

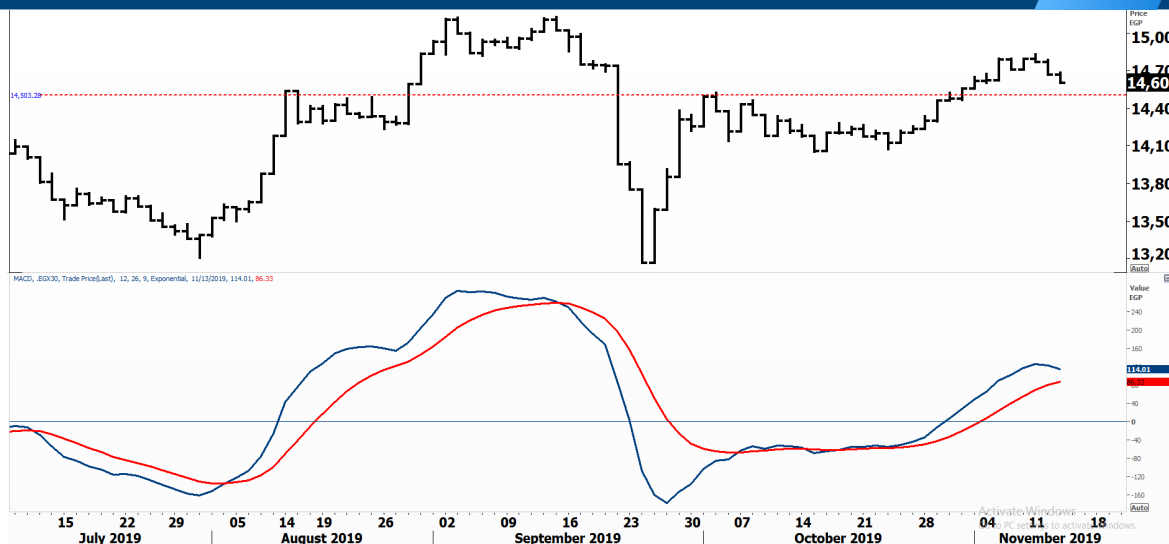


PIONEERSECURITIES

TECH TO THE POINT

18-Nov-19

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



Price EGP	15,000
Last	14,556.32
High Today	14,572.80
Low Today	14,528.78
Volume M	74.249
First Support	14,500.00
Second Support	14,300.00
First Resistance	14,800.00
Second Resistance	15,200.00
Stop Loss	14,500.00

HISTORICAL RETURN %

1 WEEK	-1.61%
1 MONTH	2.48%
1 QUARTER	1.10%
1 YEAR	6.40%
YTD	11.67%

Analysis

The market, unfortunately was not able to perform well yesterday despite the Central Bank decision and the new historical highs in US equities. Yesterday's weak performance is a sign of the continuation of the current correction. We actually expected the rebound to occur from 14,500, but it looks like we will go beyond this level. Our first level to watch lies at 14,200.

Buyers are afraid of stepping in despite that selling pressure dried significantly lately. The absence of buyers is not a good signal and raises some questions concerning the overall situation in the Egyptian Stock Market...

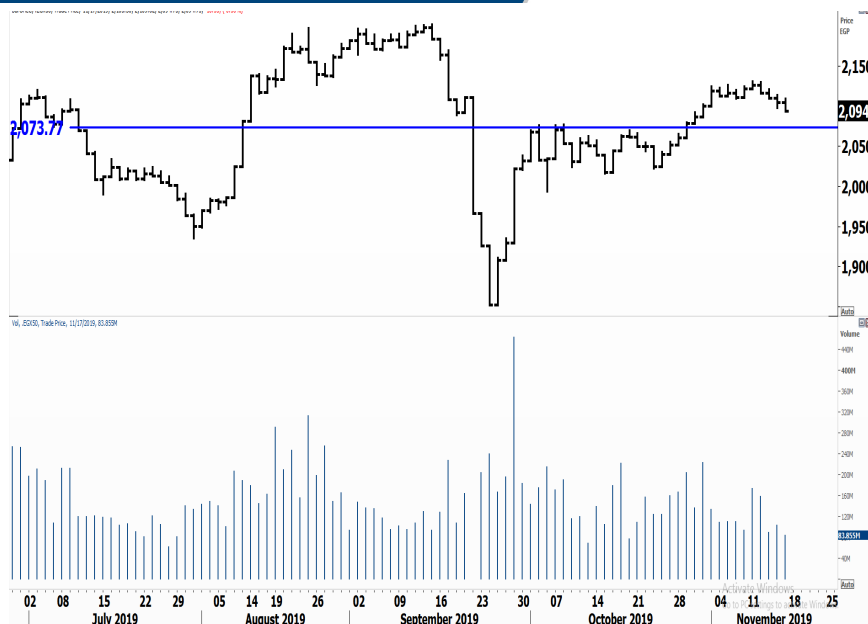
Going back to our analysis, we should watch the market carefully if it approaches the 14,200-14,300 area as a rebound from this support range will probably trigger a buy signal.

