

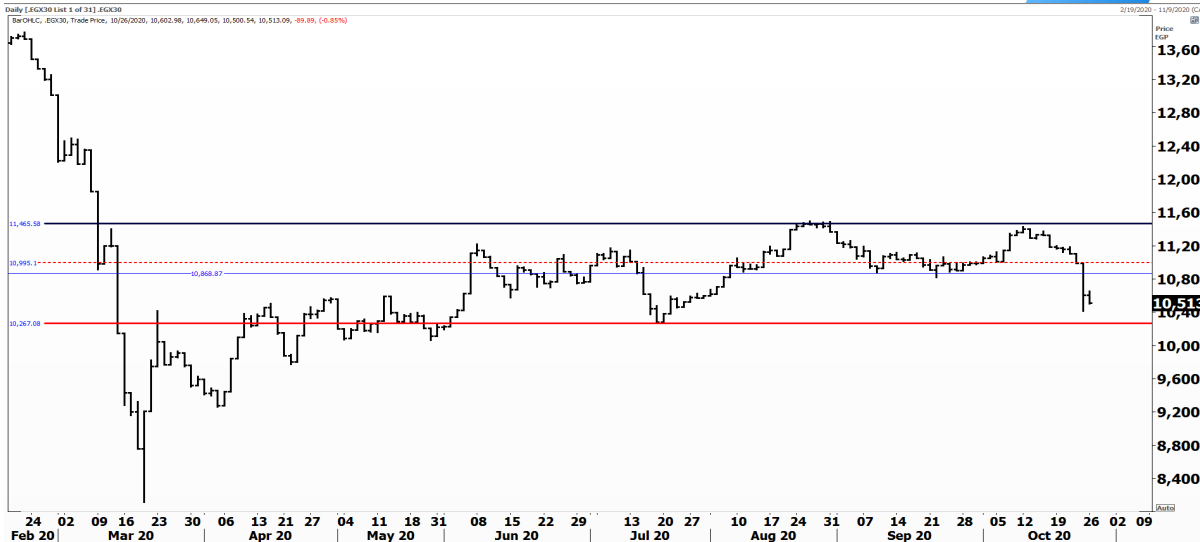


PIONEERSECURITIES

TECH TO THE POINT

27-Oct-2020

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



| | |
|---------------------|-----------|
| Last | 10,511.94 |
| High Today | 10,649.05 |
| Low Today | 10,500.54 |
| Volume | M 90.993 |
| First Support | 10,400.00 |
| Second Support | 10,200.00 |
| First Resistance | 11,000.00 |
| Second Resistance | 11,500.00 |
| Stop Loss | |
| HISTORICAL RETURN % | |
| 1 WEEK | -5.90% |
| 1 MONTH | -3.66% |
| 1 QUARTER | -0.60% |
| 1 YEAR | -26.17% |
| YTD | -24.71% |

Analysis

The market yesterday was quiet as no buyers or sellers had the guts to enter the market. Obviously, investors are waiting for CIB to move and act accordingly.

The EGX 30 closed at 10,500 near the low of the previous session. We will wait for a break of Sunday's high before entering the market (around 11,000) as we need to see buying power entering the market.

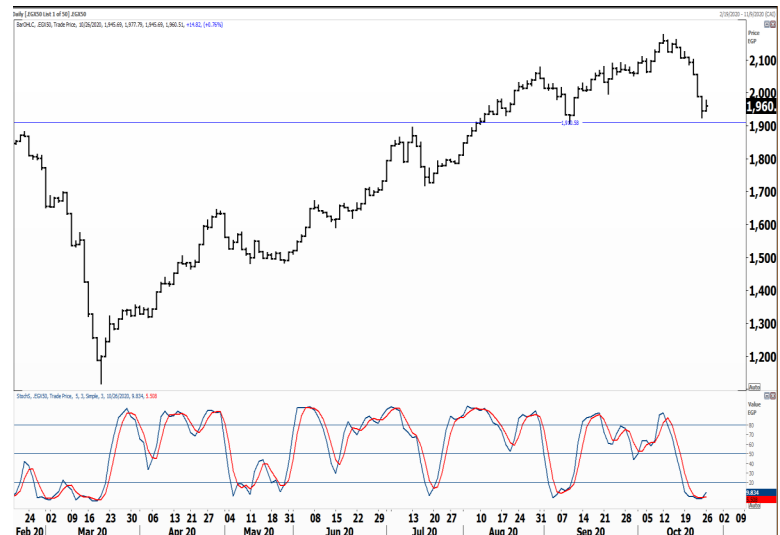
If the EGX 30 breaks above 11,000 it will probably retest its high at 11,500, which will be considered as a bullish scenario.

Egyptian Exchange Equal Weight Index .EGX 50

Analysis

Trying to rebound from its support that lies near 1,900. If this support halts the market decline, the EGX 50 will probably witness a significant rise. Such a rise can bring it near its peak that lies around 2,175; we will probably stop near 2,100 as sellers might be aggressive near this area.


For now, position holders are recommended to place their stop below 1,900 and join the market if a rebound begins to appear.




Resistance

No stocks broke their resistance yesterday

Support


HRHO  If the violation of 12.6 is confirmed today, we will put a bear face here and turn bearish on the stock. HRHO is actually on the verge of witnessing a breakdown. The stock will only be saved if buyers can bring the stock back above 13.


AMOC  The 2.45-2.46 is the broken support. This should currently serve as resistance. AMOC looks bad after this violation, and if it continues trading below 2.45 it will probably witness a strong decline to 2.15.

