

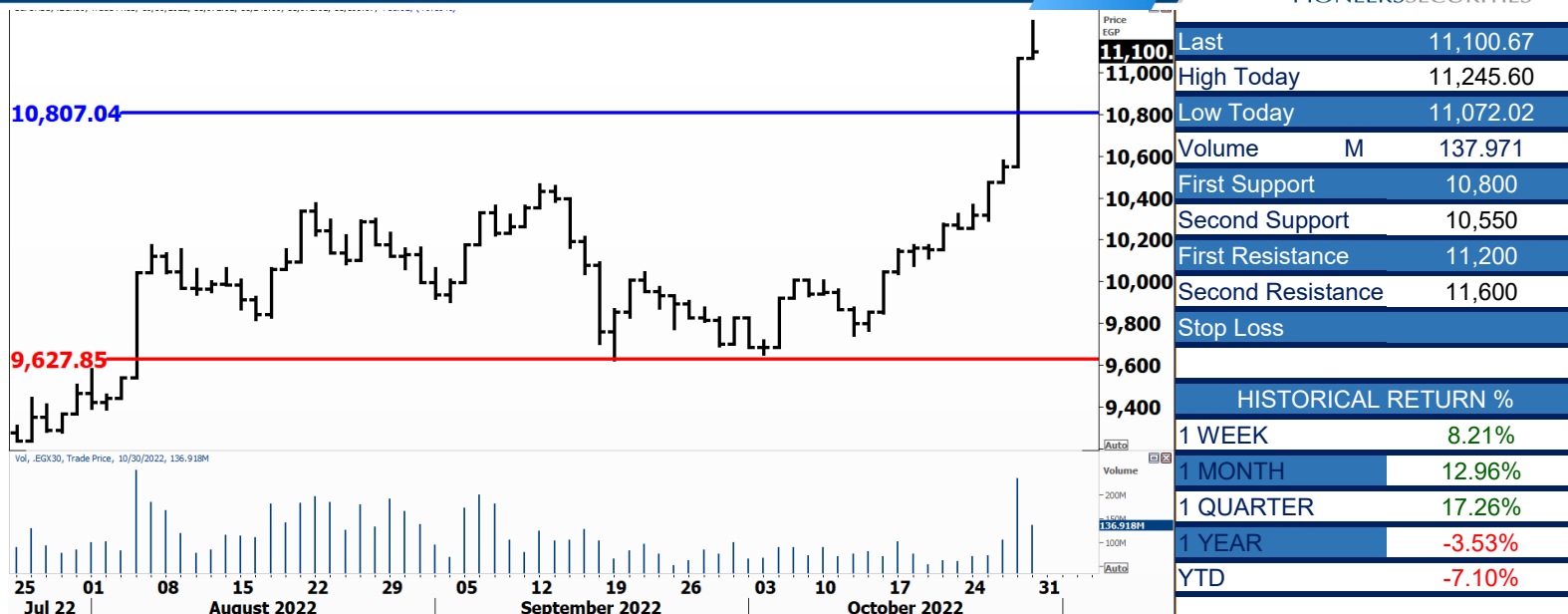


PIONEERSECURITIES

TECH TO THE POINT

31-Oct- 2022

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



Analysis

The decline that took place in the second half of the session is an important sign especially if this decline continues today. If we want to look at the first level that should halt any potential decline, the 10,800 will be important to watch.

The most important level, however, is Thursday's low that lies at 10,550; in other words, a break below 10,550 will be an important negative signal for the market, while a rebound from 10,800 or above will be a signal of the continuation of this rise.

Whether the market will rebound quickly or not is not easy to estimate, especially with the overall current macro situation and the devaluation along with the rising interest rates; both issues seen from different perspectives; some investors looking at this combo as potentially bullish, while others see this as bearish for the stocks.

In all cases the rise was a natural quick response for the sudden devaluation; what will happen afterwards will be dealt with as we see first whether the 10,800 will be able to halt this potential decline or not.