Egyptian Exchange Equal Weights Index EGX50

Analysis

The 2,070 level is our next support. We will watch whether the EGX 50 will be able to rebound from this level or not. A rebound from 2,070 will be considered as a positive signal on the short-term.

On the other hand, the 2,010 level is the current important bottom that should be taken into consideration. A break below this important level (though not expected) will change the overall view from positive to negative. We are not expecting such a scenario yet despite yesterday's weak market performance.



Resistance

ECAP 

Broke its resistance that lies at 19 and closed at 20.35 at the end of the session. The stock's historical high lies at 22.6. We expect this level to be tested initially

Support

No stocks broke their support yesterday

Testing

Support

ORAS 

The stock tested its support level at 99-100 and rebounded to close at 104 at the end of the session. The 108-110 range is the current resistance; those who have positions are recommended to sell at this resistance area.

ETEL 

The 10.9 level is the current support to watch. A break below this level will lead ETEL near 9.8. It is important to note, however, that the 9.8 level is a major support. If any confirmed break below this level occurs, this will change the whole picture to bearish.

Resistance

CEFM 

The 38 level is an important resistance to watch. If CEFM breaks this level on a weekly basis, a buy signal will be triggered with a target near 43-45.

CIEB 

The two resistance levels to watch are 45, followed by 48. Those who want to step in are recommended to wait for a break above 45 first.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	83.00	81.50	80.50	86.00	88.00	↑	Hold	80.50
EAST.CA	EASTERN CO/d	15.02	14.70	14.30	15.70	16.20	↔	Hold	14.70
SWDY.CA	ELSWEDY ELECTR/d	12.69	12.60	12.00	13.75	15.17	↔	Hold	12.00
TMGH.CA	TALAT MOSTAFA/d	9.33	9.28	8.80	9.60	10.20	↔	Hold	9.27
SKPC.CA	SIDI KERIR PET/d	11.14	10.82	9.50	12.50	14.00	↔	Hold	10.82
EKHO.CA	EGYPT KUWAIT H/d	1.43	1.40 \$	1.36 \$	1.48 \$	1.52 \$	↔	Hold	1.36
HRHO.CA	EFG HERMES HOL/d	18.70	18.50	18.00	19.60	20.15	↔	Hold	18.50
ORAS.CA	ORASCOM CONST/d	104.00	103.00	99.00	111.00	113.00	↔	Hold	99.00
AMOC.CA	ALX MINERAL OI/d	4.17	4.00	3.75	4.50	5.00	↔	Hold	4.00
MNHD.CA	NASR CITY HOUS/d	5.21	5.20	5.05	5.60	6.05	↔	Hold	5.05
CIRA.CA	Cairo Investment & Real Estate	12.42	12.30	11.55	13.50	15.00	↑	Hold	12.30
OCDI.CA	6TH OCT DEV IN/d	15.90	15.45	14.95	16.60	17.25	↑	Hold	14.95
JUFO.CA	JUHAYNA FOOD I/d	9.04	8.00	7.70	10.00	11.00	↔	Hold	10.00
ESRS.CA	EZZ STEEL/d	11.89	11.20	10.00	13.11	13.55	↔	Hold	11.20
ETEL.CA	TELECOM EGYPT/d	11.00	11.00 *	11.00	11.72	12.30	↔	Hold	11.00 *
CCAP.CA	CITADEL CAPITA/d	2.48	2.44	2.34	2.60	2.75	↔	Hold	2.60
ISPH.CA	IBNSINA PHARMA	9.70	9.30	8.90	10.30	11.15	↔	Hold	9.30
PHDC.CA	PALM HILL DEV /d	2.10	2.04	2.00	2.20	2.43	↔	Hold	2.00
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	6.23	6.00	5.50	6.40	6.60	↔	Hold	6.00
HELI.CA	HELIOPOLIS/d	26.43	26.00	25.50	28.00	29.20	↔	Hold	25.50
CIEB.CA	CREDIT AGRICOL/d	44.25	40.00	38.00	45.00	47.00	↔	Hold	40.00
EGCH.CA	EGYPT CHEM IND/d	5.40	5.37	5.05	5.75	6.10	↑	Hold	5.37
EMFD.CA	EMAAR MISR DEV/d	2.91	2.90	2.70	3.10	3.23	↔	Hold	2.70
OIH.CA	ORASCOM INVESTMENT HOLDING	0.60	0.58	0.56	0.64	0.66	↔	Hold	0.58
ORHD.CA	ORASCOM EGYPT/d	6.84	6.80	6.50	7.15	7.60	↔	Hold	6.50
EGTS.CA	EGYPTIAN RESOR/d	3.15	2.90	2.80	3.25	3.45	↔	Hold	2.80
ORWE.CA	ORIENTAL WEAVE/d	10.77	10.40	10.00	11.09	11.34	↔	Hold	10.00
IRON.CA	EGYPTIAN IR & /d	2.64	2.50	2.15	3.00	3.10	↔	Hold	2.50
ADIB.CA	ABU DHABI/d	13.50	13.00	12.70	14.80	15.70	↔	Hold	12.70

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.