



PIONEERSECURITIES

TECH TO THE POINT

7-Oct-2020

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



Last	11,146.18
High Today	11,146.22
Low Today	11,007.69
Volume	M 167.196
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	1.45%
1 MONTH	0.66%
1 QUARTER	0.87%
1 YEAR	-22.77%
YTD	-20.17%

Analysis

The EGX 30 index closed slightly above 11,100 yesterday and is currently breaking its resistance. As we know, this breakout is triggering a new buy signal with a target at 11,500. The latter level is the more major resistance and is also expected to be broken to the upside ultimately.

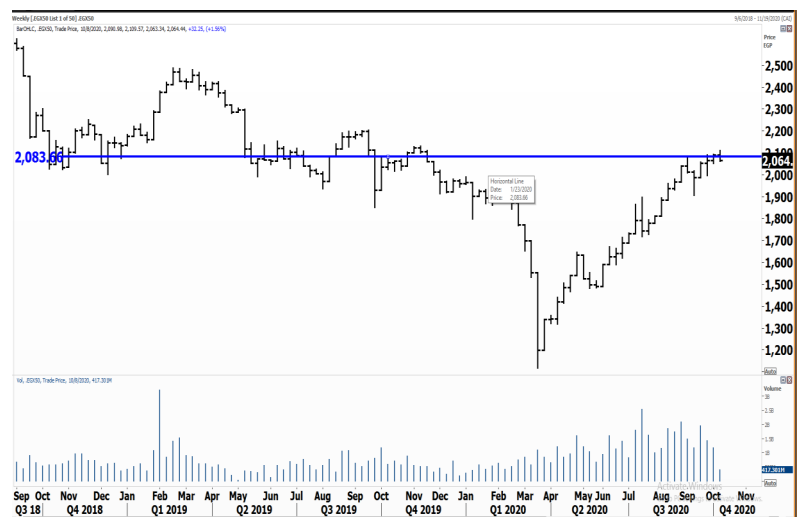
Those who are buying at this minor breakout can use 11,500 as their target. A breakout, however, about this major resistance will have bullish implications on the intermediate-term time dimension.

Egyptian Exchange Equal Weight Index .EGX 50


Analysis


The EGX 50 index closed yesterday around 2,100. Thus it is breaking its most recent peak and will confirm this breakout today.


We are bullish on the EGX 50 index but we might see in the coming period blue chips outperforming. If this occurs, the EGX 30 will begin to outperform other indices. This will be bullish for the market as the big fish must also rise like the small ones.



Resistance

MNHD  Broke 3.6 to the upside and closed clearly above it. MNHD triggered a buy signal and is expected to reach 4.25 initially.

IRON  Broke 3.5 to the upside, which was considered as a strong resistance. IRON confirmed this breakout yesterday and is on its way to reach higher levels. The stock can reach 5

TMGH  Closed at 6.6 after breaking 6.5 upwards but this breakout still needs confirmation today. If TMGH confirms this breakout, a buy signal will be triggered with a target around 7.25


Support


No stocks broke their support yesterday.


Testing

Support

Resistance

OCDI  We are bullish on OCDI and are expecting the stock to break above 13.3, probably today. Those who are out of the stock are recommended to buy at the 13.3 breakout and our target will be set around 16.5-17.

PHDC  The 1.46 level is serving as a minor resistance. A breakout above it will trigger a buy signal with a target at 1.6. Those who want to buy after clear confirmation can wait for the 1.6 breakout.

EGAL  Facing its resistance at 13.25. We expect this level to be broken to the upside, which will trigger a new buy signal with a minimum target at 15.5.

Symbol	S. Description	Last	Support 1	Support 2	Resistance 1	Resistance 2	Trend	Recommendation	Stop Loss/ Re-Entry
COMI.CA	COM INTL BK/d	67.35	65.5	63	68.5	70.2	↔	Hold	65.5
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	13.60	12.55	12.00	14.00	14.50	↔	Hold	12.55
TMGH.CA	TALAT MOSTAFA/d	6.60	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	12.35	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	13.25	12.60	11.50	13.70	14.00	↔	Hold	11.50
JUFO.CA	JUHAYNA FOOD I/d	6.31	6.2	5.5	6.75	7	↓	P.Sell	7
CIEB.CA	CREDIT AGRICOL/d	27.70	25.30	24.50	28.00	30.00	↔	Hold	24.50
OCDI.CA	6TH OCT DEV IN/d	13.20	12.33	11.80	13.40	14.40	↔	Hold	12.33
MNHD.CA	NASR CITY HOUS/d	3.85	3.62	3.35	3.85*	4.00	↔	P.Buy	3.35
EFID.CA	EDITA /d	9.55	9.10	8.90	10.50	11.35	↔	Hold	8.90
HELI.CA	HELIOPOLIS/d	6.35	5.86	5.60	6.44	6.70	↔	P.Buy	5.50
ORWE.CA	ORIENTAL WEAVERS /d	6.08	6	5.85	6.4	6.6	↑	P.Buy	5.85
PHDC.CA	PALM HILL DEV /d	1.47	1.4	1.35	1.46*	1.49	↔	Hold	1.35
CCAP.CA	CITADEL CAPITA/d	1.56	1.50	1.43	1.68	1.78	↔	Hold	1.43
SKPC.CA	SIDI KERIR PET/d	8.47	8.25	8.00	9.17	9.50	↑	Hold	8.00
AUTO.CA	AUTO GHABBOUR /d	2.51	2.40	2.29	2.78	2.94	↔	Hold	2.40
EMFD.CA	EMAAR MISR DEV/d	2.57	2.40	2.30	2.62	2.80	↔	Hold	2.30
ORHD.CA	ORASCOM EGYPT/d	4.05	3.85	3.70	4.13	4.50	↔	P.Buy	3.85
ESRS.CA	EZZ STEEL/d	7.82	7.60	7.00	8.33	8.60	↔	Hold	7.60
OIH.CA	ORASCOM INVESTMENT HOLDING /d	0.554	0.530	0.500	0.570	0.590	↔	Hold	0.530
EXPA.CA	EXPORT DEVELOPMENT BANK /d	10.830	10.650	10.350	11.400	12.000	↔	Hold	10.650
IRON.CA	EGYPTAIN IRON & STEEL /d	3.63	3.05	2.89	3.86	4.10	↑	P.Buy	3.05
DSCW.CA	DICE SPORT AND CASUAL WEAR /d	1.588	1.530	1.420	1.810	1.930	↔	Hold	1.530
BTFH.CA	BELTONE FINANCIAL HOLDING /d	2.730	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.