

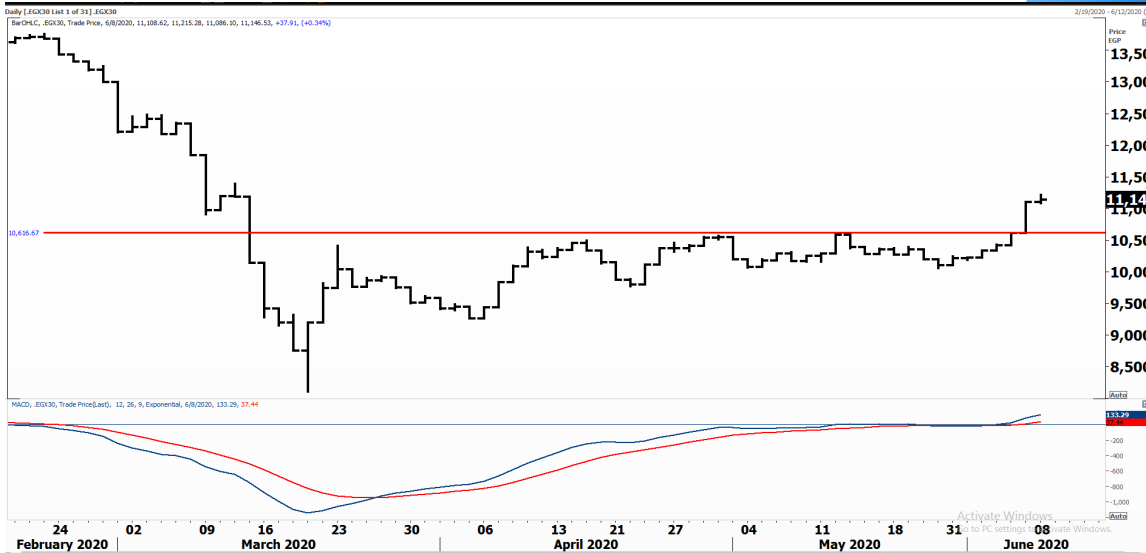


PIONEERSECURITIES

TECH TO THE POINT

9-June-2020

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



Last	11,146.53
High Today	11,215.28
Low Today	11,086.10
Volume	M 236. 258
First Support	10,600.00
Second Support	10,000.00
First Resistance	11,800.00
Second Resistance	12,500.00
Stop Loss	10,600.00

HISTORICAL RETURN %

1 WEEK	8.99%
1 MONTH	9.53%
1 QUARTER	1.49%
1 YEAR	-19.87%
YTD	-20.16%

Analysis

The market is probably witnessing a phase that we call "unbelief"; during this phase, investors are worried about this strong market rise and expect a correction to occur. Their view is both right and wrong; it is right in the sense that a correction usually takes place because buying power loosens slightly. On the other hand, they are very wrong in the amplitude of this market correction. Such corrections, especially during the unbelief phase, are significantly less strong than what the crowd expects.

In that sense, we believe that if the market corrects from current levels, this decline will probably be short-lived and followed by a stronger rise that will lead the market to our targets.

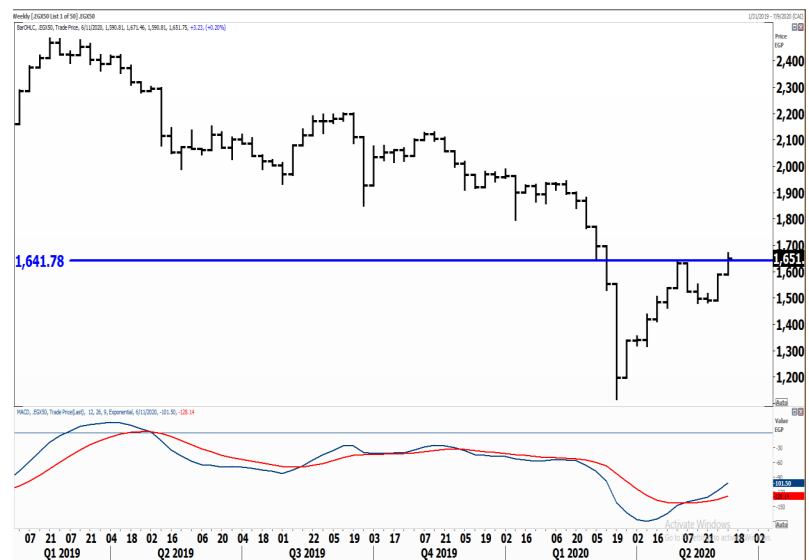
Egyptian Exchange Equal Weight Index .EGX 50

Analysis


The EGX 50 index did not break yet its 1,650 resistance level despite that it tried to break it yesterday. As we just mentioned, a slight correction might take place from here; if it occurs, it will probably create a clear higher low (from the last bottom formed at 1,500).


