

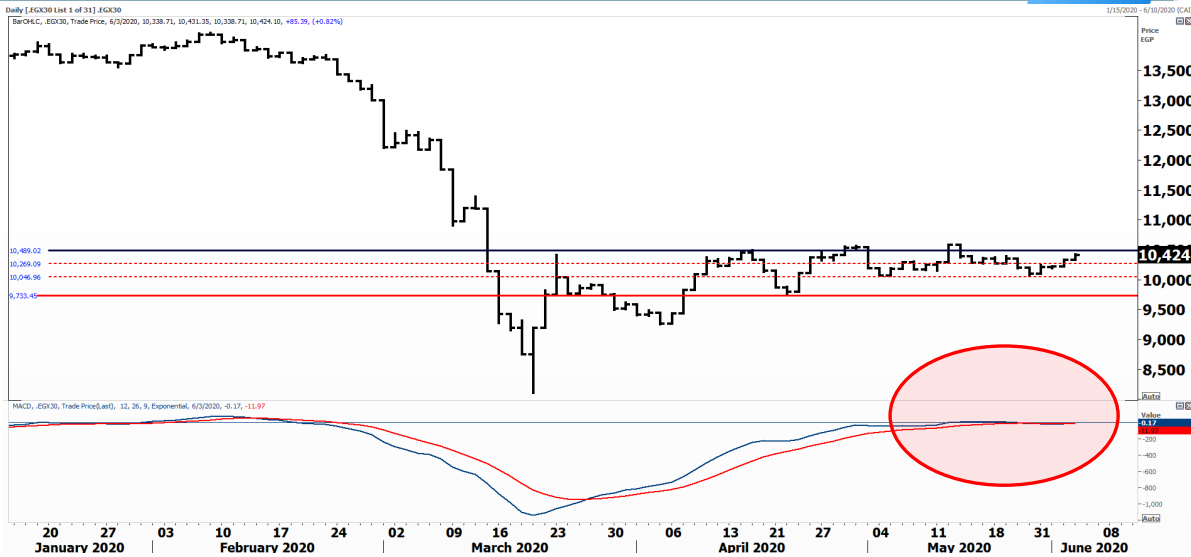


PIONEERSECURITIES

# TECH TO THE POINT

4-June-2020

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



Last	10,424.10
High Today	10,431.35
Low Today	10,338.71
Volume	M 238.349
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
<b>HISTORICAL RETURN %</b>	
1 WEEK	3.11%
1 MONTH	3.39%
1 QUARTER	-14.43%
1 YEAR	-24.40%
YTD	-25.34%

## Analysis

When the two MACD lines are stuck together (look at the circle on the chart) especially when they move near the zero level, we call this a GLUE signal and it tells us that momentum volatility has declined severely; such an action is usually followed by sharp movements either to the upside or the downside.

Thus, we should be expecting a big and strong move to come. We expect this move to be to the upside, especially that the EGX 30 is already challenging its resistance, while the EGX 50 index already broke its resistance yesterday.

As for the timing of this strong rise, it will probably occur very soon, in a matter of days, may be we begin this significant move from today.

We are getting more bullish and we expect the market breakout to occur today.

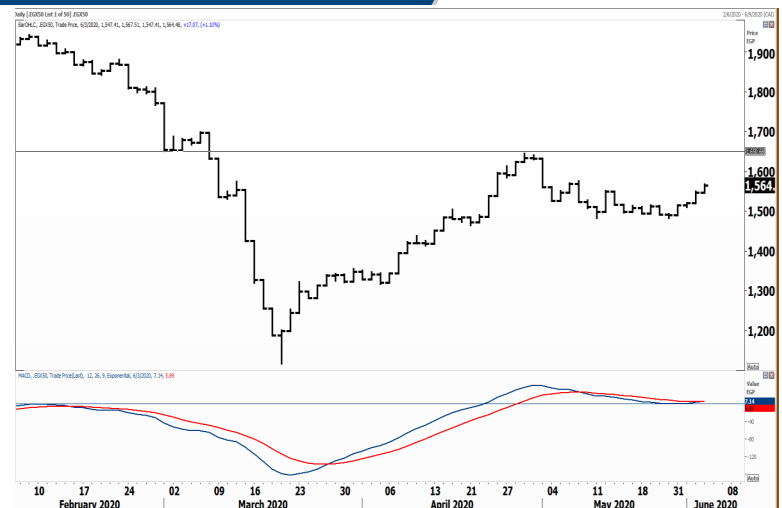
## Egyptian Exchange Equal Weight Index .EGX 50

### Analysis

Closed at 1,565 after breaking its resistance yesterday. The EGX 50 index triggered a buy signal and hints of a similar potential breakout on the EGX 30.

