

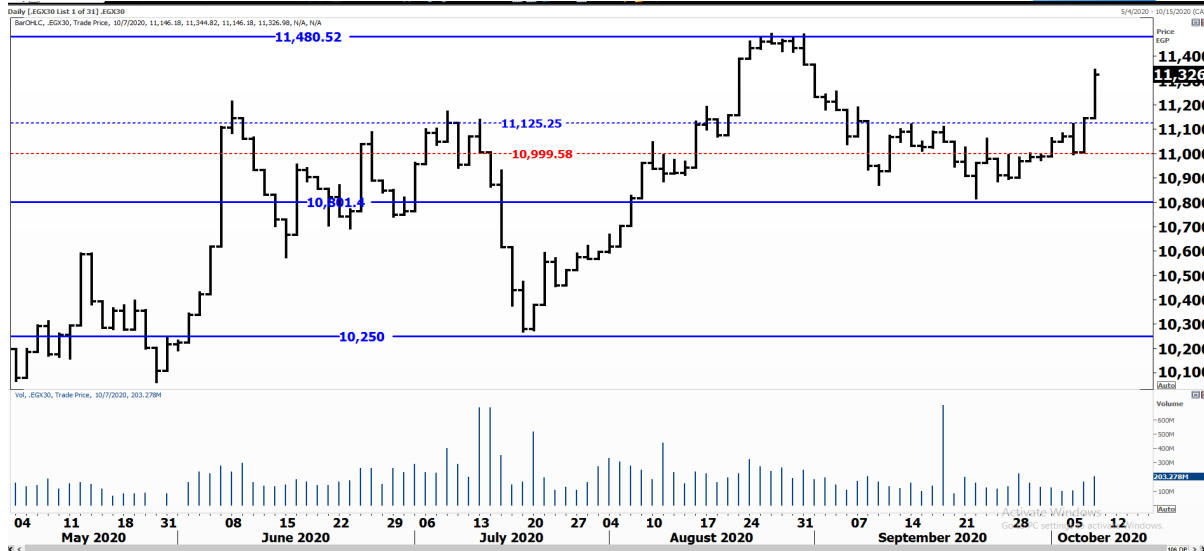


PIONEERSECURITIES

TECH TO THE POINT

12-Oct-2020

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



Last	11360.37
High Today	11382.11
Low Today	11326.74
Volume	M 203.278
First Support	11,000.00
Second Support	10,800.00
First Resistance	11,500.00
Second Resistance	12,000.00
Stop Loss	11,000.00
HISTORICAL RETURN %	
1 WEEK	-0.33%
1 MONTH	-0.33%
1 QUARTER	-0.34%
1 YEAR	-22.85%
YTD	-20.97%

Analysis

The market continued its rise and blue chips are showing superior performance, as we were expecting. The EGX 30 closed at 11,326 and is going to challenge 11,500; we all know that a break above 11,500 will create a new important buy signal and our target will be set around 13,500.

Our stop will be altered from 10,880 to 11,000. Thus, short-term investors should place their stop below 11,000; very short-term traders, however, can place their stop below yesterday's low at 11,100.

Our overall view is bullish and we are expecting a breakout above 11,500. We do not even expect any significant decline anytime soon.

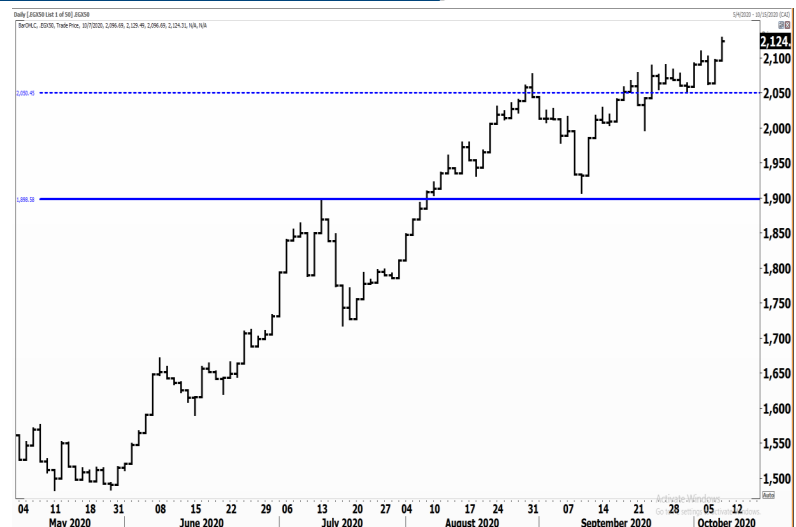
Egyptian Exchange Equal Weight Index .EGX 50

Analysis





The EGX 50 index is continuing its rise and is expected to reach our target that lies at 2,200. Those who want to use a stop in this index should alter their stop to 2,050.

We will probably see some change in relative performance between stocks and indices. Big stocks will probably begin to outperform. This will be fueled by CIB as it crosses above 70.

Small and medium caps will still do well but we believe that the next big move will come from the big caps.