This will be followed by a breakout above 1,650, which will be intermediate-term bullish for the market. Actually, we are not expecting a market decline from here, we might move lateral for few sessions then break to the upside.

In all cases, whether the market falls slightly or not, a breakout above 1,650 will trigger a new buy signal for the overall market.



Resistance

AIH  Broke above 0.38 and closed at 0.391 at the end of the session. Next target lies at 0.47; this target will be reached, however, if this breakout is confirmed.

UASG  Broke its resistance that lies at 0.64 and closed at 0.67 at the end of the session. UASG witnessed a higher low and a higher high on the weekly chart and is on its way to reach 0.85.


RTVC  If the breakout above 2.35 is confirmed, RTVC will probably reach 3 where selling pressure will be expected to increase.

Support


No stocks broke their support yesterday

Testing

Support

IRON  The stock has two support levels, at 1.39, then 1.3. We do not expect a break below the latter level. Actually, if the 1.39 level halt the decline, a buy signal will be triggered as IRON will be expected to test 1.65.

Resistance

AMOC  Our buy recommendation will be triggered if the 2.7 level is broken to the upside. Such a breakout will be bullish for AMOC and will lead it near 3.5. For now, we recommend the breakout before entering the stock.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	69.30	66	62.2	70	73	↔	Hold	62.2
EAST.CA	EASTERN CO/d	13.37	13	12	13.8	14.5	↔	Hold	12
SWDY.CA	ELSWEDY ELECTR/d	7.71	7.35	7	8.22	8.8	↔	Hold	7.35
TMGH.CA	TALAT MOSTAFA/d	5.60	5.3	4.92	5.85	6.55	↔	Hold	5.85
SKPC.CA	SIDI KERIR PET/d	6.29	6	5.44	6.6	6.87	↔	Hold	5.44
EKHO.CA	EGYPT KUWAIT H/d	1.13	1.08 \$	1.04 \$	1.17 \$	1.22 \$	↑	P.Buy	1.04
HRHO.CA	EFG HERMES HOL/d	12.70	11.7	10.7	14	15.5	↑	P.Buy	11.7
ORAS.CA	ORASCOM CONST/d	71.00	64.6	62.5	73	80	↔	Hold	73
AMOC.CA	ALX MINERAL OI/d	2.59	2.4	2.19	2.7	2.9	↔	Hold	2.7
MNHD.CA	NASR CITY HOUS/d	2.70	2.55	2.44	2.85	3.03	↑	P.Buy	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	10.24	9.5	9	10.88	11.35	↔	Hold	10.88
JUFO.CA	JUHAYNA FOOD I/d	6.97	7*	6.7	7.6	8	↔	Hold	6.7
ESRS.CA	EZZ STEEL/d	6.43	5.8	5.33	7	7.55	↔	Hold	5.8
ETEL.CA	TELECOM EGYPT/d	12.20	11.7	11.2	12.6	14	↑	P.Buy	11.7
CCAP.CA	CITADEL CAPITA/d	1.49	1.38	1.19	1.5	1.74	↔	Hold	1.5
ISPH.CA	IBNSINA PHARMA	8.70	8.32	8	9.25	9.6	↔	Hold	8.32
PHDC.CA	PALM HILL DEV /d	1.18	1.15	1.06	1.22	1.27	↔	Hold	1.06
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	4.95	4.9	4.55	5.5	5.75	↑	Hold	4.9
HELI.CA	HELIOPOLIS/d	5.18	4.85	4.65	5.5	5.85	↑	P.Buy	4.65
CIEB.CA	CREDIT AGRICOL/d	29.24	28	26.5	30.5	31.55	↔	Hold	26.5
EGCH.CA	EGYPT CHEM IND/d	3.88	3.75	3.47	3.97	4.37	↔	Hold	3.75
EMFD.CA	EMAAR MISR DEV/d	2.47	2.45	2.32	2.55	2.8	↑	P.Buy	2.45
OIH.CA	ORASCOM INVESTMENT HOLDING	0.39	0.26	0.17	0.45	0.5	↔	Hold	0.5
ORHD.CA	ORASCOM EGYPT/d	3.80	3.65	3.37	4	4.3	↑	P.Buy	3.37
EGTS.CA	EGYPTIAN RESOR/d	1.44	1.3	1.14	1.6	1.77	↔	Hold	1.6
PORT.CA	PORTO GROUP	0.47	0.447	0.422	0.475	0.529	↔	Hold	0.475
AUTO.CA	AUTO GHABBOUR	1.79	1.73	1.55	1.9	2	↔	Hold	1.73
DSCW.CA	DICE SPORT AND CASUAL WEAR	1.53	1.45	1.37	1.7	1.93	↔	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).

Technical Analysis Department

Saleh Nasser

Chief Technical Strategist

Ahmed Hassan

Senior Technical Analyst

Dina Fahmy

Senior Technical Analyst

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.