

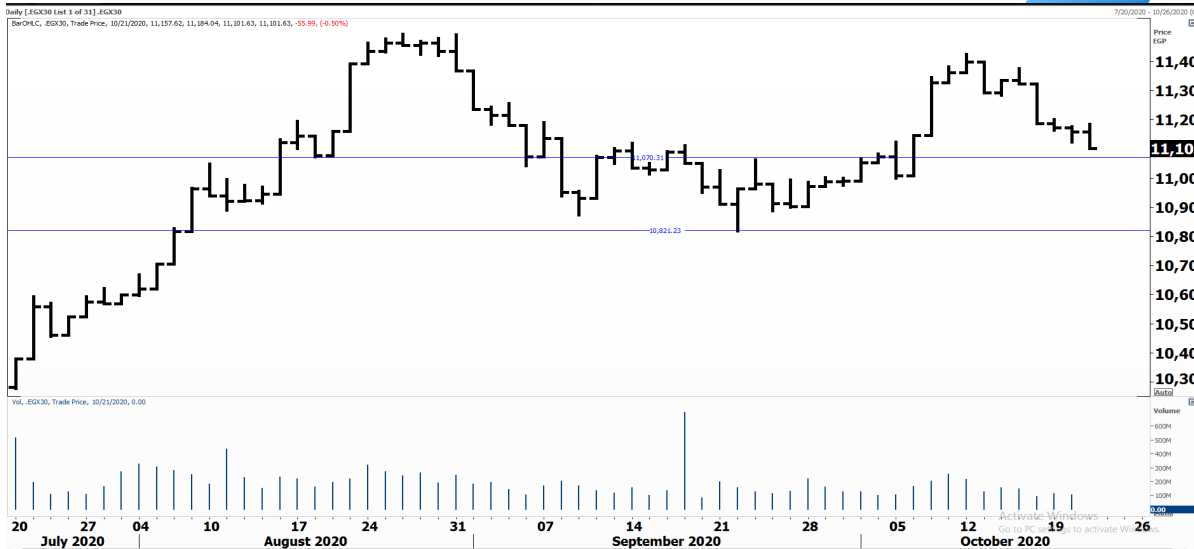


PIONEERSECURITIES

TECH TO THE POINT

22-Oct-2020

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



Last	11,101.63
High Today	11,184.04
Low Today	11,101.63
Volume	M 148.502
First Support	11,100.00
Second Support	10,800.00
First Resistance	11,300.00
Second Resistance	11,500.00
Stop Loss	11,100.00

HISTORICAL RETURN %

1 WEEK	-2.05%
1 MONTH	1.75%
1 QUARTER	6.13%
1 YEAR	-21.83%
YTD	-20.48%

Analysis

At 1:15 pm the market witnessed a severe panic selling wave which took most of the stocks to significantly lower levels. Almost all of the stocks were hit by this severe panic and the market closed at its low.

Regardless of the reasons of this terrible panic, the EGX 30 now is at 11,100, which is our support; a break below this level will lead the index to 10,800-10,850. It is important to note that the 10,800 level is a major support and should not be violated. A break below it will be a bearish sign for the market.

Actually, we were not expecting the market to witness any significant decline from here; this makes up more wary about the current situation.

Short-term investors are already stopped out as their stops were hit few sessions ago; those who are more intermediate-term in nature should wait and see how the 10,800 major level will act.

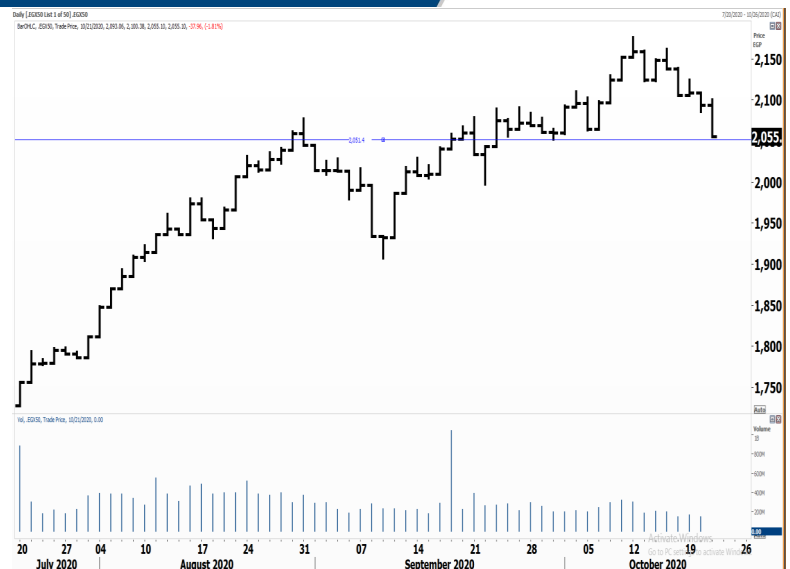
Egyptian Exchange Equal Weight Index .EGX 50

Analysis

The 2,050 support level was hit yesterday with this strong market selloff as most of the stocks closed at or near their lows.

This is a support and it should be watched. If the index breaks it to the downside, next level will be set at 2,000. Yesterday's selloff was severe and came suddenly.


