

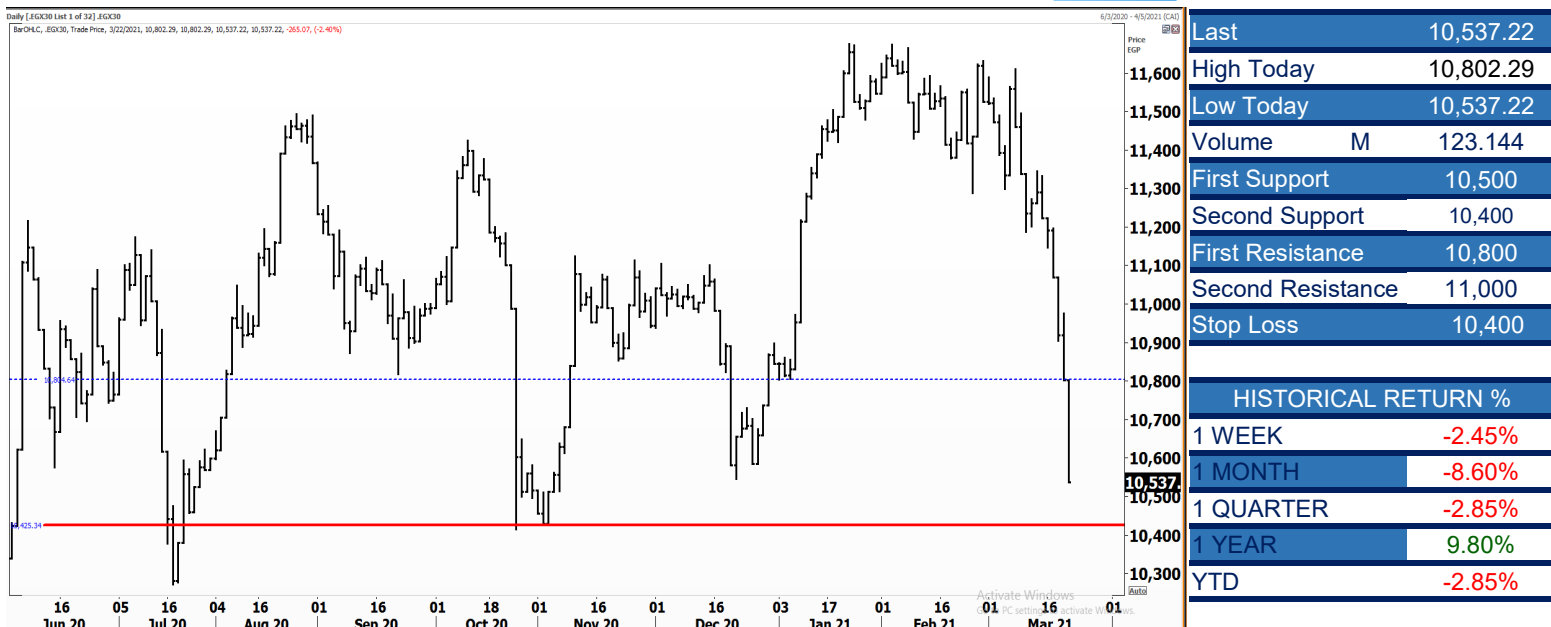


PIONEERSECURITIES

TECH TO THE POINT

23–Mar- 2021

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



Analysis

The free fall continued yesterday as the EGX 30 index closed around 10,500 to test its important support that lies at 10,400-10,500. We are expecting a rebound from this support range, especially that the market fell almost a thousand points in one shot.

The 10,400 is an important level to watch as a break below it will be bearish for the market and will lead to more decline; we believe, however, that if the market rebounds from current level it might reach the 11,000-11,100 area. Those who want to buy at a rebound can step in at a break above yesterday's high that lies at 10,800.

Unfortunately, many stocks broke their support levels, which adds more pressure on the market; if we rebound from these levels, however, we might see a significant upward move.

