

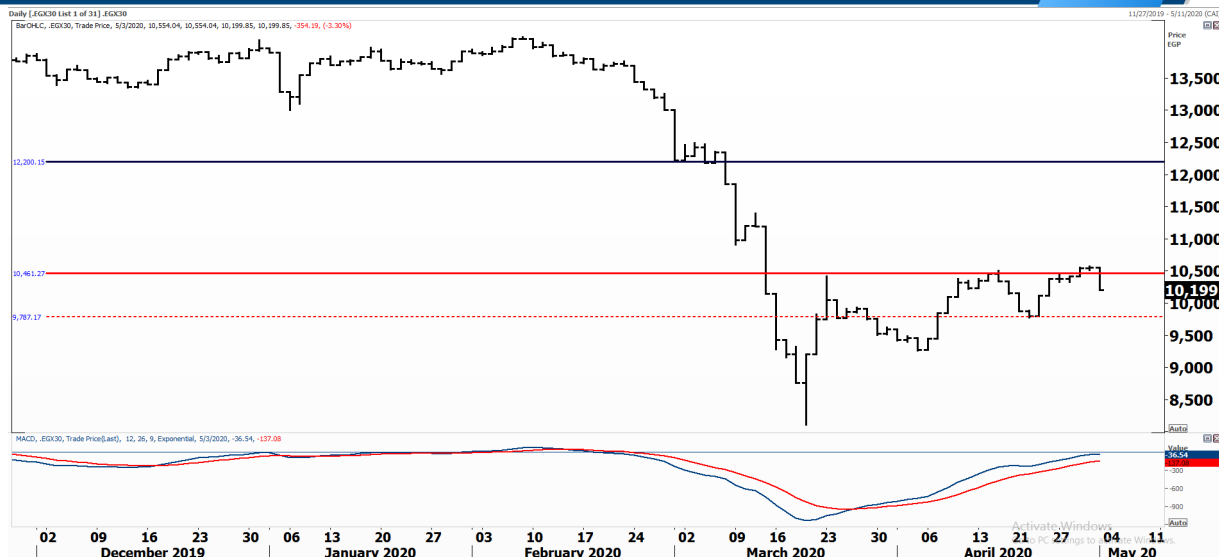


PIONEERSECURITIES

TECH TO THE POINT

4-May-2020

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



Last	10,199.85
High Today	10,554.04
Low Today	10,199.85
Volume	M 212.337
First Support	9,700.00
Second Support	9,500.00
First Resistance	10,500.00
Second Resistance	11,000.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	-1.71%
1 MONTH	7.87%
1 QUARTER	-26.56%
1 YEAR	-31.45%
YTD	-26.94%

Analysis

We were actually expecting a correction from these levels, but not with this magnitude. Yesterday's decline was sharp and selling action was mixed with a lot of panic. The index closed at 10,200 and still has more room to correct; we should not break below 9,750; thus a rebound should occur before the EGX 30 index reaches 9,800.

If we rebound from above this support, we will probably witness a renewed rise that should break 10,500 ultimately. Short-term stops will be set directly below 9,700; a break below this level will not be a good sign for the market.

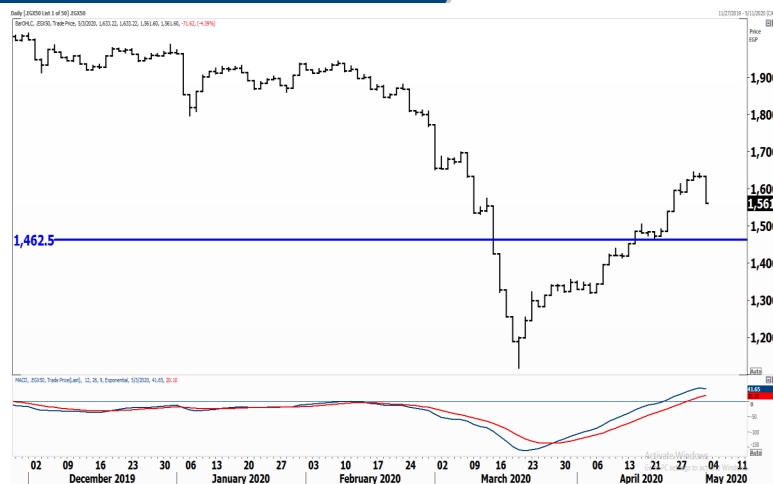
Egyptian Exchange Equal Weight Index .EGX 50

Analysis

The EGX 50 index fell almost 5% yesterday, closing at 1,560. Such a decline can lead the index near 1,450, which is a level that is expected to serve as support. Usually, after such a strong rise, a market decline should be a chance to step in.

Thus, we will be monitoring the market closely and will recommend to step in in the first rebound.


As for our recommended positions, we recommended to sell all of our "stock trade" recommendations just before this decline.