It is important to note, however, that it might only be a one-day selloff which can be followed by a rise. In all cases, we will be watching for our next support that lies at 2,000 in case the 2,050 is violated.





Resistance

No stocks broke their resistance yesterday

Support


DSCW  Broke below 1.53 and closed at 1.497 at the end of the session. The stock hit support and triggered a sell signal. Re-entry will be triggered at a breakout above 1.56. Any levels below 1.56 will not be a buying opportunity. Next support to watch (in case the decline continues) lies at 1.41.


EGTS  Violated the 1.38-1.4 support range and closed at 1.35. Next support lies at 1.28. Those who want to step in should wait for a clear break above yesterday's high that lies at 1.41. As long as the stock is trading below 1.41 we will be selling rises.


ISPH  Broke 5.85 downwards and closed below it. ISPH can reach 5.2 as its next target.

Testing

Support

AMOC  Broke its support on an intraday basis but closed above it at the end of the session. If AMOC continues trading above 2.45 it might rebound to 2.6, which should serve as minor resistance. A break below 2.45, however, will trigger stops.

BTFH  The 2.65 level is the current support of BTFH. A break below this level will trigger stops and our target will be set around 2.2. We do not recommend stepping in, however, until the stock breaks above yesterday's high that lies at 2.9.

AIH  Despite its strong decline yesterday, AIH did not violate its support that lies at 0.41. It is important to note, however, that this is a major support and its violation will trigger a sell signal.

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	66.60	66	63	68.5	70.2	↔	Hold	66
EAST.CA	EASTERN CO/d	11.92	11.50	10.85	12.40	13.00	↔	Hold	11.50
EKHO.CA	EGYPT KUWAIT H/d	1.05	\$1.04	\$1.02	\$1.10	\$1.12	↔	Hold	\$1.04
HRHO.CA	EFG HERMES HOL/d	13.20	12.65	12.00	14.00	14.50	↔	Hold	12.65
TMGH.CA	TALAT MOSTAFA/d	6.39	6.2	6	6.80	7	↔	Hold	6.00
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	4.90	4.70	4.53	5.15	5.22	↔	Hold	4.70
SWDY.CA	ELSWEDY ELECTR/d	7.47	7.48*	7	8.21	8.35	↔	Hold	7.48
ETEL.CA	TELECOM EGYPT/d	12.14	11.80	11.40	12.60	13.00	↔	Hold	11.40
ISPH.CA	IBNSINA PHARMA	5.76	5.70	5.30	6.24	6.50	↓	P.Sell	6.50
CIRA.CA	CAIRO INVESTMENT & REAL ESTATE/d	15.30	14.50	14.00	16.00	17.00	↑	Hold	14.00
JUFO.CA	JUHAYNA FOOD I/d	6.41	6.2	5.5	6.75	7	↓	P.Sell	7
CIEB.CA	CREDIT AGRICOL/d	26.00	25.30	24.50	28.00	30.00	↔	Hold	24.50
OCDI.CA	6TH OCT DEV IN/d	12.49	12.33	11.80	13.35	14.00	↔	Hold	12.33
MNHD.CA	NASR CITY HOUS/d	3.78	3.70	3.50	4.10	4.50	↑	Hold	3.50
EFID.CA	EDITA /d	9.17	9.10	8.90	10.50	11.35	↔	Hold	8.90
HELI.CA	HELIOPOLIS/d	6.42	6.30	6.07	7.10	7.60	↑	Hold	6.30
ORWE.CA	ORIENTAL WEAVERS /d	5.87	5.77	5.55	6.44	6.62	↔	Hold	5.77
PHDC.CA	PALM HILL DEV /d	1.38	1.375	1.34	1.52	1.59	↔	HOld	1.34
CCAP.CA	CITADEL CAPITA/d	1.45	1.42	1.30	1.55	1.62	↔	Hold	1.42
SKPC.CA	SIDI KERIR PET/d	7.50	7.50*	7.00	8.25	9.00	↔	Hold	7.00
AUTO.CA	AUTO GHABBOUR /d	2.80	2.70	2.55	3.12	3.25	↑	Hold	2.70
EMFD.CA	EMAAR MISR DEV/d	2.40	2.40*	2.20	2.62	2.80	↔	Hold	2.20
ORHD.CA	ORASCOM EGYPT/d	3.67	3.60	3.30	4.00	4.18	↓	P.Sell	4.18
ESRS.CA	EZZ STEEL/d	7.11	7.00	6.60	7.60	8.10	↔	Hold	7.00
OIH.CA	ORASCOM INVESTMENT HOLDING /d	0.525	0.52*	0.492	0.550	0.580	↔	Hold	0.52*
EXPA.CA	EXPORT DEVELOPMENT BANK /d	13.110	12.850	12.500	14.000	14.400	↑	Hold	12.500
IRON.CA	EGYPTAIN IRON & STEEL /d	3.04	3.05*	2.90	3.60	4.00	↔	Hold	2.90
DSCW.CA	DICE SPORT AND CASUAL WEAR /d	1.497	1.490	1.420	1.700	1.810	↔	Hold	1.490
BTFH.CA	BELTONE FINANCIAL HOLDING /d	2.660	2.66*	2.300	2.880	3.100	↔	Hold	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.