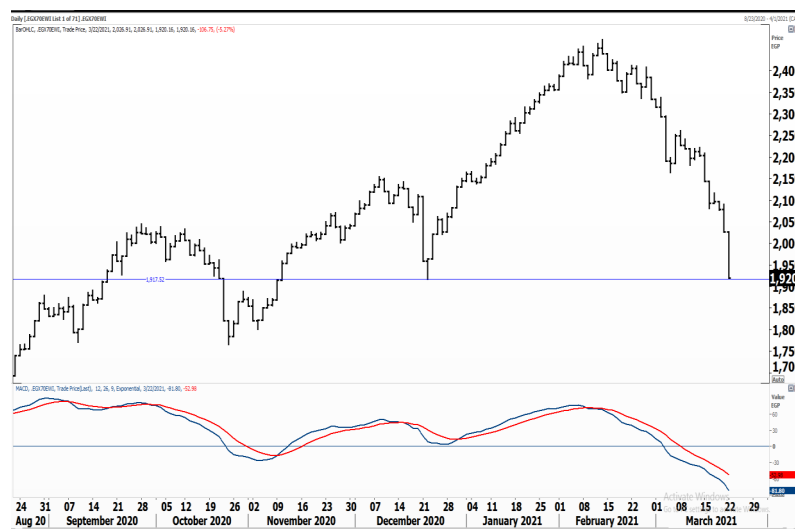
Egyptian Small Caps Index .EGX 70

Analysis

The EGX 70 index fell a good 5.25% to close exactly at its support that lies at 1,920. We might see an intraday penetration of this support. If the market rebounds and the EGX 70 index closes by the end of the session above 1,920, this will be considered positive on the short-term.

A break below 1,920 however, will lead to more selling pressure.


In short, we are approaching a market bottleneck where a rebound should take place from here; a failure to rebound, however, will not be a good sign for the market.



Resistance


No stocks broke their resistance yesterday.

Support

CCAP  The break below support was swift but with low volumes. The stock broke 1.25 sharply and closed clearly below it. We do not recommend taking any buying actions unless the 1.3 level is broken upwards.

AMOC  Broke 2.8 sharply downwards and closed at 2.6. The 2.45 level is the next minor support. The stock looks weak and eligible to more declines.


EAST  Witnessed a 10% decline breaking its 12.4 support as if it is not there. Next target lies at 10.5.

ACAMD  The stock broke below 0.8 and closed at 0.755 at the end of the session. If this breakout is confirmed today, the stock will witness more decline and our target will be set at 0.7 followed by 0.6.

Testing

Support

EGTS  The 1.35 is the current support for the stock. If this support is broken, the stock will reach 1.25, which is a major support to watch. It is important to note that a break below 1.25 will be significant.

HRHO  Approached its support that lies at 13.5 and rebounded by the end of the session to close at 14.2. If the market witnesses a rebound, HRHO will probably test 15 once again before correcting once again.

Resistance

| Symbol | S. Description | Last | Buying Area 1 | Buying Area 2 | Selling Area 1 | Selling Area 2 | Selling Area 3 | Stop Loss |
|--------|----------------|------|---------------|---------------|----------------|----------------|----------------|-----------|
|--------|----------------|------|---------------|---------------|----------------|----------------|----------------|-----------|

N.B. please note that the levels are too close as these trading opportunities only suit T+0 speculators

The prices that are accompanied by a green arrow in the above table show resistance levels. Thus, a break above these levels will pave the way to achieve one (or all) of the targets.