We have closed our "quick trades" recommendations with our short-term profits and will re-open when we see new clear entry signals.

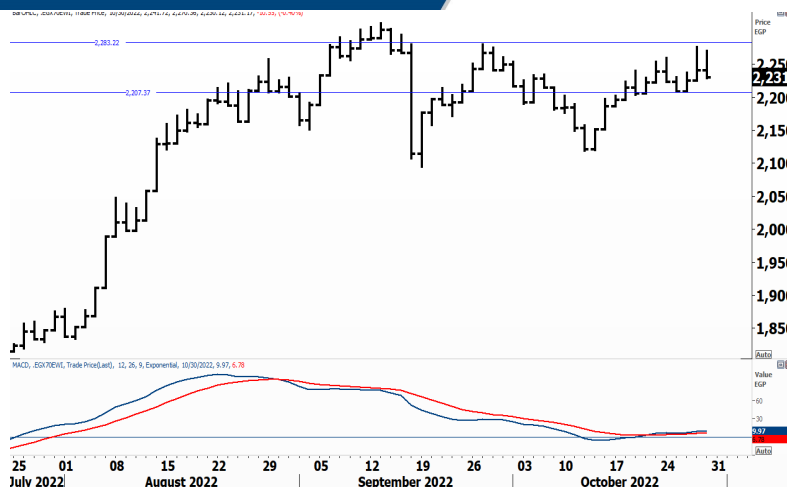
Small Caps Index/ EGX 70

Analysis

The EGX 70 index did not rise as strongly as its 30 counterpart, while it witnessed a decline yesterday, closing at the low of the session.

The 2,200-2,205 should be used as a stop. Thus, a break below 2,200 will trigger a signal to sell as our target will be set at 2,100.

The weakness in the EGX 70 index, along with the underperformance of many stocks in the EGX 30 if we compare them with the index itself tell us that the rise that took place lately, before and after the devaluation, did not come with strong market breadth.



Resistance


No stocks broke their resistance yesterday


Support

No stocks broke their support yesterday


Testing


Support

ACAMD  Hovering around its support that lies at 0.38. A break below this level will be bearish for the stock and will lead it to lower levels. Those who are holding positions can place their stop below 0.38.

CCAP  A break below 0.29-0.3 will trigger stops and the target will be set around 1.15. On the other hand, no entry is recommended unless the 0.4 level is broken upwards.

Resistance

SKPC  Still not able to break above 8-8.15. Today the stock traded above 8 but was not able to sustain its high prices and closed at 7.92. A confirmed break above 8.15 will trigger an entry signal.

HRHO  Approached its resistance 13.4-13.5 but declined to close at 12.8. A clear break above 13.5 will trigger an entry signal with a target at 15.

ORAS  As we mentioned before, we need to break above 70 for an entry signal to be triggered. Thus, we still do not recommend stepping in. As for the downside potential, the 65 level can serve as support.

Symbol	S. Description	Last	Buying Area 1	Buying Area 2	Selling Area 1	Selling Area 2	Selling Area 3	Stop Loss
--------	----------------	------	---------------	---------------	----------------	----------------	----------------	-----------

N.B. please note that the levels are too close as these trading opportunities only suit T+0 speculators

The prices that are accompanied by a green arrow in the above table show resistance levels. Thus, a break above these levels will pave the way to achieve one (or all) of the targets.

The area between buying area 1 and buying area 2 is a trading area.