Resistance


No stocks broke their resistance yesterday

Support

SWDY  Broke 8.7 sharply and without even thinking, closing well below this level at 8.3. The 8.9 level is yesterday's high and is currently our key level in case a rebound occurs. In other words, no buying action will be recommended until the 8.9 is broken upwards.


If this support violation is confirmed, SWDY will probably pay a visit to 7.

HELI  Closed at 4.39 after violating 4.5. HELI has a slight support at 4.2-4.25; if this minor level does not halt this decline, the stock will probably approach 3.5.

EMFD  Violated support sharply and closed clearly below it. EMFD usually witnesses its panic with the market. We believe, however, that if the overall market enters a declining phase, EMFD will probably outperform.

Testing

Support

HRHO  Broke the 10.55 on an intraday basis but was able to close above it at the end of the session. We recommend waiting for a clear break above 12 before stepping once again.

Resistance

ETEL  The 10.9-11 range is the resistance for ETEL. The stock tested its resistance and declined to close at 10.36. We expect the next rebound to take place from above the 9.5– support level.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	62.50	58.5	55.75	66	70	↔	Hold	55.75
EAST.CA	EASTERN CO/d	11.95	11.8	11.4	13	14	↔	Hold	11.8
SWDY.CA	ELSWEDY ELECTR/d	8.30	8	7.4	9.8	10.05	↔	Hold	8
TMGH.CA	TALAT MOSTAFA/d	5.23	5	4.55	5.85	6.5	↔	Hold	5
SKPC.CA	SIDI KERIR PET/d	6.65	6.12	5.9	7.3	7.6	↔	Hold	6.12
EKHO.CA	EGYPT KUWAIT H/d	0.98	0.86 \$	0.82\$	1 \$	1.15 \$	↔	Hold	0.82
HRHO.CA	EFG HERMES HOL/d	10.83	10.6	10.13	12	13	↔	Hold	10.13
ORAS.CA	ORASCOM CONST/d	68.00	67.8	62.5	73	80	↔	Hold	62.5
AMOC.CA	ALX MINERAL OI/d	2.49	2.33	2.17	2.7	3.1	↔	Hold	2.17
MNHD.CA	NASR CITY HOUS/d	2.80	2.74	2.5	3.2	3.5	↔	Hold	2.75
CIRA.CA	Cairo Investment & Real Estate	0.00	12.5	11.55	14	15	↑	Hold	12.5
OCDI.CA	6TH OCT DEV IN/d	10.00	9.36	9	10.8	11.35	↔	Hold	9
JUFO.CA	JUHAYNA FOOD I/d	7.03	6.5	6	7.49	8	↔	Hold	6.5
ESRS.CA	EZZ STEEL/d	6.86	6.7	6.35	7.4	7.88	↔	Hold	6.35
ETEL.CA	TELECOM EGYPT/d	10.36	10	9.5	10.88	11.33	↔	Hold	9.5
CCAP.CA	CITADEL CAPITA/d	1.34	1.3	1.17	1.48	1.5	↔	Hold	1.17
ISPH.CA	IBNSINA PHARMA	8.14	8	7.5	8.45	8.9	↔	Hold	7.5
PHDC.CA	PALM HILL DEV /d	1.18	1.11	1.025	1.32	1.43	↔	Hold	1.11
CLHO.CA	CLEOPATRA HOSPITAL COMPA- NY	4.32	4.2	3.8	4.8	5.1	↔	Hold	4.2
HELI.CA	HELIOPOLIS/d	4.39	4.21	3.77	4.85	5.3	↔	Hold	3.77
CIEB.CA	CREDIT AGRICOL/d	27.50	27	26	28.5	30.6	↔	Hold	27
EGCH.CA	EGYPT CHEM IND/d	3.87	3.7	3.4	4.37	4.7	↔	Hold	3.7
EMFD.CA	EMAAR MISR DEV/d	2.42	2.38	2.13	2.8	3.1	↔	Hold	2.38
OIH.CA	ORASCOM INVESTMENT HOLDING	0.38	0.26	0.17	0.45	0.5	↔	Hold	0.5
ORHD.CA	ORASCOM EGYPT/d	3.46	3.3	2.87	3.68	4.3	↔	Hold	2.87
EGTS.CA	EGYPTIAN RESOR/d	1.67	1.63	1.43	1.9	2.09	↔	Hold	1.63
PORT.CA	PORTO GROUP	0.46	0.43	0.41	0.522	0.55	↔	Hold	0.43
AUTO.CA	AUTO GHABBOUR	1.68	1.6	1.4	2.06	2.3	↔	Hold	1.6
DSCW.CA	DICE SPORT AND CASUAL WEAR	1.56	1.5	1.3	1.94	2.03	↑	Hold	1.5

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.