

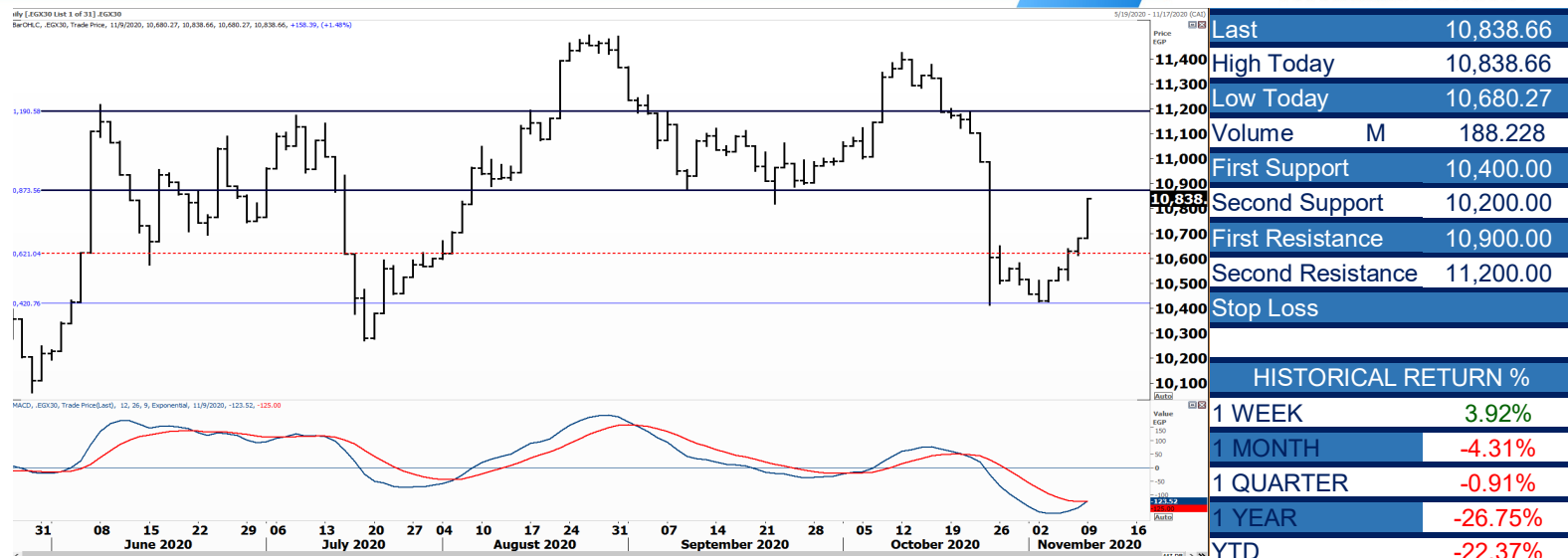


PIONEERSECURITIES

# TECH TO THE POINT

10-Nov-2020

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



## Analysis

The market confirmed its breakout yesterday and witnessed a strong rise to close at 10,838, and approaching the 10,900 which is considered as a resistance. We believe, however, that this rise will lead the EGX 30 to 11,200 where sellers will probably begin to step in.

Those who are buying at these levels are recommended to use closer stops to control their risk. Thus, we recommend to place our stops below yesterday's low.

We began to open new positions once again yesterday (after we closed all our stock trades more than two weeks ago), as we believe that this rise comes with aggressive buying power.

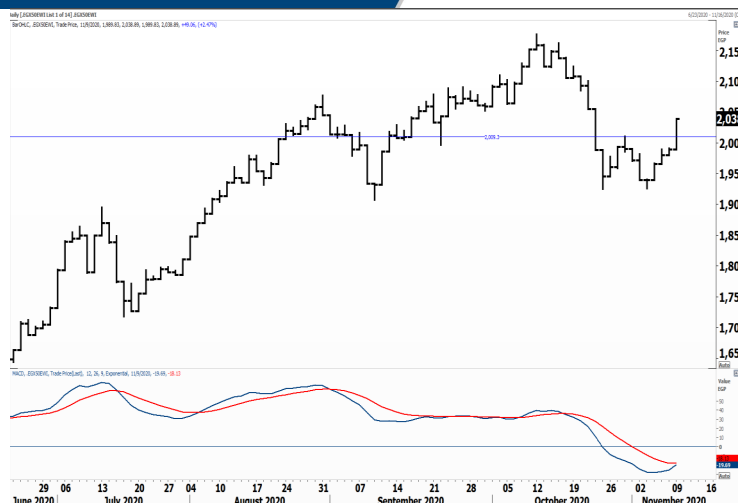
## Egyptian Exchange Equal Weight Index .EGX 50

## Analysis


As we mentioned in yesterday's report, the 2,010 breakout was our entry signal.


The market broke its resistance aggressively and closed clearly above it. This breakout triggered a buy signal and the EGX 50 is expected to approach its peak that lies at 2,150.

The MACD indicator is also on the verge of witnessing a bullish crossover; such a crossover will have a positive effect on the market.



