

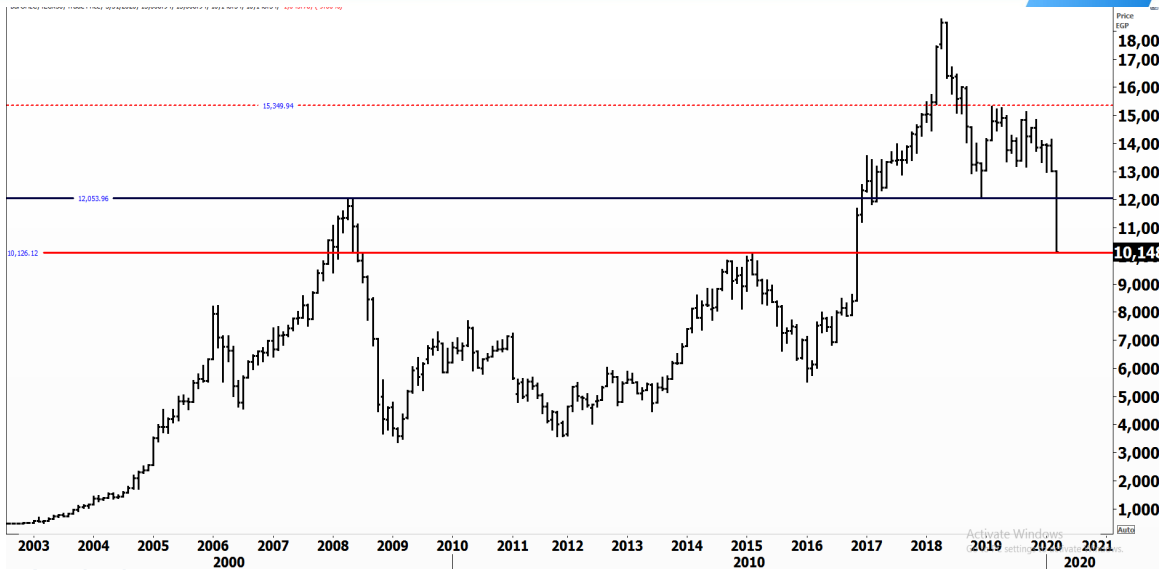


PIONEERSECURITIES

# TECH TO THE POINT

16-Mar-2020

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



Last	10,148.34
High Today	11,194.12
Low Today	10,148.34
Volume	M 156.721
First Support	10,000.00
Second Support	9,300.00
First Resistance	10,900.00
Second Resistance	11,400.00
Stop Loss	

HISTORICAL RETURN %	
1 WEEK	-14.36%
1 MONTH	-26.78%
1 QUARTER	-24.46%
1 YEAR	-32.31%
YTD	-27.31%

## Analysis

Everything closed 10% down, even the index, which closed more than 9% down signaling one of the worst days in the Egyptian stock market history.

We are currently biased to a significant rebound to occur; this rebound can retrace around 2000 points from the overall decline. We believe that if the market falls again today, it will probably be followed by a significant rebound. This is obviously a very risky trade cause we are inside a severe panic selling phase which does not look like it ended yet.

However, during such crashes we see the market rebound; if we rebound, this will be considered as a dead cat bounce; by that we mean that the market will probably witness a strong rise followed by another severe decline.

For now, we believe that there is a probability of a potential trading opportunity in the market.

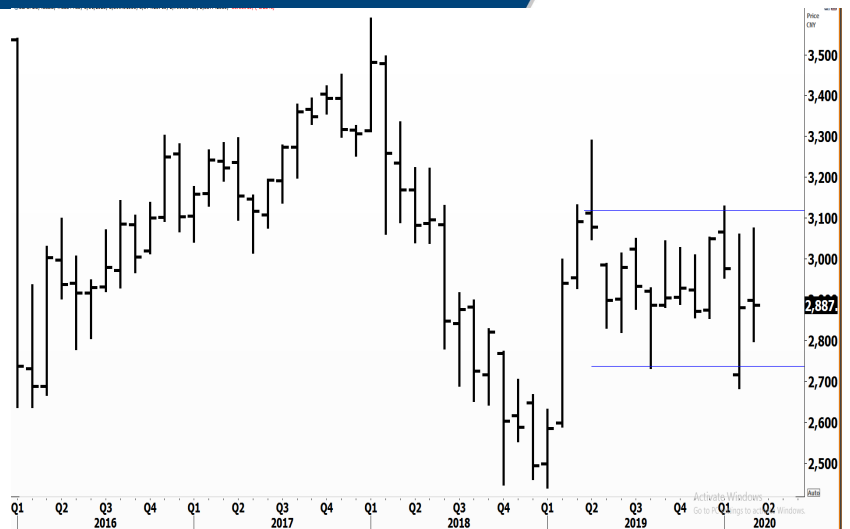
## Shanghai Composite Index Monthly Chart

### Analysis

Thinking of China, one should expect the worst decline ever in stocks. Surprisingly, the Chinese equity market is unaffected by the Corona Virus, which hit Chinese men and women but was not able to attack their stock market.

China is the origin of the disease and is the place where everything started; their stock market, however, was not affected at all. This is an interesting and weird phenomenon that we should study. Some say that the decline of Oil helped the country; but still we are all falling because of Corona, not because of Oil prices.