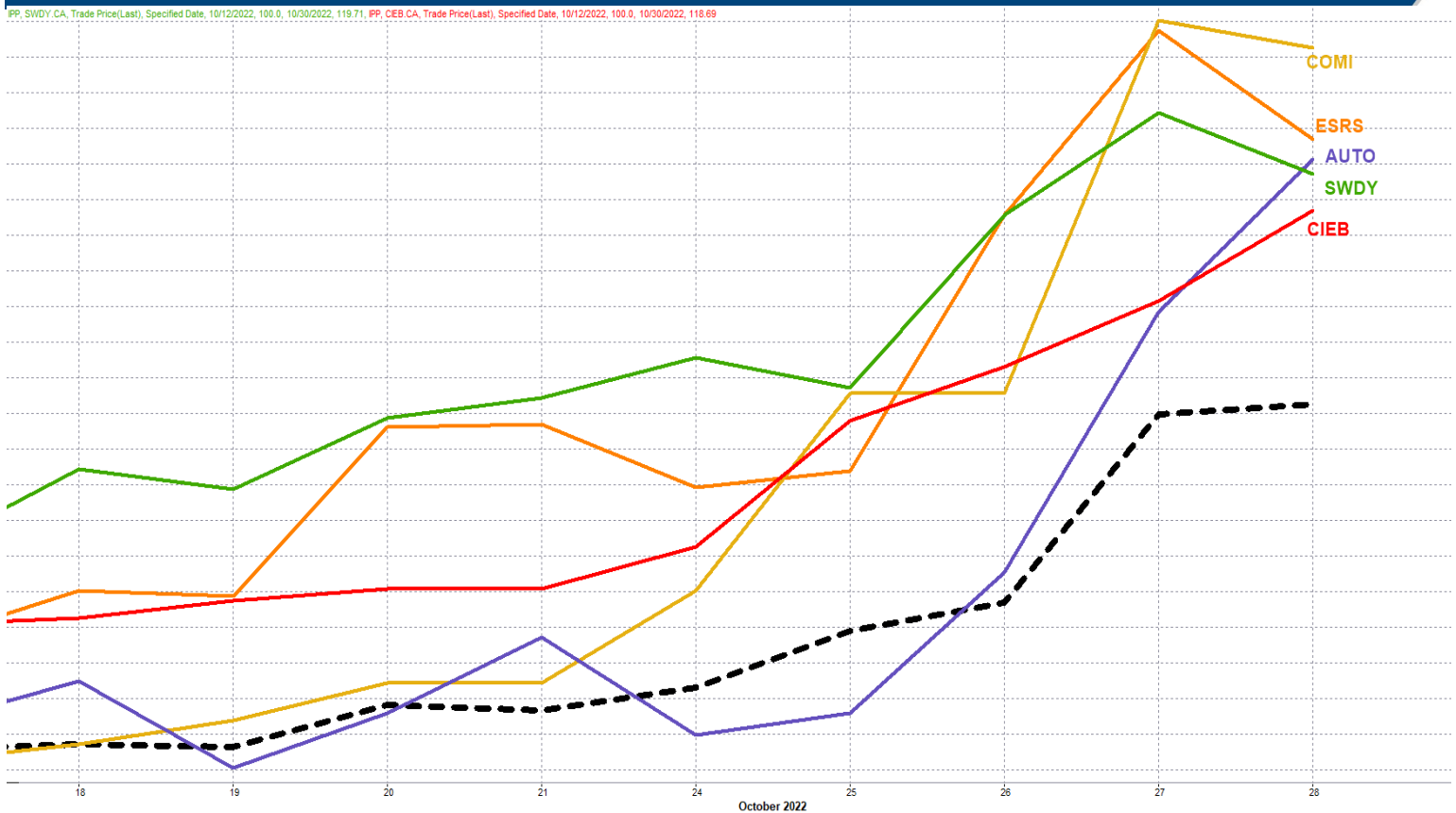
Yesterday's T+0/T+1 Trades



Symbol	Hit first Target	Hit Second Target	Hit Third Target	Hit Stop Loss	Triggered Buy	No Action

