

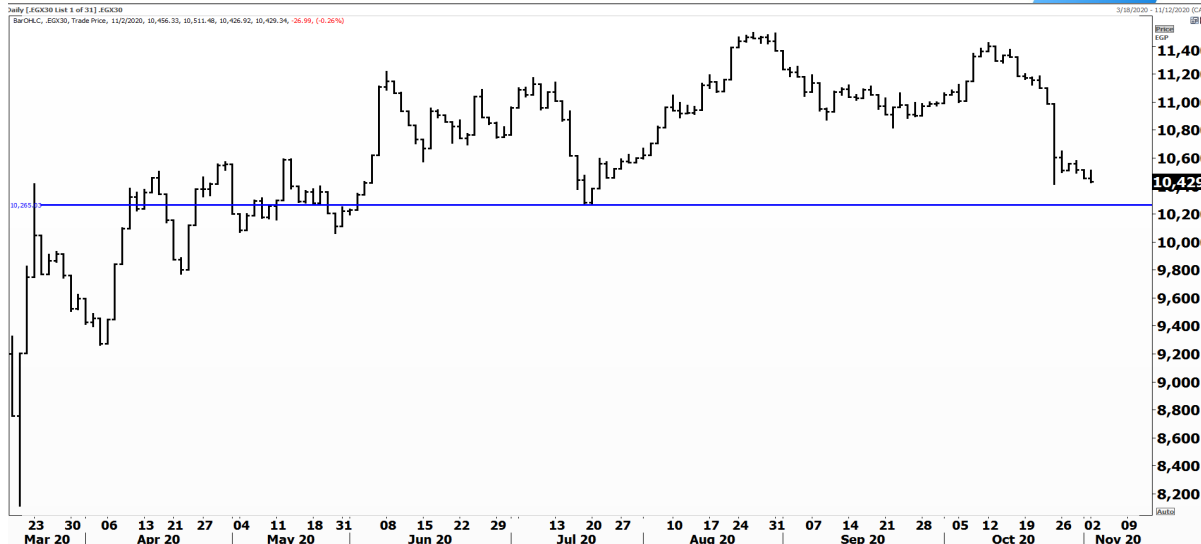


PIONEERSECURITIES

TECH TO THE POINT

3-Nov-2020

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



Last	10,429.34
High Today	10,511.48
Low Today	10,426.92
Volume	M 181.857
First Support	10,200.00
Second Support	9,800.00
First Resistance	10,650.00
Second Resistance	10,800.00
Stop Loss	
HISTORICAL RETURN %	
1 WEEK	-0.79%
1 MONTH	-5.63%
1 QUARTER	-1.60%
1 YEAR	-28.68%
YTD	-25.30%

Analysis

The market witnessed buying power yesterday but sellers stepped in in the second half of the session, bringing prices lower than their opening.

The EGX 30 closed at 10,400 and is near its support that lies at 10,250; we know by now that a break below 10,250 will trigger stops and a significant decline will follow.

Our view is now more conservative because buyers are not able to bring prices up and sustain a significant rise. Thus, if sellers get more aggressive they will probably break support.

For new entries, we need to see a break of 10,650 first before we step in.

Egyptian Exchange Equal Weight Index .EGX 50

Analysis

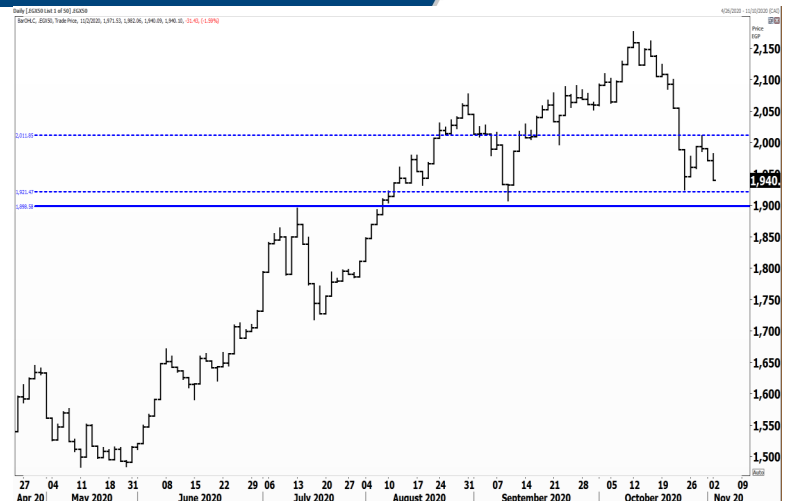
The 2,015 level is now our minor peak that should be watched in case the index breaks it upwards. A break above 2,015 will signal a double bottom and a strong rise will follow.

This is what a lot of investors are wishing for.

The market does not look like it will break its resistance easily, this is why we will not enter until this minor peak is broken upwards.

It looks like the 1,900 support is in jeopardy; a break below this level will be a bearish scenario for the market and a significant decline will probably follow.


