

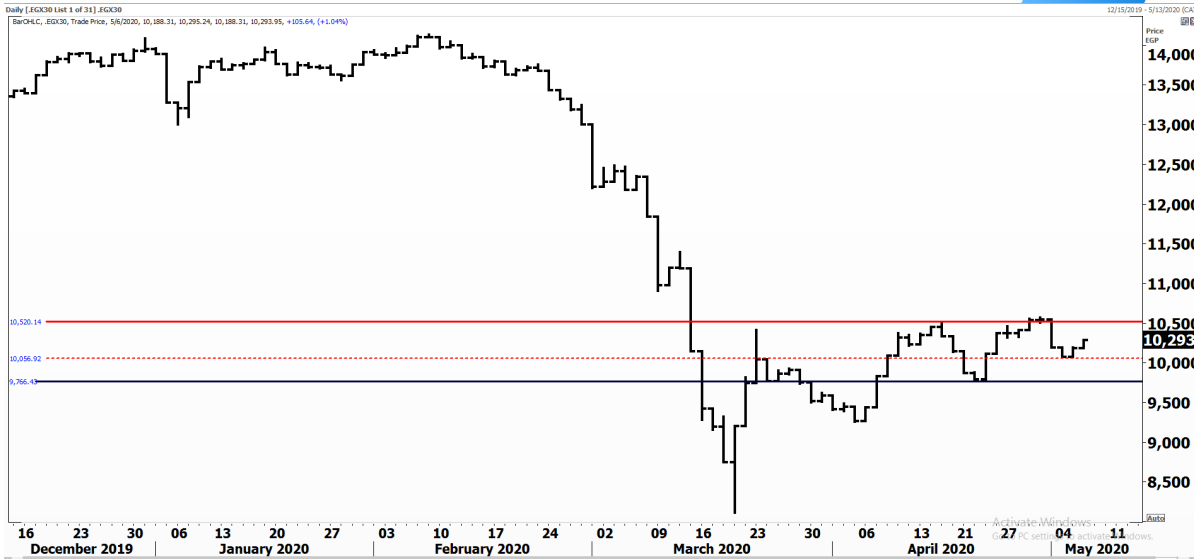


PIONEERSECURITIES

TECH TO THE POINT

7-May-2020

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



Last	10,293.95
High Today	10,295.24
Low Today	10,188.31
Volume	M 141.557
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	-2.38%
1 MONTH	8.97%
1 QUARTER	-26.40%
1 YEAR	-28.46%
YTD	-26.27%

Analysis

As we mentioned yesterday, the market is on the verge of breaking to the upside if it succeeds to rebound from these levels. The EG30 witnessed a higher low in early April, followed by another higher low during the third week of the same month, and is preparing itself to create a new higher low; such an action is called ascending triangle with a resistance at 10,500. A break above this resistance level will be considered significant, especially after these multiple higher lows.

Our stop is still placed below 9,800; very short-term traders, however, can use the 10,000 level as their stop.

Yesterday's market action was not strong enough to make us clearly bullish on the overall situation. If, however, the EGX 30 index succeeds to break above 10,500, the next rise will probably be strong, especially that it is confirmed this time with the EGX 50 index.

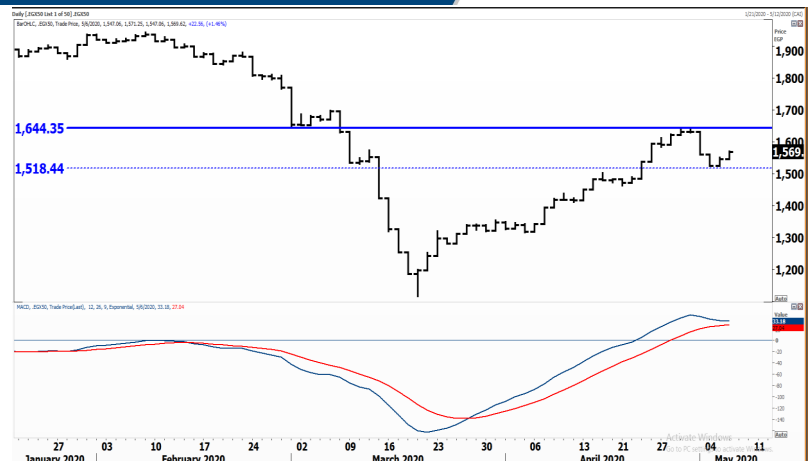
Egyptian Exchange Equal Weight Index .EGX 50

Analysis

The 1,520 level is now a stop for those who want to use a short-term level for exit in case the market falls from here.