Top 5 Performers

EGX 30 Stocks; Past 2 Weeks



Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	31.8	31	29.5	33	35	↑	Hold	29.5
EFIH.CA	E-FINANCE FOR DIGITAL&FINANCIAL INVESTEMENT	15.23	14.35	13.5	15.5	15.85	↔	Hold	13.5
EAST.CA	EASTERN CO/d	11.3	11.1	10.85	11.6	12.1	↑	Hold	10.85
EKHO.CA	EGYPT KUWAIT H/d	1.164	\$1.154	\$1.14	\$1.20	\$1.22	↔	Hold	1.22
ABUK.CA	ABU QIR FERTILIZERS /d	25.8	25.2	24	27	29.5	↑	Hold	24
HRHO.CA	EFG HERMES HOL/d	12.84	12.5	12	13.5	13.9	↔	Hold	12
FWRY.CA	FAWRY FOR BANKING TECHNOLOGY /d	3.85	3.7	3.5	4	4.3	↔	Hold	3.5
MFPC.CA	MISR FERTILIZERS PRODUCTION CO	113	106	100	115	119	↔	Hold	100
TMGH.CA	TALAT MOSTAFA/d	7.95	7.7	7.3	8.2	8.9	↔	Hold	7.3
EKHOA.CA	EGYPT KUWAIT HOLDING CO	26.9	25	24.3	27	28.5	↑	Hold	24.3
SWDY.CA	ELSWEDY ELECTR/d	8.38	8.1	7.65	8.7	9	↑	Hold	7.65
ETEL.CA	TELECOM EGYPT/d	18.05	17.6	16.65	19	21	↑	Hold	17.4
CIRA.CA	CAIRO FOR INVESTMENT AND REAL ESTATE	12.5	12	11.4	13	14.18	↔	Hold	11.4
MNHD.CA	NASR CITY HOUSE/d	2.74	2.5	2.22	2.8	3.05	↔	Hold	2.8
AMOC.CA	ALEXANDRIA MINERAL OILS CO/d	3.96	3.85	3.7	4.15	4.33	↑	Hold	3.7
CIEB.CA	CREDIT AGRICOL/d	7	6.7	6.4	7.25	7.7	↑	Hold	6.4
HDBK.CA	HOUSING AND DEVELOPMENT BANK	11.19	11	10.8	12	12.5	↑	Hold	10.8
CLHO.CA	CLEOPATRA HOSPITAL	3.88	3.82	3.7	4.1	4.25	↔	Hold	4.25
SKPC.CA	SIDI KERIR PET/d	7.92	7.5	7.05	8.17	8.5	↔	Hold	7.05
ESRS.CA	EZZ STEEL/d	15.8	15.5	14.6	17	18.1	↑	Hold	14.6
JUFO.CA	JUHAYNA FOOD INDUSTRIES	7.7	7	6.8	8	8.9	↔	Hold	7
HELI.CA	HELIOPOLIS/d	5.8	5.53	5.39	6.23	6.6	↔	Hold	5.39
QNBA.CA	QATAR NATIONAL BANK ALAHLI	16.9	15.9	14.7	17.5	19	↔	Hold	14.7
ALCN.CA	ALEXANDRIA CONTAINER AND CARGO HANDLING	12.55	11.6	10.7	13	13.9	↑	Hold	10.7
ORAS.CA	ORASCOM CONSTRUCTION	69	66	62	70	76	↔	Hold	62
CCAP.CA	CITADEL CAPITA/d	1.293	1.3*	1.25	1.42	1.46	↔	Hold	1.25
RMDA.CA	TENTH OF RAMADAN FOR PHARMACEUTICAL	2.67	2.56	2.4	2.75	2.9	↔	Hold	2.56*
PHDC.CA	PALM HILL DEV /d	1.462	1.38	1.32	1.5	1.57	↔	Hold	1.32
ORWE.CA	ORIENTAL WEAVERS /d	7.16	7	6.8	7.4	7.75	↔	Hold	6.8
ISPH.CA	IBNSINA PHARMA/d	1.817	1.7	1.609	1.832	1.9	↔	Hold	1.7
AUTO.CA	AUTO GHABBOUR /d	3.94	3.75	3.35	4.15	4.29	↔	Hold	3.35

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).

Technical Analysis Department

Saleh Nasser

Chief Technical Strategist

Ahmed Hassan

Senior Technical Analyst

Dina Fahmy

Senior Technical Analyst

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.