

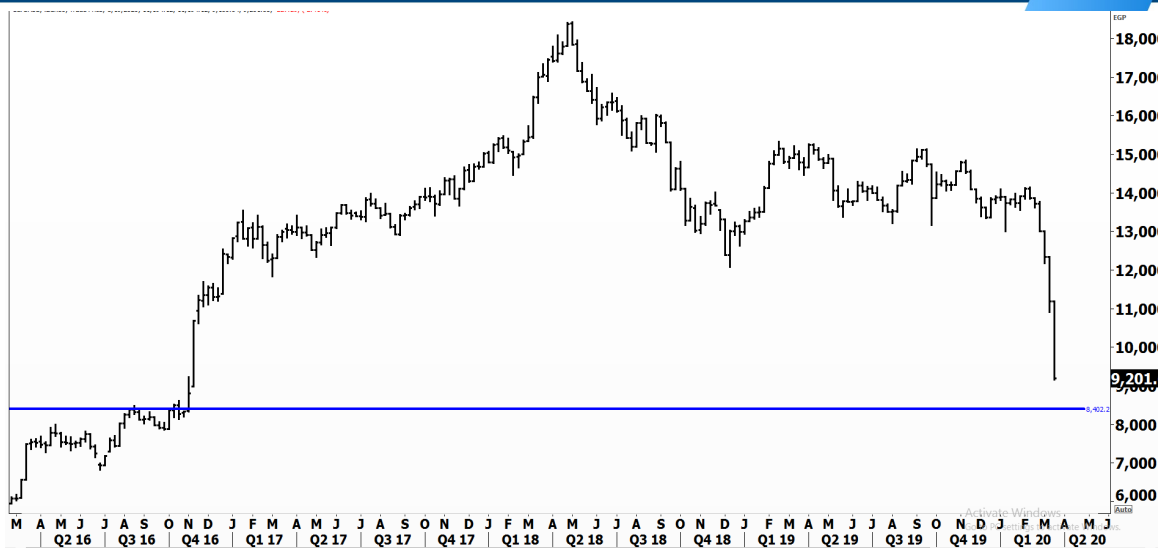


PIONEERSECURITIES

TECH TO THE POINT

18-Mar-2020

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



Last	9,201.65
High Today	9,428.94
Low Today	9,160.64
Volume M	141.357
First Support	9,000.00
Second Support	8,600.00
First Resistance	10,500.00
Second Resistance	11,000.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	-17.84%
1 MONTH	-33.02%
1 QUARTER	-32.48%
1 YEAR	-38.29%
YTD	-34.09%

Analysis

The bad beginning of 2020 and the extreme negative sentiment it sent to the whole world does not tell us that it will continue that way; in other words, such negative pace should not continue, we can see a turnaround, especially if something new happens concerning the corona virus. By something new we mean something positive; a positive news about this issue will lead markets to strong rises.

The shape of the next rise will probably be close to the shape of the recent decline but with a smaller amplitude. We are not going to see a rise that will take us to 14,000, but we might witness a significant rise that can take the market near 11,500-12,000. This is a big rise that will enhance portfolios. Today is a day to enter the market, especially if we begin the session on a negative note; we know that we are trying to catch falling knives, but the knives are probably very close to hit the floor.

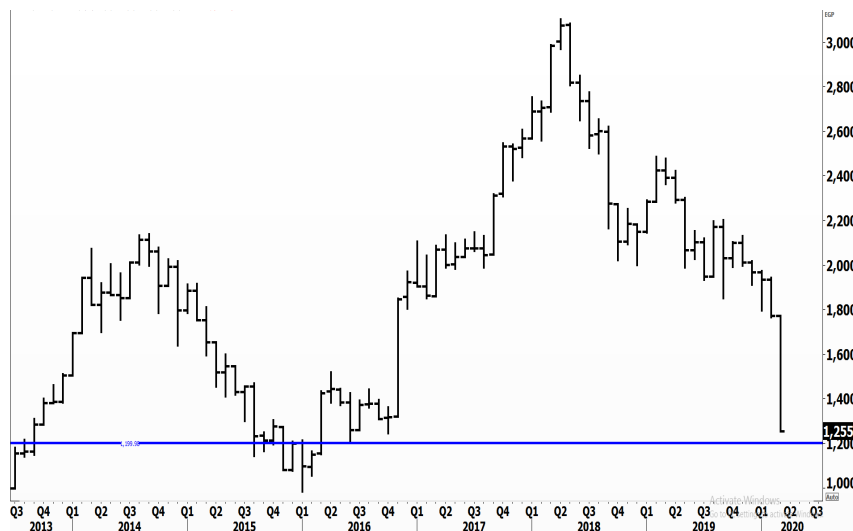
Egyptian Exchange Equal Weights Index EGX50

Analysis

As we mentioned in our previous daily report, the EGX 50 index is approaching the 1,200-1,225 range which is also one of the support levels that should be watched. This level coincides with the 6,700 on the EGX 30 index.

