnessed high volumes. We believe that the stock can reach 16 as the next important target to watch.
- ELSH**  Broke its major resistance that lies at 3.51 and closed at its limit up. If this rise continues, ELSH can reach 4.5.

## Support




No stocks broke their support yesterday.

## Testing

### Support

- PHDC**  Rebounded from its support that lies at 1.1 and closed at 1.153 at the end of the session. PHDC should head to 1.2, which is the next minor peak to watch. Only a breakout above this peak will trigger a buy signal.
- EMFD**  The stock was able to rebound from its support that lies at 2.25. It is important to note though, that EMFD might witness a minor hurdle at 2.4. In other words, investors who want to step in should buy at the breakout of 2.4 with a target at 2.55.

### Resistance

- TMGH**  One of the stocks that are struggling to break resistance. If TMGH breaks 5.8 to the upside, the next rise will probably be very strong as our target will be set around 7, or even more. Thus, a break above 5.8 will trigger an important buy signal, not only for the short-term, but for the intermediate-term too.
- MPRC**  Looks very strong and ready to break above 3.76-3.77; such a breakout will be considered major and will trigger an important buy signal and our target will be set around 4.5. Thus, we recommend buying today if the 3.76 level is broken to the upside.
- MNHD**  The 2.77-2.8 range is the current resistance for MNHD. The stock is trying to witness some improvement in its performance; despite its overall underperformance, MNHD might break to the upside if the overall market rises. Thus, those who want to step in are recommended to wait for the breakout above 2.8 before entering.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	66.80	65.8	62.2	70	73	↔	Hold	65.8
EAST.CA	EASTERN CO/d	12.75	12.5	12	13.8	14.5	↔	Hold	12
SWDY.CA	ELSWEDY ELECTR/d	6.70	6.4	5.75	7.24	7.88	↓	P.SELL	7.88
TMGH.CA	TALAT MOSTAFA/d	5.61	5.3	4.92	5.85	6.55	↔	Hold	4.92
SKPC.CA	SIDI KERIR PET/d	5.95	5.5	5.1	6.6	6.87	↔	Hold	5.5
EKHO.CA	EGYPT KUWAIT H/d	1.12	1.04 \$	1 \$	1.17 \$	1.22 \$	↑	Hold	1.04
HRHO.CA	EFG HERMES HOL/d	13.44	11.9	11.5	14	15	↑	Hold	11.9
ORAS.CA	ORASCOM CONST/d	68.12	68	64.4	73	80	↔	Hold	73
AMOC.CA	ALX MINERAL OI/d	2.33	2.17	2	2.7	2.9	↔	Hold	2.17
MNHD.CA	NASR CITY HOUS/d	2.76	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	8.81	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	6.07	5.8	5.33	7	7.55	↔	Hold	5.8
ETEL.CA	TELECOM EGYPT/d	12.37	11.95	11.5	12.6	14	↑	Hold	11.5
CCAP.CA	CITADEL CAPITA/d	1.39	1.34	1.19	1.485	1.54	↔	Hold	1.54
ISPH.CA	IBNSINA PHARMA	8.69	8.32	8	9.25	9.6	↔	Hold	8.32
PHDC.CA	PALM HILL DEV /d	1.15	1.1	1.06	1.21	1.27	↔	Hold	1.06
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	5.26	4.8	4.55	5.5	5.8	↑	Hold	4.8
HELI.CA	HELIOPOLIS/d	5.81	5.11	4.95	6	6.5	↑	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	4.00	3.75	3.47	3.97	4.37	↔	Hold	3.75
EMFD.CA	EMAAR MISR DEV/d	2.33	2.24	2.19	2.43	2.55	↔	Hold	2.19
OIH.CA	ORASCOM INVESTMENT HOLDING	0.38	0.36	0.34	0.4	0.42	↔	Hold	0.34
ORHD.CA	ORASCOM EGYPT/d	3.90	3.6	3.27	4.16	4.3	↑	Hold	3.27
EGTS.CA	EGYPTIAN RESOR/d	1.38	1.3	1.14	1.55	1.77	↔	Hold	1.55
PORT.CA	PORTO GROUP	0.48	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	1.44	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.