## Resistance

**ORWE**  Confirmed the breakout as we were expecting and closed at 6.78. ORWE is looking good and expected to witness more rise. Our next target lies at 7.25.

**FAIT**  Broke its resistance that lies at 12.85 and closed at 13.1 at the end of the session. The stock witnessed high volumes lately, which is a bullish sign. Our target lies around 14.5.

## Support


No stocks broke their support yesterday


## Testing


### Support

## Resistance

**SWDY**  Approaching its resistance that lies at 8.2-8.25. If SWDY breaks this resistance a buy signal will be triggered and our target will be set at 10.

**BTFH**  Testing 2.6 which is the minor resistance for the stock. A break above this level will trigger a buy signal and our target will be set around 3.

**ETEL**  The 12.75 is our resistance to watch. Those who want to step in are recommended to wait for a break above this level. A breakout above 12.75 will be a bullish signal for ETEL and will probably lead it near 14.5.

**MCQE**  Currently testing the 8.9 level with high volumes. MCQE can break above this level, which should lead to a strong rise that will most probably break above 9.4-9.5. From a long-term perspective, the stock looks like it is witnessing a major bottoming formation.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	63.72	60	58.5	64.2	66	↔	Hold	60
EAST.CA	EASTERN CO/d	12.50	11.75	11.30	13.00	13.60	↔	Hold	11.30
EKHO.CA	EGYPT KUWAIT H/d	1.06	\$1.03	\$1.00	\$1.07	\$1.10	↔	Hold	\$1.03
HRHO.CA	EFG HERMES HOL/d	13.45	12.00	11.10	13.55	14.10	↔	Hold	12.00
TMGH.CA	TALAT MOSTAFA/d	6.40	5.8	5.5	6.50	7	↔	Hold	5.80
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	4.84	4.60	4.53	5.00	5.15	↔	Hold	4.53
SWDY.CA	ELSWEDY ELECTR/d	8.09	7.55	7	8.2	8.8	↔	Hold	7
ETEL.CA	TELECOM EGYPT/d	12.60	11.80	11.40	12.60*	13.00	↔	Hold	11.40
ISPH.CA	IBNSINA PHARMA	6.35	5.70	5.30	6.50	6.80	↔	Hold	5.70
CIRA.CA	CAIRO INVESTMENT & REAL ESTATE/d	14.51	14.00	13.30	15.80	17.00	↑	Hold	14.00
JUFO.CA	JUHAYNA FOOD I/d	7.10	6.7	6.4	7.00*	7.6	↔	Hold	6.4
CIEB.CA	CREDIT AGRICOL/d	25.96	24.50	23.65	26.50	28.00	↔	Hold	24.50
OCDI.CA	6TH OCT DEV IN/d	13.00	12.00	11.50	13.00*	14.00	↔	Hold	11.50
MNHD.CA	NASR CITY HOUS/d	3.87	3.57	3.42	3.95	4.12	↔	Hold	3.42
EFID.CA	EDITA /d	9.05	8.60	7.76	9.65	10.30	↔	Hold	8.60
HELI.CA	HELIOPOLIS/d	6.35	5.80	5.55	6.70	7.00	↔	Hold	5.80
ORWE.CA	ORIENTAL WEAVERS /d	6.78	6.38	5.95	6.8	6.98	↑	Hold	5.95
PHDC.CA	PALM HILL DEV /d	1.30	1.22	1.197	1.30*	1.37	↔	Hold	1.22
CCAP.CA	CITADEL CAPITA/d	1.39	1.30	1.23	1.43	1.53	↔	Hold	1.30
SKPC.CA	SIDI KERIR PET/d	7.57	7.00	6.65	7.90	8.25	↔	Hold	7.00
AUTO.CA	AUTO GHABBOUR /d	2.89	2.40	2.29	2.90	3.12	↔	Hold	2.40
EMFD.CA	EMAAR MISR DEV/d	2.31	2.14	1.93	2.40	2.50	↔	Hold	2.14
ORHD.CA	ORASCOM EGYPT/d	3.75	3.27	3.19	3.82	4.18	↔	Hold	4.18
ESRS.CA	EZZ STEEL/d	6.98	6.32	6.19	7.20	7.65	↔	Hold	6.32
OIH.CA	ORASCOM INVESTMENT HOLDING /d	0.499	0.463	0.430	0.520	0.560	↔	Hold	0.520
EXPA.CA	EXPORT DEVELOPMENT BANK /d	14.950	14.350	13.950	15.500	16.200	↑	Hold	13.950
IRON.CA	EGYPTAIN IRON & STEEL /d	3.40	3.00	2.70	3.50	4.00	↔	Hold	3.00
DSCW.CA	DICE SPORT AND CASUAL WEAR /d	1.390	1.320	1.240	1.480	1.530	↔	Hold	1.320
BTFH.CA	BELTONE FINANCIAL HOLDING /d	2.600	2.300	1.970	2.60*	2.900	↔	Hold	2.300

## 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.