This is a short-term level that will only be effective on the near-term period.

On the other hand, our current resistance lies at 1,645-1,650; we are actually expecting this level to be broken to the upside. If this level is broken, along with the EGX 30 breaking 10,500, we will be having a favorable situation where the market is rising with strong breadth.



Resistance



Broke its resistance that lies at 6 and closed at 6.18 at the end of the session. If this rise continues, our target will be set around 7.25-7.5. It is worth noting that DOMT showed much better liquidity since the beginning of April. Such a major change in the stock's liquidity hints of a strong move to come.

Support

No stocks broke their support yesterday

Testing

Support



The 3.75 level is an important support for EGCH. If the stock rebounds from these levels, it will probably reach 4.4 which is considered as its first resistance. Those who want to buy after clear confirmation can wait for the breakout. Those who want to trade the range can do that but should use a strict stop below 3.7.

Resistance



A confirmed breakout above 6.9 will trigger a new buy signal and our target will be set around 8.5. The only problem with AFDI is that it is overextended.



The 7.45-7.5 range is a resistance for JUFO. We like the stock and are expecting it to break above this level. A breakout above 7.5 will trigger a buy signal with a target around 8.5

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	63.00	61	58.5	66	70	↔	Hold	58.5
EAST.CA	EASTERN CO/d	12.45	11.8	11.4	13	14	↔	Hold	11.8
SWDY.CA	ELSWEDY ELECTR/d	8.18	8	7.4	9	9.8	↔	Hold	8
TMGH.CA	TALAT MOSTAFA/d	5.28	5.09	4.55	5.85	6.5	↔	Hold	5.09
SKPC.CA	SIDI KERIR PET/d	6.79	6.34	6.12	7.3	7.6	↔	Hold	6.12
EKHO.CA	EGYPT KUWAIT H/d	1.02	0.96 \$	0.875 \$	1.05 \$	1.15 \$	↔	Hold	0.875
HRHO.CA	EFG HERMES HOL/d	10.23	10.13	9.2	12	13	↔	Hold	10.13
ORAS.CA	ORASCOM CONST/d	69.10	67	62.5	73	80	↔	Hold	62.5
AMOC.CA	ALX MINERAL OI/d	2.55	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	9.69	9.36	9	10.8	11.35	↔	Hold	9
JUFO.CA	JUHAYNA FOOD I/d	7.30	6.7	6.3	7.49	8	↔	Hold	6.5
ESRS.CA	EZZ STEEL/d	7.08	6.6	6.35	7.55	7.88	↔	Hold	6.35
ETEL.CA	TELECOM EGYPT/d	10.80	10.2	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	8.53	8	7.5	8.9	9.5	↔	Hold	8
PHDC.CA	PALM HILL DEV /d	1.19	1.14	1.11	1.32	1.43	↔	Hold	1.11
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	4.41	4.2	3.8	4.55	4.8	↔	Hold	4.2
HELI.CA	HELIOPOLIS/d	4.35	4.21	3.77	4.85	5.3	↔	Hold	3.77
CIEB.CA	CREDIT AGRICOL/d	27.97	27	26	28.5	30.6	↔	Hold	27
EGCH.CA	EGYPT CHEM IND/d	3.90	3.75	3.4	4.37	4.7	↔	Hold	3.75
EMFD.CA	EMAAR MISR DEV/d	2.37	2.31	2.13	2.55	2.8	↔	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	3.35	3.2	2.87	3.68	4.3	↔	Hold	2.87
EGTS.CA	EGYPTIAN RESOR/d	1.73	1.63	1.43	1.9	2.09	↔	Hold	1.63
PORT.CA	PORTO GROUP	0.47	0.44	0.41	0.522	0.55	↔	Hold	0.43
AUTO.CA	AUTO GHABBOUR	1.77	1.6	1.4	2.06	2.3	↔	Hold	1.6
DSCW.CA	DICE SPORT AND CASUAL WEAR	1.46	1.26	1.15	1.55	1.61	↔	Hold	1.26

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.