

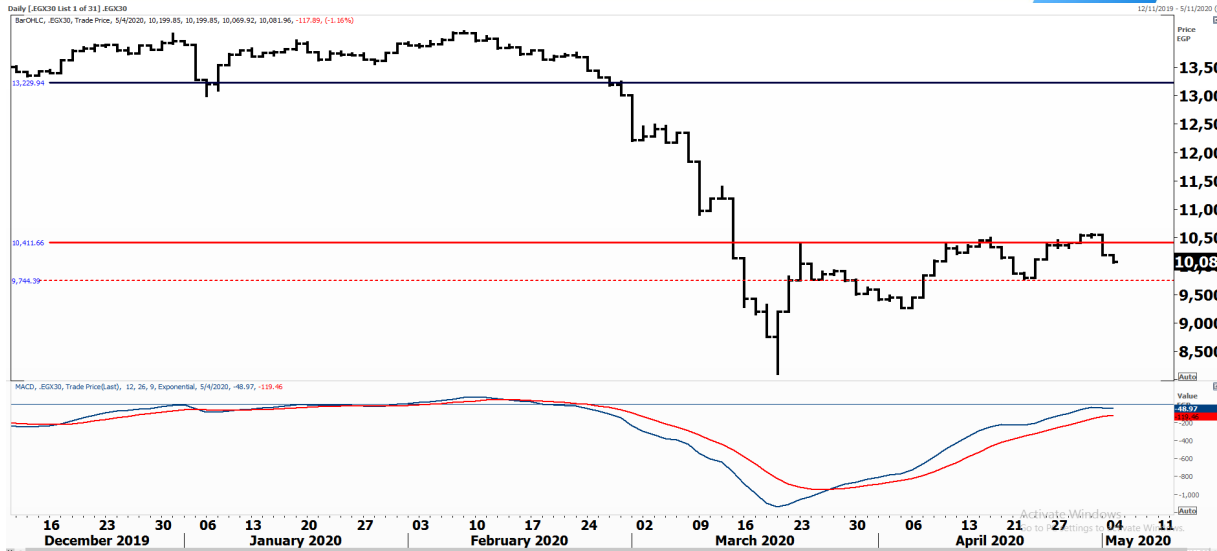


PIONEERSECURITIES

# TECH TO THE POINT

5-May-2020

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



Last	10,081.96
High Today	10,199.85
Low Today	10,069.92
Volume	M 127.718
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	-2.83%
1 MONTH	6.63%
1 QUARTER	-27.35%
1 YEAR	-30.52%
YTD	-27.79%

## Analysis

The market should begin to rebound soon, probably today, especially if it approaches the 9,800 level. A rebound from these levels will be seen as a bullish scenario for the market. On the other hand, the 9,700-9,800 range is our stop; a break below this support will trigger a short-term sell signal.

As for our expectations, we believe that the market should rebound without breaking below 9,800; if this occurs, the next rise will be strong and will probably break above our important resistance that lies at 10,400-10,500.

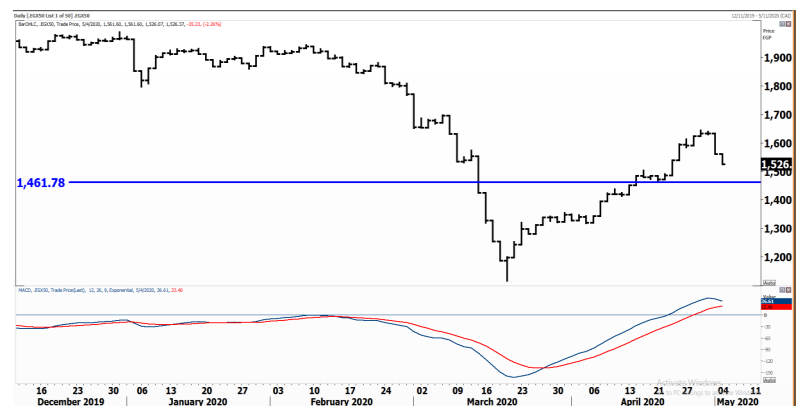
## Egyptian Exchange Equal Weight Index .EGX 50

### Analysis

The EGX 50 index witnessed a significant decline yesterday, closing at 1,526. The 1,470 level is the next support to watch; a rebound from above this level will be seen as a positive action.