The 2,700 to 3,100 is the trading range of the Shanghai Index; it is not easy to expect in which direction the break will occur. However, a break above 3,100 will be an interesting signal...




## Resistance

No stocks broke their resistance yesterday


## Support


**PHDC**  Broke below 1.2 and closed at 1.16 at the end of the session. If the decline continues today, it will probably find support at the 1-1.05 area. We will watch how the stock will perform in the next few days and will not recommend it until it rebounds from its next support.


**JUFO**  JUFO looks really bearish, especially after breaking 6.5 downwards. We believe that the stock can reach 5.3 if it continues its decline.

## Testing

### Support

**EMFD**  The 2.35-2.4 range is an important support for EMFD. If a rebound occurs from here, a buy signal will be triggered with a target around 2.7-2.8. Those who want to buy after confirmation need to wait for a break above 2.8.

**ETEL**  Tested its support at 9.75 and rebounded slightly to close at 9.89. Regardless the “unclear” news about the stock, if a rebound occurs from this support, our first target will be set around 11.

**PORT**  Declined yesterday a nice 13% to close at 0.515. PORT was struggling to break resistance, and suddenly is at support now. This high volatility is not a good signal but we should see a rebound from here. Those who will trade the stock should use 0.6 as their target and place their stop below 0.5.

### Resistance

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	63.08	63.00	58.50	72.00	76.00	↓	P.SELL	72.00
EAST.CA	EASTERN CO/d	11.49	11.50*	10.50	14.30	15.25	↓	P.SELL	14.30
SWDY.CA	ELSWEDY ELECTR/d	7.77	7.80*	7.30	8.80	9.25	↓	P.SELL	9.25
TMGH.CA	TALAT MOSTAFA/d	5.90	5.80	5.12	6.75	7.15	↓	P.SELL	7.15
SKPC.CA	SIDI KERIR PET/d	6.49	6.20	5.60	7.60	8.10	↓	P.SELL	8.10
EKHO.CA	EGYPT KUWAIT H/d	0.99	0.99 \$*	0.94 \$	1.15 \$	1.22 \$	↓	P.SELL	1.22
HRHO.CA	EFG HERMES HOL/d	9.90	9.60	8.30	11.45	13.00	↓	P.SELL	13.00
ORAS.CA	ORASCOM CONST/d	68.25	65.00	61.50	80.00	86.00	↓	P.SELL	86.00
AMOC.CA	ALX MINERAL OI/d	1.88	1.75	1.66	2.34	2.70	↓	P.SELL	2.70
MNHD.CA	NASR CITY HOUS/d	3.37	3.20	3.00	3.90	4.10	↓	P.SELL	4.10
CIRA.CA	Cairo Investment & Real Estate	0.00	12.50	11.55	14.00	15.00	↑	Hold	12.50
OCDI.CA	6TH OCT DEV IN/d	8.62	8.00	6.60	10.15	11.35	↓	P.SELL	11.35
JUFO.CA	JUHAYNA FOOD I/d	6.12	6.00	5.30	7.30	8.00	↓	P.SELL	8.00
ESRS.CA	EZZ STEEL/d	5.53	5.50	4.30	6.55	7.12	↓	P.SELL	7.12
ETEL.CA	TELECOM EGYPT/d	9.81	9.80	9.20	11.15	12.15	↓	P.SELL	12.15
CCAP.CA	CITADEL CAPITA/d	1.20	1.22*	1.16	1.50	1.84	↓	P.SELL	1.84
ISPH.CA	IBNSINA PHARMA	6.74	6.50	N.A	7.70	8.30	↓	P.SELL	8.30
PHDC.CA	PALM HILL DEV /d	1.14	1.15*	0.97	1.29	1.42	↓	P.SELL	1.42
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	4.58	4.55	4.18	5.25	5.50	↓	P.SELL	5.50
HELI.CA	HELIOPOLIS/d	3.82	3.40	3.25	4.40	4.85	↓	P.SELL	4.85
CIEB.CA	CREDIT AGRICOL/d	35.00	33.00	32.00	39.00	42.00	↓	P.SELL	42.00
EGCH.CA	EGYPT CHEM IND/d	3.54	3.50	3.00	4.40	4.80	↓	P.SELL	4.80
EMFD.CA	EMAAR MISR DEV/d	2.47	2.40	1.93	2.75	2.95	↓	P.SELL	2.75
OIH.CA	ORASCOM INVESTMENT HOLDING	0.40	0.40*	0.36	0.50	0.54	↓	P.SELL	0.50
ORHD.CA	ORASCOM EGYPT/d	3.01	2.80	2.55	3.50	4.30	↓	P.SELL	4.30
EGTS.CA	EGYPTIAN RESOR/d	1.45	1.42	1.35	1.75	2.00	↓	P.SELL	2.00
PORT.CA	PORTO GROUP	0.51	0.52*	0.49	0.60	0.65	↔	Hold	0.49
AUTO.CA	AUTO GHABBOUR	2.06	2.00	1.79	2.60	3.00	↓	P.SELL	3.00
DSCW.CA	DICE SPORT AND CASUAL WEAR	0.99	0.95	0.92	1.06	1.14	↔	Hold	1.06

## 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.