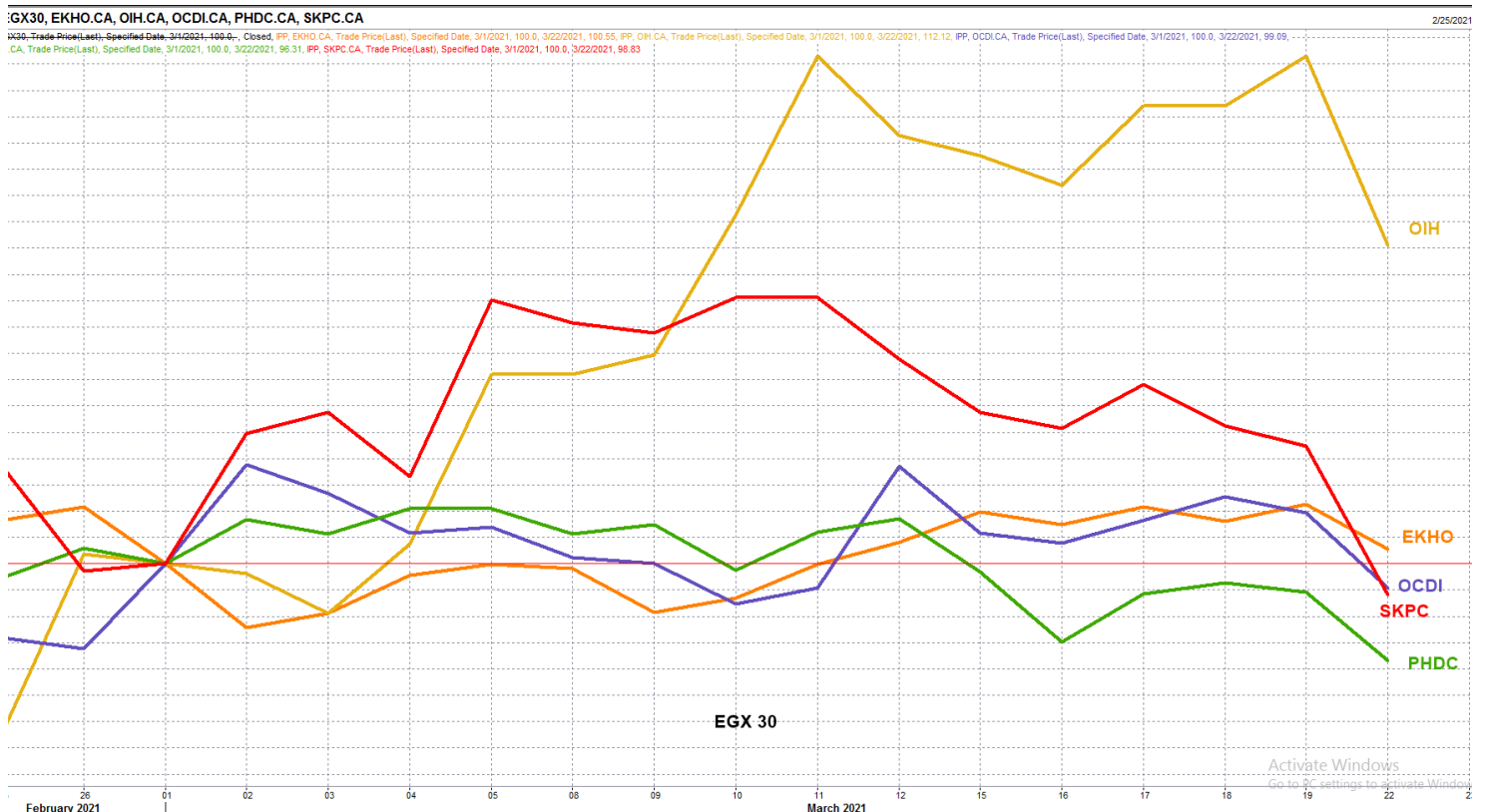
The area between buying area 1 and buying area 2 is a trading area.

Yesterday's T+0/T+1 Trades

| Symbol | Hit first Target | Hit Second Target | Hit Third Target | Hit Stop Loss | Triggered Buy | No Action |
|--------|------------------|-------------------|------------------|---------------|---------------|-----------|
| | | | | | | |
| | | | | | | |