If the market rebounds, we will probably see the EGX 30 outperforming its 50 counterpart. We believe that the next rebound will be led by blue chips which should begin to take control.


We should first monitor the market closely to see if it will be able to rebound from here or not.




## Resistance

No stocks broke their resistance yesterday


## Support


**HRHO**  Broke its support that lies at 10.5-10.55 and closed below it. If HRHO confirms this break today, it will probably witness a significant decline that can lead it to 9. Based on our view, however, we believe that the probability of a false break and a renewed rise is not low.

**ABUK**  Closed at 14.7 after breaking below 14.9. The stock might reach 13.2 if this break is confirmed. On the other hand, we will not recommend to step in until 15.4 is broken upwards.


## Testing

## Support

**OCDI**  The 9.4-9.5 range is a support area for OCDI. We expect the stock to rebound from this level. If it rebounds, the 10.5 will be the hurdle to watch. Those who are holding positions are recommended to place their stop below 9.35.

**MFPC**  Hovering around its support that lies around 39.5-40. If this support is violated, next target will be set around 35.5. On the other hand, a break above 42 will trigger a buy signal. For now, we do not recommend stepping in.

## Resistance

**AFDI**  Closed near its resistance that lies at 6.3. A break above this level will trigger a short-term signal with a target near 6.9-7 where selling pressure will probably intensify.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	61.40	58.5	55.75	66	70	↔	Hold	55.75
EAST.CA	EASTERN CO/d	12.10	11.8	11.4	13	14	↔	Hold	11.8
SWDY.CA	ELSWEDY ELECTR/d	8.20	8	7.4	9.8	10.05	↔	Hold	8
TMGH.CA	TALAT MOSTAFA/d	5.26	5	4.55	5.85	6.5	↔	Hold	5
SKPC.CA	SIDI KERIR PET/d	6.60	6.12	5.9	7.3	7.6	↔	Hold	6.12
EKHO.CA	EGYPT KUWAIT H/d	0.99	0.86 \$	0.82\$	1 \$	1.15 \$	↔	Hold	0.82
HRHO.CA	EFG HERMES HOL/d	10.40	10.13	9.2	12	13	↔	Hold	10.13
ORAS.CA	ORASCOM CONST/d	69.00	67.8	62.5	73	80	↔	Hold	62.5
AMOC.CA	ALX MINERAL OI/d	2.43	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	9.80	9.36	9	10.8	11.35	↔	Hold	9
JUFO.CA	JUHAYNA FOOD I/d	7.07	6.5	6	7.49	8	↔	Hold	6.5
ESRS.CA	EZZ STEEL/d	6.81	6.7	6.35	7.4	7.88	↔	Hold	6.35
ETEL.CA	TELECOM EGYPT/d	10.40	10	9.5	10.88	11.33	↔	Hold	9.5
CCAP.CA	CITADEL CAPITA/d	1.33	1.3	1.17	1.48	1.5	↔	Hold	1.17
ISPH.CA	IBNSINA PHARMA	8.37	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 COMPANY	4.38	4.2	3.8	4.8	5.1	↔	Hold	4.2
HELI.CA	HELIOPOLIS/d	4.34	4.21	3.77	4.85	5.3	↔	Hold	3.77
CIEB.CA	CREDIT AGRICOL/d	27.64	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	2.38	2.38*	2.13	2.8	3.1	↔	Hold	2.38
OIH.CA	ORASCOM INVESTMENT HOLDING	0.37	0.26	0.17	0.45	0.5	↔	Hold	0.5
ORHD.CA	ORASCOM EGYPT/d	3.32	3.3	2.87	3.68	4.3	↔	Hold	2.87
EGTS.CA	EGYPTIAN RESOR/d	1.70	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	1.67	1.6	1.4	2.06	2.3	↔	Hold	1.6
DSCW.CA	DICE SPORT AND CASUAL WEAR	1.40	1.3	1.15	1.94	2.03	↔	Hold	1.94

## 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.