Next resistance to watch lies at 1,645-1,650; this is a more important resistance to watch, but we can enter the market based on yesterday's breakout.

For the intermediate-term picture to turn bullish, we should see a weekly breakout above 1,650. Such a breakout will reverse the overall trend back to up.



## Resistance

**INFI**  Broke 20.77 upwards and closed at 21.71. The stock should test 24 before selling pressure appears.

**ACGC**  Broke 1.265 with high volumes, closing at 1.32. Our target lies near 1.45. Those who want to step in can buy intraday dips.


## Support

No stocks broke their support yesterday

## Testing

### Support

## Resistance

**OIH**  The 0.38 level is the current resistance for OIH. The stock witnessed high volumes yesterday. We recommend waiting for the breakout before stepping in. A breakout above 0.38 will probably lead OIH to 0.43.

**KABO**  The 0.69 should be broken upwards before entering the stock. KABO approached its resistance and declined slightly to close at 0.656 at the end of the session. Our buy signal will be triggered at the breakout above 0.69.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	64.00	61	58.5	66	70	↔	Hold	58.5
EAST.CA	EASTERN CO/d	12.45	11.8	11.4	13	14	↔	Hold	11.8
SWDY.CA	ELSWEDY ELECTR/d	7.36	7	6.88	8.1	8.8	↔	Hold	7
TMGH.CA	TALAT MOSTAFA/d	5.14	4.95	4.7	5.53	5.85	↔	Hold	4.7
SKPC.CA	SIDI KERIR PET/d	6.10	5.44	5.14	6.3	6.87	↔	Hold	5.44
EKHO.CA	EGYPT KUWAIT H/d	1.09	1 \$	0.97 \$	1.10 \$	1.15 \$	↔	Hold	0.97
HRHO.CA	EFG HERMES HOL/d	11.10	10.6	9.92	12	13	↔	Hold	10.6
ORAS.CA	ORASCOM CONST/d	65.20	62.5	58	68.5	73	↔	Hold	62.5
AMOC.CA	ALX MINERAL OI/d	2.42	2.17	2.03	2.40*	2.7	↔	Hold	2.17
MNHD.CA	NASR CITY HOUS/d	2.57	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	9.65	9	8.2	10.4	10.88	↔	Hold	9
JUFO.CA	JUHAYNA FOOD I/d	7.40	6.7	6.3	7.8	8	↔	Hold	6.5
ESRS.CA	EZZ STEEL/d	6.00	5.6	5.06	6.4	7	↔	Hold	5.6
ETEL.CA	TELECOM EGYPT/d	11.95	11.5	10.7	12.6	14	↑	P.Buy	10.7
CCAP.CA	CITADEL CAPITA/d	1.37	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	1.10	1.05	1.025	1.16	1.2	↔	Hold	1.025
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	5.03	4.55	4.2	5.4	5.75	↔	Hold	4.55
HELI.CA	HELIOPOLIS/d	4.66	4.4	4	4.93	5.3	↔	Hold	4
CIEB.CA	CREDIT AGRICOL/d	26.49	25	23	28.5	30.6	↔	Hold	27
EGCH.CA	EGYPT CHEM IND/d	3.80	3.4	3	3.97	4.37	↔	Hold	3.4
EMFD.CA	EMAAR MISR DEV/d	2.34	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	1.43	1.3	1.14	1.6	1.77	↔	Hold	1.3
PORT.CA	PORTO GROUP	0.44	0.422	0.41	0.475	0.529	↔	Hold	0.422
AUTO.CA	AUTO GHABBOUR	1.68	1.55	1.4	1.73	1.92	↔	Hold	1.55
DSCW.CA	DICE SPORT AND CASUAL WEAR	1.57	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).

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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.