Top 5 Performers

EGX 30 Stocks; Past 2 Weeks



| Symbol | S. Description | Last | Support 1 | Support 2 | Resistance 1 | Resistance 2 | Trend | Recommendation | Stop Loss/ Re-Entry |
|---------|--------------------------------|---------|-------------|---------------|--------------|---------------|-------|----------------|------------------------|
| COMI.CA | COM INTL BK/d | 58.70 | 58.50* | 55.75 | 61.90 | 63.00 | ↔ | Hold | 58.50* |
| FWRY.CA | FAWRY FOR BANKING TECHNOLOGY/d | 31.99 | 31.50 | 30.00 | 35.00 | 35.80 | ↓ | P.SELL | 35.80 |
| EAST.CA | EASTERN CO/d | 11.21 | 10.40 | 10.15 - 10.00 | 12.45 | 13.50 | ↓ | P.SELL | 13.50 |
| EKHO.CA | EGYPT KUWAIT H/d | \$1.137 | \$1.11 | \$1.06 | \$1.17 | \$1.25 | ↔ | Hold | 1.11 |
| ABUK.CA | ABU QIR FERTILIZERS /d | 20.00 | 19.80* | 19.35 | 21.50 | 23.00 | ↔ | Hold | 19.80* |
| HRHO.CA | EFG HERMES HOL/d | 14.20 | 13.50 | 12.25 | 14.70 | 15.30 | ↓ | P.SELL | 15.30 |
| TMGH.CA | TALAT MOSTAFA/d | 6.20 | 6.25* | 6.00 | 6.70 | 7.10 | ↓ | P.SELL | 6.70 |
| SWDY.CA | ELSWEDY ELECTR/d | 8.77 | 8.55 | 8.00 | 9.30 | 9.70 | ↓ | P.SELL | 9.30 |
| CLHO.CA | CLEOPATRA HOSPITAL COMPANY | 4.35 | 4.30* | 4.00 | 4.70 | 4.90 | ↓ | P.SELL | 4.90 |
| ISPH.CA | IBNSINA PHARMA/d | 4.26 | 4.20* | 3.60 | 4.55 | 4.85 | ↓ | P.SELL | 4.85 |
| ETEL.CA | TELECOM EGYPT/d | 10.20 | 10.20* | 9.80 | 10.95 | 11.20 | ↓ | P.SELL | 10.95 |
| MNHD.CA | NASR CITY HOUS/d | 3.63 | 3.60* | 3.30 | 3.85 | 4.05 | ↔ | Hold | 3.60* |
| CIEB.CA | CREDIT AGRICOL/d | 22.99 | 23.00* | 21.00 | 25.50 | 27.00 | ↓ | P.SELL | 27.00 |
| OCDI.CA | 6TH OCT DEV IN/d | 16.26 | 15.80 | 15.00 | 17.40 | 18.00 | ↔ | Hold | 15.80 |
| SKPC.CA | SIDI KERIR PET/d | 10.15 | 10.00* | 9.60 | 10.85 | 11.10 | ↔ | Hold | 10.00 |
| CICH.CA | CI CAPITAL HOLDING COMPANY/d | 3.28 | 3.25* | 3.00 | 3.65 - 3.80 | 4.10 | ↓ | P.SELL | 3.80 |
| ORWE.CA | ORIENTAL WEAVERS /d | 6.80 | 6.70 | 6.45 | 7.25 | 7.50 | ↔ | Hold | 6.70* |
| EFID.CA | EDITA /d | 8.50 | 8.15 - 8.00 | 7.75 | 8.90 | 9.25 | ↓ | Hold | 8.00 |
| HELI.CA | HELIOPOLIS/d | 4.47 | 4.45* | 4.00 | 4.75 | 5.15 | ↓ | P.SELL | 5.15 |
| PHDC.CA | PALM HILL DEV /d | 1.62 | 1.63* | 1.52 | 1.74 | 1.83 | ↔ | Hold | 1.63* |
| AMOC.CA | ALEXANDRIA MINERAL OILS CO/d | 2.60 | 2.50 | 2.30 | 2.80 | 3.15 | ↓ | P.SELL | 3.15 |
| ESRS.CA | EZZ STEEL/d | 8.70 | 8.50 | 8.30 | 9.60 - 9.70 | 10.20 | ↓ | P.SELL | 9.70 |
| CCAP.CA | CITADEL CAPITA/d | 1.19 | 1.15 | 1.00 | 1.30 | 1.52 | ↓ | P.SELL | 1.35 |
| MTIE.CA | MM GROUP FOR INDUSTRY /d | 9.74 | 9.60 | 8.80 | 10.60 | 11.20 | ↓ | P.SELL | 10.60 |
| AUTO.CA | AUTO GHABBOUR /d | 3.65 | 3.70* | 3.50 | 4.05 | 4.25 | ↔ | Hold | 3.70* |
| ORHD.CA | ORASCOM EGYPT/d | 5.20 | 5.30* | 4.80 | 5.60 | 6.00 | ↔ | Hold | 4.80 |
| OIH.CA | ORASCOM INVESTMENT HOLDING /d | 0.296 | 0.29 | 0.275 | 0.328 | 0.35 | ↔ | Hold | 0.275 |
| EMFD.CA | EMAAR MISR DEV/d | 2.30 | 2.25* | 2.00 - 1.95 | 2.42 | 2.53 | ↔ | Hold | 2.25* |
| EXPA.CA | EXPORT DEVELOPMENT BANK /d | 11.50 | 10.80 | 10.40 - 10.25 | 12.60 | 13.35 - 13.50 | ↓ | P.SELL | 13.50 |

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.