Resistance

- EXPA**  Broke 12.5 with high volumes and closed clearly above it at 12.9. EXPA is expected to reach 15, which is the major peak of the stock. Those who want to step in at intraday declines can use a stop below 11 with the aforementioned target.
- HELI**  The breakout above 6.7 is confirmed on a weekly basis. HELI should reach 8 first before witnessing any significant corrections.
- OCDI**  The stock broke its resistance on Wednesday and confirmed this breakout yesterday as it continued trading above 13.4. Those who want to enter are recommended to place a nearby stop at 13.2. As long as OCDI is trading above this level we will hold.
- AUTO**  Broke 2.8 upwards and closed at 2.83. This break needs confirmation today though. It is worth noting that AUTO still has resistance at 2.95. Investors who are intermediate-term in nature can buy at this major breakout as the stock will probably reach much higher levels.



Support

No stocks broke their support yesterday.

Testing

Support

Resistance

- HRHO**  Current minor resistance lies at 14. A break above it will trigger a short-term signal with a target around 15-15.5. If this latter resistance area is broken upwards a major buy signal will be triggered.
- EMFD**  Facing resistance at 2.6; if this level is broken upwards a buy signal will be triggered and our target will be set at 3. Those who are out of the stock are recommended to buy at this breakout.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	67.55	66	63	68.5	70.2	↔	Hold	66
EAST.CA	EASTERN CO/d	12.25	12.00	11.60	13.00	13.60	↔	Hold	11.60
EKHO.CA	EGYPT KUWAIT H/d	1.06	\$1.06*	\$1.04	\$1.10	\$1.12	↔	Hold	\$1.04
HRHO.CA	EFG HERMES HOL/d	14.00	13.37	12.65	14.00*	14.50	↔	Hold	12.65
TMGH.CA	TALAT MOSTAFA/d	6.70	6.5	6.2	6.94	7.15	↔	Hold	6.20
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	4.97	4.84	4.53	5.15	5.22	↔	Hold	4.84
SWDY.CA	ELSWEDY ELECTR/d	7.58	7.05	6.7	7.56*	7.88	↔	Hold	6.7
ETEL.CA	TELECOM EGYPT/d	12.50	11.80	11.40	12.60	13.00	↔	Hold	11.40
ISPH.CA	IBNSINA PHARMA	6.15	5.88	5.30	6.50	6.80	↓	P.Sell	6.50
CIRA.CA	CAIRO INVESTMENT & REAL ESTATE/d	13.50	12.60	11.50	13.70	14.00	↔	Hold	11.50
JUFO.CA	JUHAYNA FOOD I/d	6.46	6.2	5.5	6.75	7	↓	P.Sell	7
CIEB.CA	CREDIT AGRICOL/d	27.78	25.30	24.50	28.00	30.00	↔	Hold	24.50
OCDI.CA	6TH OCT DEV IN/d	13.61	13.40	13.00	14.40	15.00	↑	P.Buy	13.00
MNHD.CA	NASR CITY HOUS/d	4.32	3.87	3.62	4.60	4.75	↑	P.Buy	3.87
EFID.CA	EDITA /d	9.31	9.10	8.90	10.50	11.35	↔	Hold	8.90
HELI.CA	HELIOPOLIS/d	7.12	6.70	6.35	6.44	6.70	↑	P.Buy	6.35
ORWE.CA	ORIENTAL WEAVERS /d	6.09	5.9	5.77	6.4	6.6	↑	P.Buy	5.9
PHDC.CA	PALM HILL DEV /d	1.49	1.46	1.4	1.52	1.59	↔	Hold	1.4
CCAP.CA	CITADEL CAPITA/d	1.60	1.53	1.43	1.68	1.78	↔	Hold	1.43
SKPC.CA	SIDI KERIR PET/d	8.75	8.25	8.00	9.17	9.50	↑	Hold	8.00
AUTO.CA	AUTO GHABBOUR /d	2.83	2.65	2.40	2.94	3.07	↔	P.Buy	2.40
EMFD.CA	EMAAR MISR DEV/d	2.56	2.40	2.30	2.62	2.80	↔	Hold	2.30
ORHD.CA	ORASCOM EGYPT/d	4.09	3.85	3.70	4.13	4.50	↔	P.Buy	3.85
ESRS.CA	EZZ STEEL/d	7.80	7.60	7.00	8.33	8.60	↔	Hold	7.60
OIH.CA	ORASCOM INVESTMENT HOLDING /d	0.570	0.545	0.530	0.57*	0.590	↔	Hold	0.530
EXPA.CA	EXPORT DEVELOPMENT BANK /d	12.900	12.500	12.000	13.300	14.000	↑	P.Buy	12.000
IRON.CA	EGYPTAIN IRON & STEEL /d	3.79	3.63	3.50	3.86	4.10	↑	P.Buy	3.50
DSCW.CA	DICE SPORT AND CASUAL WEAR /d	1.573	1.530	1.420	1.700	1.810	↔	Hold	1.530
BTFH.CA	BELTONE FINANCIAL HOLDING /d	3.090	2.840	2.660	3.150	3.350	↔	P.Buy	2.660

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.