

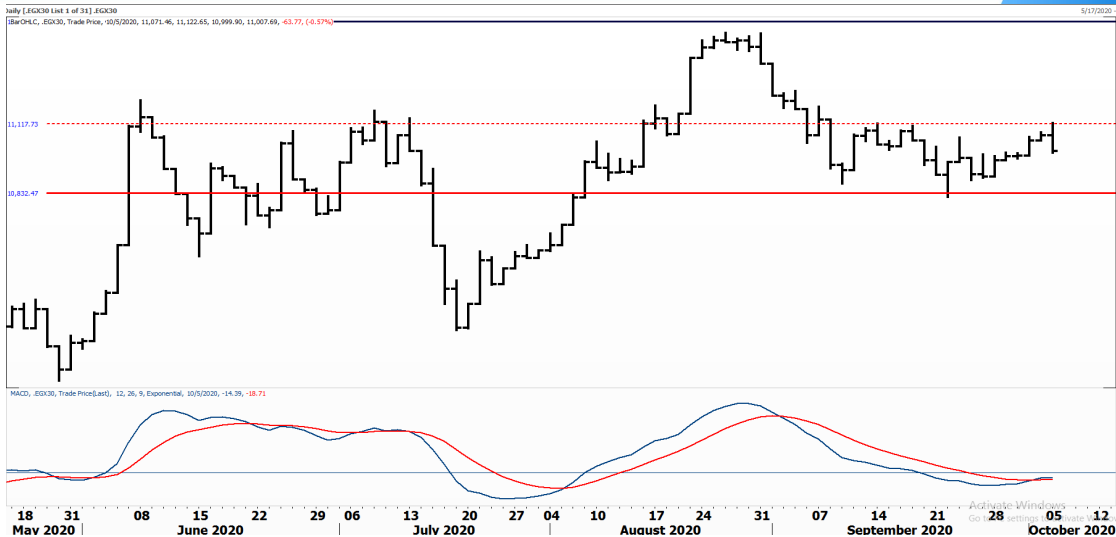


PIONEERSECURITIES

TECH TO THE POINT

6-Oct-2020

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



Last	11,007.69
High Today	11,122.65
Low Today	10,999.90
Volume	M 104.996
First Support	10,880.00
Second Support	10,300.00
First Resistance	11,200.00
Second Resistance	11,500.00
Stop Loss	10,880.00
HISTORICAL RETURN %	
1 WEEK	0.34%
1 MONTH	-1.55%
1 QUARTER	-0.72%
1 YEAR	-22.58%
YTD	-21.16%

Analysis

The EGX 30 index formed a significant peak on the short-term at 11,100. In our last reports we were talking about the 11,050 as a resistance; we prefer to alter it a bit to the upside and consider the 11,100 as the important short-term level that will be used as a buy signal if surpassed. On the other hand, the 10,880 is our stop loss; those who want to be more conservative can use 10,800 for confirmation.

As for our expectation, we are still biased to the bullish side, which means that we are still not expecting a break below 10,800. The 11,100 level should be broken upwards ultimately. If, however, the unexpected occurs, we will have to reduce our exposure.

Those who are shorter-term and are selling as the index approaches 11,100, can do that to protect their profits, and repurchase either at the next rebound (from above 10,800) or if this peak is broken to the upside.

Hermes Last Index/ Intraday; .HRMSL 10 minutes chart, cont'd

Analysis

The market decline almost stopped at its support (breakout level) at 1,090. This level was briefly broken but prices rose quickly and respected this support. The index then rose to close at 1,098 at the end of the session.

Despite that the Hermes Last Index respected its support and rebounded after testing it, we need to see the index breaking above 1,102 for more confirmation before entering the market.

If this breakout occurs, we will be buying more aggressively.



Resistance

No stocks broke their resistance yesterday.


Support


No stocks broke their support yesterday.