As we mentioned in the past few reports, we are taking a more conservative stance than before because of the failure of buyers to show their strength at these levels.





Resistance

No stocks broke their resistance yesterday.

Support


TMGH  The stock broke 6 to the downside and closed below it. Those who want more confirmation can wait for a break below 5.8; but we believe that the breakdown of 6 is enough to take a decision to reduce exposure. TMGH might reach 5.4-5.5.

MNHD  Broke the 3.6 support level and closed clearly below it. Next important support lies at 3. If the market continues its decline, MNHD will probably reach 3.

AIH  Violated 0.385 sharply and closed at 0.374. AIH is on its way to test 0.3 where buying power will probably appear. Reducing at intraday rises is recommended.

Testing

Support

EMFD  The 2.12-2.15 range is a major support for EMFD. A break below this important support will be considered bearish. Since EMFD is at support and not able to rise, it risks the support break. If it rebounds, however, it can retest 2.7. For now, it looks like sellers are getting stronger than buyers.

Resistance

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	62.00	60	58.5	63	66	↔	Hold	60
EAST.CA	EASTERN CO/d	11.86	11.50	10.85	12.40	13.00	↔	Hold	11.50
EKHO.CA	EGYPT KUWAIT H/d	1.04	\$1.03	\$1.00	\$1.07	\$1.10	↔	Hold	\$1.03
HRHO.CA	EFG HERMES HOL/d	12.00	12.00*	11.10	12.65	13.55	↓	P.Sell	12.65
TMGH.CA	TALAT MOSTAFA/d	5.91	5.8	5.5	6.50	7	↔	Hold	5.80
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	4.70	4.70*	4.53	5.00	5.15	↔	Hold	4.53
SWDY.CA	ELSWEDY ELECTR/d	7.20	7.00	6.7	7.7	8.2	↔	Hold	7
ETEL.CA	TELECOM EGYPT/d	12.00	11.80	11.40	12.60	13.00	↔	Hold	11.40
ISPH.CA	IBNSINA PHARMA	5.90	5.70	5.30	6.30	6.50	↓	P.Sell	6.50
CIRA.CA	CAIRO INVESTMENT & REAL ESTATE/d	14.50	14.00	13.30	15.80	17.00	↑	Hold	14.00
JUFO.CA	JUHAYNA FOOD I/d	6.60	6.4	6.2	7	7.6	↓	P.Sell	7
CIEB.CA	CREDIT AGRICOL/d	25.00	24.50	23.65	26.50	28.00	↔	Hold	24.50
OCDI.CA	6TH OCT DEV IN/d	12.30	11.50	10.96	13.00	14.00	↔	Hold	11.50
MNHD.CA	NASR CITY HOUS/d	3.47	3.45	3.35	3.85	3.93	↔	Hold	3.35
EFID.CA	EDITA /d	9.05	8.60	7.76	9.65	10.30	↔	Hold	8.90
HELI.CA	HELIOPOLIS/d	5.99	5.80	5.55	6.70	7.60	↔	Hold	5.55
ORWE.CA	ORIENTAL WEAVERS /d	6.20	5.77	5.55	6.44	6.62	↔	Hold	5.55
PHDC.CA	PALM HILL DEV /d	1.24	1.22	1.197	1.37	1.41	↔	Hold	1.22
CCAP.CA	CITADEL CAPITA/d	1.31	1.30	1.23	1.43	1.53	↔	Hold	1.30
SKPC.CA	SIDI KERIR PET/d	7.00	7.00*	6.65	7.90	8.25	↔	Hold	7.00*
AUTO.CA	AUTO GHABBOUR /d	2.53	2.40	2.29	2.84	3.10	↔	Hold	2.40
EMFD.CA	EMAAR MISR DEV/d	2.19	2.14	1.93	2.40	2.50	↔	Hold	2.14
ORHD.CA	ORASCOM EGYPT/d	3.49	3.44	3.27	3.82	4.18	↓	P.Sell	4.18
ESRS.CA	EZZ STEEL/d	6.50	6.50*	6.20	7.20	7.65	↔	Hold	6.50*
OIH.CA	ORASCOM INVESTMENT HOLDING /d	0.479	0.463	0.430	0.520	0.560	↔	Hold	0.520
EXPA.CA	EXPORT DEVELOPMENT BANK /d	15.150	14.000	13.600	15.10*	15.600	↑	Hold	13.600
IRON.CA	EGYPTAIN IRON & STEEL /d	3.10	3.00	2.70	3.50	4.00	↔	Hold	2.70
DSCW.CA	DICE SPORT AND CASUAL WEAR /d	1.357	1.350	1.240	1.530	1.650	↔	Hold	1.350
BTFH.CA	BELTONE FINANCIAL HOLDING /d	2.310	2.300	1.970	2.600	2.900	↓	Hold	2.600

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.