

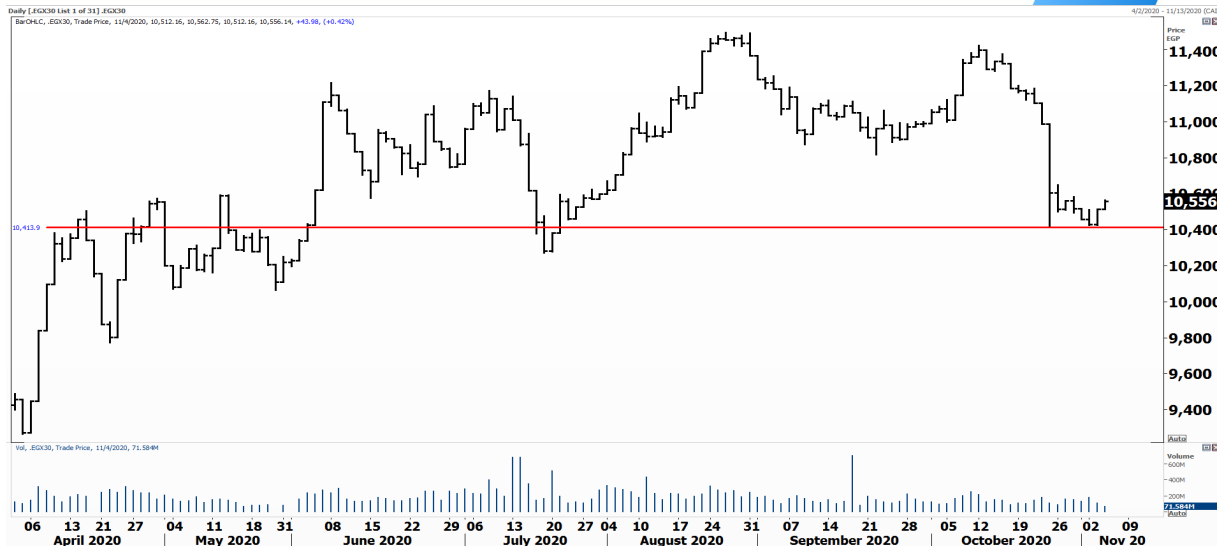


PIONEERSECURITIES

TECH TO THE POINT

5-Nov-2020

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



Last	10,556.89
High Today	10,562.75
Low Today	10,512.16
Volume	M 75.910
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	0.40%
1 MONTH	-4.10%
1 QUARTER	-1.38%
1 YEAR	-28.62%
YTD	-24.39%

Analysis

The market was able to continue its short-term rise yesterday as the EGX 30 closed above 10,550; we still did not break the 10,650 to trigger a buy signal though.

As we mentioned before, the index must break 10,650 for a short-term buy signal to be triggered. On the other hand, short-term investors can alter their stop from 10,250 to 10,400; thus, a break below 10,400 will hit short-term stops.

The market is still in a phase of indecisiveness where buying power is not able to end the struggle yet; we should wait and see in which direction the market will move. Taking any aggressive actions here is not recommended.

Egyptian Exchange Equal Weight Index .EGX 50

Analysis

The EGX 50 index is rebounding from its support and on its way to the minor peak that lies at 2,010. As we know, this is the current resistance that should be watched. A breakout above this level will be a signal to enter the market more aggressively. Whether the market will break this peak or not is not clear yet, especially with the current market movement.

Stops are placed below 1,900.



Resistance



FWRY Witnessed a new breakout by breaking above 33.8. The stock closed at 34.4 after witnessing a high of 35.73. The end of session slight decline is not by any means negative. We believe that FWRY still has a lot of upward potential.

Support

No stocks broke their support yesterday

Testing

Support



SKPC Broke below 7 but rose above it once again. SKPC is now trading near 7.25 and if it respects its support it might reach 7.65 which is its first minor peak to watch. We do not recommend buying, however, unless the 7.65 is broken to the upside.



ESRS The 6.5 is a minor support for ESRS; those who are buying, or have positions, are recommended to place their stop below 6.3. On the other hand, if ESRS rebounds from here it might approach 7.1-7.2.



EAST The stock is still hovering around its major support that lies at 11.5. A break below this level is not a likely scenario to occur; we believe that the stock should rebound from here. In all cases, stops should be placed below 11.5.



EGTS Support lies at 1.27. This is an important support that should halt the current decline. As for the upside potential, we will not recommend to enter until EGTS breaks its minor peak that lies at 1.36.

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	62.90	60	58.5	63	66	↔	Hold	60
EAST.CA	EASTERN CO/d	11.80	11.50	10.85	12.40	13.00	↔	Hold	11.50
EKHO.CA	EGYPT KUWAIT H/d	1.03	\$1.03*	\$1.00	\$1.07	\$1.10	↔	Hold	\$1.03*
HRHO.CA	EFG HERMES HOL/d	12.17	12.00	11.10	12.65	13.55	↓	P.Sell	12.65
TMGH.CA	TALAT MOSTAFA/d	6.12	5.8	5.5	6.50	7	↔	Hold	5.80
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	4.65	4.70*	4.53	5.00	5.15	↔	Hold	4.53
SWDY.CA	ELSWEDY ELECTR/d	7.36	7.00	6.7	7.7	8.2	↔	Hold	7
ETEL.CA	TELECOM EGYPT/d	12.35	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	6.77	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	12.10	11.50	10.96	13.00	14.00	↔	Hold	11.50
MNHD.CA	NASR CITY HOUS/d	3.64	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	6.10	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	1.26	1.22	1.197	1.37	1.41	↔	Hold	1.22
CCAP.CA	CITADEL CAPITA/d	1.33	1.30	1.23	1.43	1.53	↔	Hold	1.30
SKPC.CA	SIDI KERIR PET/d	7.23	7.00	6.65	7.90	8.25	↔	Hold	7.00
AUTO.CA	AUTO GHABBOUR /d	2.70	2.40	2.29	2.84	3.10	↔	Hold	2.40
EMFD.CA	EMAAR MISR DEV/d	2.26	2.14	1.93	2.40	2.50	↔	Hold	2.14
ORHD.CA	ORASCOM EGYPT/d	3.47	3.27	3.19	3.82	4.18	↓	P.Sell	4.18
ESRS.CA	EZZ STEEL/d	6.60	6.50	6.20	7.20	7.65	↔	Hold	6.50
OIH.CA	ORASCOM INVESTMENT HOLDING /d	0.477	0.463	0.430	0.520	0.560	↔	Hold	0.520
EXPA.CA	EXPORT DEVELOPMENT BANK /d	14.970	14.000	13.600	15.100	15.600	↑	Hold	13.600
IRON.CA	EGYPTAIN IRON & STEEL /d	3.08	3.00	2.70	3.50	4.00	↔	Hold	2.70
DSCW.CA	DICE SPORT AND CASUAL WEAR /d	1.370	1.350	1.240	1.530	1.650	↔	Hold	1.350
BTFH.CA	BELTONE FINANCIAL HOLDING /d	2.410	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.