

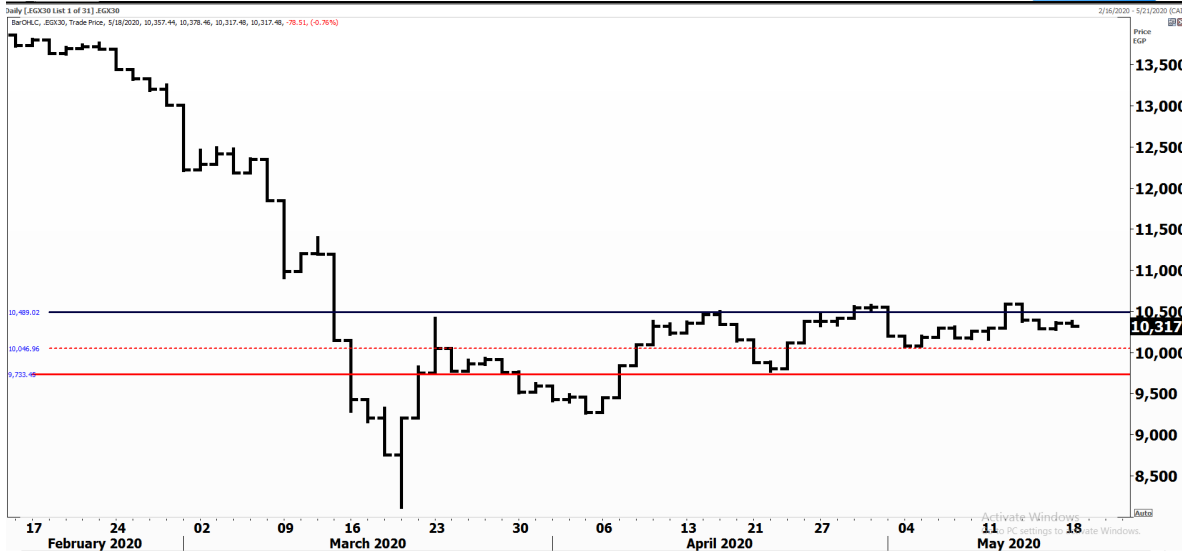


PIONEERSECURITIES

# TECH TO THE POINT

19-May-2020

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



Last	10,278.93
High Today	10,378.46
Low Today	10,278.93
Volume	M 86,202
First Support	10,000.00
Second Support	9,800.00
First Resistance	10,500.00
Second Resistance	11,000.00
Stop Loss	9,800.00

HISTORICAL RETURN %	
1 WEEK	-0.17%
1 MONTH	1.22%
1 QUARTER	-25.52%
1 YEAR	-23.98%
YTD	-26.38%

## Analysis

The EGX 30 index closed at 10,300 yesterday, still unable to rise from these levels. As we know, our stop will be strictly placed below 10,000; we know that a break below this level will probably lead to stronger selling pressure.

The main issue with the market is that stocks are unable to witness a continuing rise; in other words, the stock that rises today significantly falls tomorrow, and so on, this shows that the market is still weak and not able to witness a significant rise.

We will only enter of the 10,500 is clearly broken to the upside on a weekly basis. Below this level, we are waiting on the sidelines.

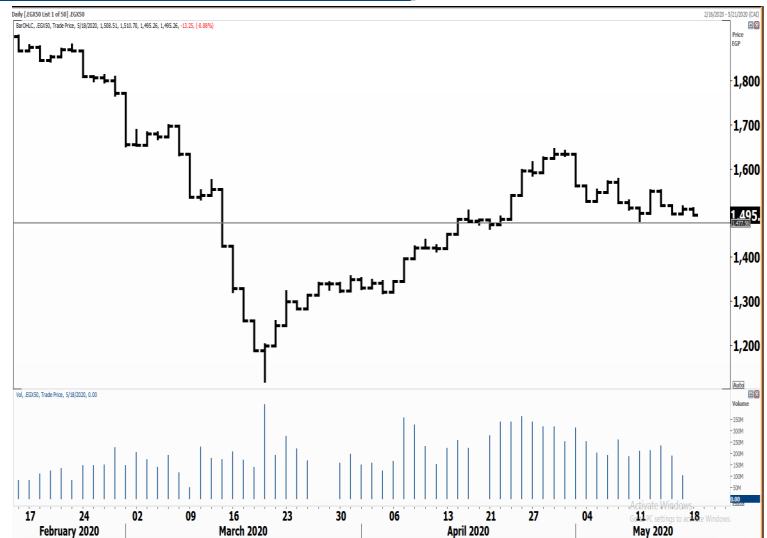
## Egyptian Exchange Equal Weight Index .EGX 50

### Analysis

The 1,475 level is the current support for the EGX 50. If this level is violated, then the decline will probably continue to lower levels. This will be accompanied by a similar breakdown below 10,000 on the EGX 30 index.