Testing

Support

Resistance

FWRY  This is our most important buy and hold stock in the market. We have mentioned before many times in our reports that this stock is expected to reach much higher levels. A break above 29.25 will bring FWRY to new highs again, and the sky is the limit.

HELI  The 6.1 can be used as a minor resistance; we prefer, however, to wait for a breakout above 6.2 as a break above this level will probably lead the stock to 6.5-6.6.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	66.50	65.5	63	68.5	70.2	↔	Hold	65.5
EAST.CA	EASTERN CO/d	12.20	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	13.50	12.55	12.00	14.00	14.50	↔	Hold	12.55
TMGH.CA	TALAT MOSTAFA/d	6.40	6	5.8	6.60	7.15	↔	Hold	6.00
CLHO.CA	CLEOPATRA HOSPITAL COMPANY	5.00	4.84	4.53	5.15	5.22	↔	Hold	4.84
SWDY.CA	ELSWEDY ELECTR/d	7.25	6.68	6.22	7.56	7.88	↔	Hold	6.68
ETEL.CA	TELECOM EGYPT/d	12.15	11.40	11.15	12.24	12.60	↔	Hold	11.40
ISPH.CA	IBNSINA PHARMA	6.01	5.88	5.30	6.50	6.80	↓	P.Sell	6.50
CIRA.CA	CAIRO INVESTMENT & REAL ESTATE/d	13.25	12.60	11.50	13.70	14.00	↔	Hold	11.50
JUFO.CA	JUHAYNA FOOD I/d	6.30	6.2	5.5	6.75	7	↓	P.Sell	7
CIEB.CA	CREDIT AGRICOL/d	27.01	25.30	24.50	28.00	30.00	↔	Hold	24.50
OCDI.CA	6TH OCT DEV IN/d	12.50	11.90	11.60	12.90	13.40	↔	Hold	11.60
MNHD.CA	NASR CITY HOUS/d	3.59	3.30	3.15	3.62	3.85	↔	Hold	3.15
EFID.CA	EDITA /d	9.56	9.10	8.90	10.50	11.35	↔	Hold	8.90
HELI.CA	HELIOPOLIS/d	6.05	5.50	5.11	6.18	6.70	↔	Hold	5.50
ORWE.CA	ORIENTAL WEAVERS /d	6.19	6	5.85	6.4	6.6	↑	P.Buy	5.85
PHDC.CA	PALM HILL DEV /d	1.44	1.4	1.35	1.46	1.49	↔	Hold	1.35
CCAP.CA	CITADEL CAPITA/d	1.54	1.50	1.43	1.68	1.78	↔	Hold	1.43
SKPC.CA	SIDI KERIR PET/d	8.35	8.00	7.30	9.17	9.50	↑	Hold	8.00
AUTO.CA	AUTO GHABBOUR /d	2.47	2.40	2.29	2.78	2.94	↔	Hold	2.40
EMFD.CA	EMAAR MISR DEV/d	2.44	2.30	2.20	2.62	2.80	↔	Hold	2.30
ORHD.CA	ORASCOM EGYPT/d	3.86	3.85	3.70	4.13	4.40	↔	Hold	3.70
ESRS.CA	EZZ STEEL/d	7.69	7.50	7.00	8.33	8.60	↔	Hold	7.00
OIH.CA	ORASCOM INVESTMENT HOLDING /d	0.548	0.530	0.500	0.570	0.590	↔	Hold	0.530
EXPA.CA	EXPORT DEVELOPMENT BANK /d	10.970	10.650	10.350	11.400	12.000	↔	Hold	10.650
IRON.CA	EGYPTAIN IRON & STEEL /d	3.14	2.90	2.77	3.50	3.86	↔	Hold	2.90
DSCW.CA	DICE SPORT AND CASUAL WEAR /d	1.590	1.530	1.420	1.810	1.930	↔	Hold	1.530
BTFH.CA	BELTONE FINANCIAL HOLDING /d	2.720	2.660	2.500	3.150	3.350	↔	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.