MFPC  The stock turned bearish after the break of 46. Position holders are recommended to reduce exposure near 46.


Testing

Support

UASG  Rebounded from its support that lies at 0.95 and witnessed a significant rise to close at 1.02. UASG can be bought at current levels with a stop below 0.905 which constitutes the low of the past two sessions. Our first target lies around 1.25

EGAL  The stock has a support near 10.25. The rebound from this support, did not come on high volumes however. If the stock succeeds to maintain itself above support, it might witness a short-term rise to the 11.75 level.

Resistance

FWRY  Closed at 28.7 at the end of the session and is approaching its peak that lies near 29.5. FWRY is one of the stocks that are recommended as a buy and hold. We believe that the stock will reach much higher levels. Investors are recommended to hold and add at the 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 | 60.70 | 60.3 | 58.5 | 66 | 68 | ↔ | Hold | 60.3 |
| EAST.CA | EASTERN CO/d | 12.00 | 11.50 | 10.85 | 12.40 | 13.00 | ↔ | Hold | 11.50 |
| EKHO.CA | EGYPT KUWAIT H/d | 1.04 | \$1.04* | \$1.02 | \$1.10 | \$1.12 | ↔ | Hold | \$1.04* |
| HRHO.CA | EFG HERMES HOL/d | 12.58 | 12.65 | 12.00 | 13.55 | 14.10 | ↔ | Hold | 12.65 |
| TMGH.CA | TALAT MOSTAFA/d | 6.25 | 6 | 5.8 | 6.77 | 7 | ↔ | Hold | 5.80 |
| CLHO.CA | CLEOPATRA HOSPITAL COMPANY | 4.88 | 4.70 | 4.53 | 5.15 | 5.22 | ↔ | Hold | 4.70 |
| SWDY.CA | ELSWEDY ELECTR/d | 7.44 | 7.00 | 6.7 | 7.7 | 8.2 | ↔ | Hold | 7 |
| ETEL.CA | TELECOM EGYPT/d | 12.19 | 11.80 | 11.40 | 12.60 | 13.00 | ↔ | Hold | 11.40 |
| ISPH.CA | IBNSINA PHARMA | 6.19 | 5.70 | 5.30 | 6.24 | 6.50 | ↓ | P.Sell | 6.50 |
| CIRA.CA | CAIRO INVESTMENT & REAL ESTATE/d | 14.90 | 14.00 | 13.30 | 16.00 | 17.00 | ↑ | Hold | 14.00 |
| JUFO.CA | JUHAYNA FOOD I/d | 6.64 | 6.2 | 5.5 | 7 | 7.6 | ↓ | 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 | 12.02 | 11.50 | 10.96 | 13.00 | 14.00 | ↔ | Hold | 11.50 |
| MNHD.CA | NASR CITY HOUS/d | 3.75 | 3.60 | 3.45 | 4.10 | 4.50 | ↑ | Hold | 3.60 |
| EFID.CA | EDITA /d | 9.25 | 8.60 | 7.76 | 10.13 | 10.50 | ↔ | Hold | 8.90 |
| HELI.CA | HELIOPOLIS/d | 6.54 | 6.18 | 5.80 | 6.70 | 7.60 | ↑ | Hold | 6.18 |
| ORWE.CA | ORIENTAL WEAVERS /d | 6.20 | 5.77 | 5.55 | 6.44 | 6.62 | ↔ | Hold | 5.55 |
| PHDC.CA | PALM HILL DEV /d | 1.35 | 1.27 | 1.22 | 1.4 | 1.51 | ↔ | Hold | 1.22 |
| CCAP.CA | CITADEL CAPITA/d | 1.39 | 1.30 | 1.23 | 1.53 | 1.62 | ↔ | Hold | 1.30 |
| SKPC.CA | SIDI KERIR PET/d | 7.47 | 7.00 | 6.65 | 7.90 | 8.25 | ↔ | Hold | 7.00 |
| AUTO.CA | AUTO GHABBOUR /d | 2.75 | 2.65 | 2.55 | 3.12 | 3.25 | ↔ | Hold | 2.65 |
| EMFD.CA | EMAAR MISR DEV/d | 2.35 | 2.25 | 2.14 | 2.48 | 2.62 | ↔ | Hold | 2.20 |
| ORHD.CA | ORASCOM EGYPT/d | 3.63 | 3.44 | 3.27 | 3.82 | 4.18 | ↓ | P.Sell | 4.18 |
| ESRS.CA | EZZ STEEL/d | 6.80 | 6.50 | 6.20 | 7.40 | 8.25 | ↔ | Hold | 6.50 |
| OIH.CA | ORASCOM INVESTMENT HOLDING /d | 0.509 | 0.480 | 0.463 | 0.530 | 0.560 | ↔ | Hold | 0.480 |
| EXPA.CA | EXPORT DEVELOPMENT BANK /d | 12.930 | 12.850 | 12.500 | 14.000 | 14.400 | ↑ | Hold | 12.500 |
| IRON.CA | EGYPTAIN IRON & STEEL /d | 2.94 | 2.90 | 2.35 | 3.40 | 3.60 | ↔ | Hold | 2.90 |
| DSCW.CA | DICE SPORT AND CASUAL WEAR /d | 1.398 | 1.350 | 1.240 | 1.530 | 1.650 | ↔ | Hold | 1.240 |
| BTFH.CA | BELTONE FINANCIAL HOLDING /d | 2.530 | 2.300 | 2.000 | 2.650 | 2.900 | ↔ | Hold | 2.900 |

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.