If a rebound occurs from here, a strong rise will probably follow as investors will try to catch the rise and enter aggressively. We believe that a lot of pressure has been removed as most of the margin positions were wiped out.


Those who want to enter the market are recommended to wait for a rebound first and enter at the rise.




Resistance

No stocks broke their resistance yesterday

Support

ETEL  Closed at 8.33 after breaking 8.7 to the downside. The 7.7-7.8 area is the next support; we will watch whether the stock will rebound from this area or not. A rebound from there will trigger a short-term buy signal.

ORWE  Broke its support that lies at 8 and closed clearly below it. Next target lies at 6. ORWE looks weak, especially after this recent support violation.

Testing

Support

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	59.54	58.5	53.6	66	72	↓	P.SELL	72
EAST.CA	EASTERN CO/d	10.50	10.50*	8.9	12.3	13.3	↓	P.SELL	13.3
SWDY.CA	ELSWEDY ELECTR/d	6.37	6	5.3	7.8	8.8	↓	P.SELL	8.8
TMGH.CA	TALAT MOSTAFA/d	4.90	4.8	4.3	6	6.6	↓	P.SELL	6.6
SKPC.CA	SIDI KERIR PET/d	5.34	5	4.8	7	7.6	↓	P.SELL	7.6
EKHO.CA	EGYPT KUWAIT H/d	0.95	0.91 \$	0.86 \$	1.03 \$	1.15 \$	↓	P.SELL	1.15
HRHO.CA	EFG HERMES HOL/d	8.03	8	7.45	10.75	12	↓	P.SELL	12
ORAS.CA	ORASCOM CONST/d	57.02	56	51	72	80	↓	P.SELL	80
AMOC.CA	ALX MINERAL OI/d	1.66	1.66*	1.45	2.06	2.12	↓	P.SELL	2.34
MNHD.CA	NASR CITY HOUS/d	2.82	2.81	2.59	3.37	3.6	↓	P.SELL	3.6
CIRA.CA	Cairo Investment & Real Estate	0.00	12.5	11.55	14	15	↑	Hold	12.5
OCDI.CA	6TH OCT DEV IN/d	7.01	6.6	5.7	8.5	9.5	↓	P.SELL	9.5
JUFO.CA	JUHAYNA FOOD I/d	5.70	5.6	5.3	6.5	7.5	↓	P.SELL	7.5
ESRS.CA	EZZ STEEL/d	4.62	4.7*	4.3	6	7.12	↓	P.SELL	7.12
ETEL.CA	TELECOM EGYPT/d	8.33	8.3	7.3	9.5	10.2	↓	P.SELL	10.2
CCAP.CA	CITADEL CAPITA/d	0.97	0.92	0.87	1.5	1.84	↓	P.SELL	1.5
ISPH.CA	IBNSINA PHARMA	6.99	6.5	N.A	7.7	8.3	↓	P.SELL	8.3
PHDC.CA	PALM HILL DEV /d	0.96	0.97*	0.87	1.2	1.3	↓	P.SELL	1.3
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	3.78	3.5	3.2	4.6	5.1	↓	P.SELL	4.6
HELI.CA	HELIOPOLIS/d	3.13	3.1	2.9	4	4.85	↓	P.SELL	4.85
CIEB.CA	CREDIT AGRICOL/d	34.00	33	32	39	42	↓	P.SELL	42
EGCH.CA	EGYPT CHEM IND/d	2.91	2.8	2.47	3.7	4	↓	P.SELL	4
EMFD.CA	EMAAR MISR DEV/d	2.35	2.2	1.93	2.75	2.95	↓	P.SELL	2.75
OIH.CA	ORASCOM INVESTMENT HOLDING	0.33	0.32	0.26	0.45	0.5	↓	P.SELL	0.5
ORHD.CA	ORASCOM EGYPT/d	2.46	2.55*	2.12	3.5	4.3	↓	P.SELL	4.3
EGTS.CA	EGYPTIAN RESOR/d	1.18	1.16	0.97	1.5	1.67	↓	P.SELL	1.5
PORT.CA	PORTO GROUP	0.42	0.45*	0.39	0.52	0.56	↓	P.SELL	0.56
AUTO.CA	AUTO GHABBOUR	1.75	1.79*	N.A	2.1	2.4	↓	P.SELL	2.4
DSCW.CA	DICE SPORT AND CASUAL WEAR	0.83	0.81	0.72	0.95	1.05	↓	P.SELL	1.14

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.