We do not recommend investors to step in until a clear upward breakout takes place. We are currently witnessing a sideways movement that is bluffing investors both to the upward and the downward side.

The only cure is to buy on a clear breakout.



## Resistance


No stocks broke their resistance yesterday.


## Support

No stocks broke their support yesterday.

## Testing


### Support

**ORAS**  The 63-65 area is the current support for the stock. Despite that ORAS has a room until the 72-73 range, which is its important resistance to watch, we do not recommend stepping in because of its overall weakness. No buy signal will be triggered before a confirmed breakout above 73.

**ORWE**  It is important to note that ORWE is trading close to its important resistance that lies at 4.85-5.1. If ORWE does not rise sharply from these levels in a day or two, it will probably break support, which will lead it below 4.5.

**IRON**  The 1.25 level is the current support for IRON. A break below this level will trigger a confirmed sell signal with a downward target at 1.05.

### Resistance

**HELI**  Rose yesterday but with low volumes. HELI is approaching its resistance that lies at 4.9. We do not recommend buying until the 4.9 is broken upwards. Actually position holders are recommended to offload at these levels and not enter until a clear breakout occurs.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	64.30	61	58.5	66	70	↔	Hold	58.5
EAST.CA	EASTERN CO/d	12.50	11.8	11.4	13	14	↔	Hold	11.8
SWDY.CA	ELSWEDY ELECTR/d	7.15	7	6.88	8.8	9.25	↔	Hold	7
TMGH.CA	TALAT MOSTAFA/d	4.98	4.7	4.55	5.85	6.5	↔	Hold	4.55
SKPC.CA	SIDI KERIR PET/d	5.63	5.6	5	6.3	6.87	↔	Hold	5.6
EKHO.CA	EGYPT KUWAIT H/d	0.99	0.96 \$	0.875 \$	1.05 \$	1.15 \$	↔	Hold	0.875
HRHO.CA	EFG HERMES HOL/d	11.00	10.13	9.2	12	13	↔	Hold	10.13
ORAS.CA	ORASCOM CONST/d	67.00	65	62.5	73	80	↔	Hold	62.5
AMOC.CA	ALX MINERAL OI/d	2.21	2.17	2.03	2.7	3.1	↔	Hold	2.17
MNHD.CA	NASR CITY HOUS/d	2.54	2.5	2.27	2.85	3.2	↔	Hold	2.5
CIRA.CA	Cairo Investment & Real Estate	0.00	12.5	11.55	14	15	↑	Hold	12.5
OCDI.CA	6TH OCT DEV IN/d	9.88	9	8.2	10.8	11.35	↔	Hold	9
JUFO.CA	JUHAYNA FOOD I/d	7.20	6.7	6.3	7.49	8	↔	Hold	6.5
ESRS.CA	EZZ STEEL/d	6.10	6	5.6	7.2	7.55	↔	Hold	6
ETEL.CA	TELECOM EGYPT/d	10.71	10.2	9.5	11.2	12.2	↔	Hold	10.2
CCAP.CA	CITADEL CAPITA/d	1.24	1.23	1.17	1.38	1.47	↔	Hold	1.17
ISPH.CA	IBNSINA PHARMA	8.80	8	7.5	8.9	9.5	↔	Hold	8
PHDC.CA	PALM HILL DEV /d	1.08	1.05	1.025	1.21	1.32	↔	Hold	1.025
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	4.91	4.55	4.2	5.1	5.37	↔	Hold	4.2
HELI.CA	HELIOPOLIS/d	4.71	4	3.77	4.93	5.3	↔	Hold	3.77
CIEB.CA	CREDIT AGRICOL/d	25.27	25	23	28.5	30.6	↔	Hold	27
EGCH.CA	EGYPT CHEM IND/d	3.51	3.4	3	3.97	4.37	↔	Hold	3.4
EMFD.CA	EMAAR MISR DEV/d	2.26	2.21	2.13	2.45	2.55	↔	Hold	2.13
OIH.CA	ORASCOM INVESTMENT HOLDING	0.35	0.26	0.17	0.45	0.5	↔	Hold	0.5
ORHD.CA	ORASCOM EGYPT/d	3.41	3.2	2.87	3.68	4.3	↔	Hold	2.87
EGTS.CA	EGYPTIAN RESOR/d	1.53	1.43	1.3	1.77	1.9	↔	Hold	1.43
PORT.CA	PORTO GROUP	0.43	0.43*	0.41	0.522	0.55	↔	Hold	0.43
AUTO.CA	AUTO GHABBOUR	1.67	1.6	1.4	2	2.3	↔	Hold	1.6
DSCW.CA	DICE SPORT AND CASUAL WEAR	1.40	1.3	1.15	1.7	1.93	↔	Hold	1.15

## 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.