

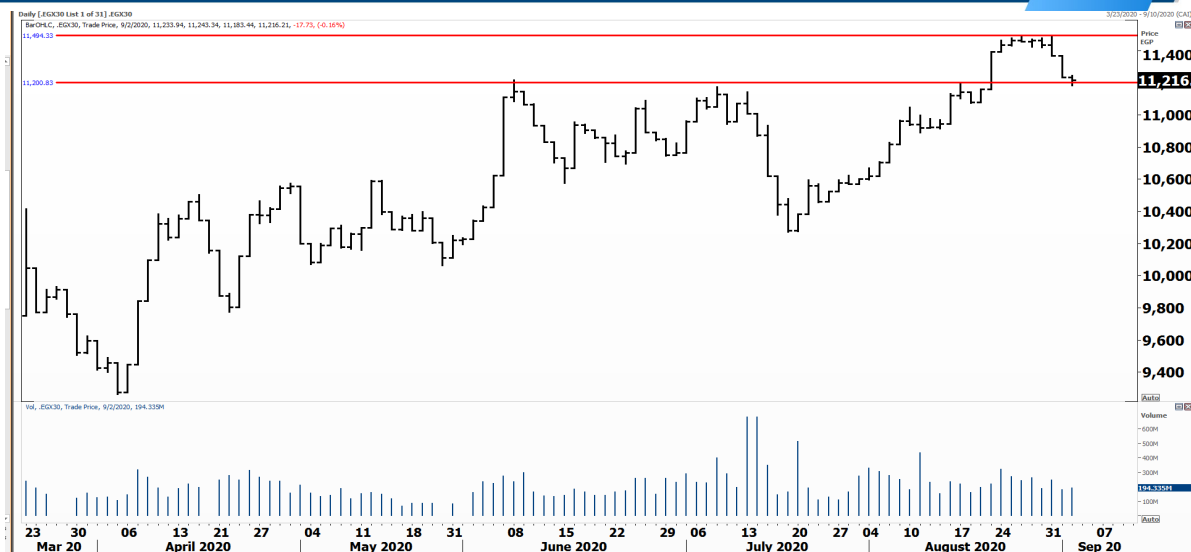


PIONEERSECURITIES

TECH TO THE POINT

3-Sep-2020

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



| | |
|---------------------|-----------|
| Last | 11,214.22 |
| High Today | 11,243.34 |
| Low Today | 11,183.44 |
| Volume | M 195.273 |
| First Support | 11,200.00 |
| Second Support | 10,900.00 |
| First Resistance | 11,500.00 |
| Second Resistance | 12,000.00 |
| Stop Loss | 10,900.00 |
| HISTORICAL RETURN % | |
| 1 WEEK | -2.09% |
| 1 MONTH | 5.80% |
| 1 QUARTER | 7.58% |
| 1 YEAR | -25.24% |
| YTD | -19.68% |

Analysis

The decline of the EGX 30 index is still within normal ranges as the index is still moving above its support area that lies at 11,150-11,200.

On the other hand, resistance lies at 11,500. We are expecting the market to rebound from levels close to current levels. If the rebound takes place, a new buy signal will be triggered as we will be expecting a break above 11,500, which will lead the market initially near 12,500.

For now, we recommend investors to wait for the rebound and act accordingly.

Egyptian Exchange Equal Weight Index .EGX 50

Analysis

The EGX 50 index is witnessing a typical uptrend, currently correcting after the big rise it witnessed. As we just mentioned, the decline is within normal ranges and nothing odd is expected to occur.


If this correction continues, the EGX 50 might test 1,950 which is a support to watch. We are expecting, however, the rebound to take place from a level above 1,950.



Resistance


No stocks broke their resistance yesterday


Support

PHDC  Broke its support that lies at 1.47 and closed at 1.45, signaling a minor triple top formation. The target of this formation lies near 1.35; based on the overall market performance, we might see the rebound from higher levels.


Testing


Support

CIEB  Rebounded from its support to close at 26 at the end of the session. We expect CIEB to reach 28 which will probably serve as a resistance.

EGAL  Still respecting its minor support that lies at 12. Those who have positions can place their stop below 12. If EGAL, however, breaks above 13, a new buy signal will be triggered.

Resistance

DSCW  The 1.9 level is an important resistance. The stock touched resistance and declined to close at 1.76. Those who have positions and sold at resistance are recommended to either repurchase at the breakout, or if the stock witnesses a higher low from above 1.3.

HDBK  The 42-44 area is a resistance for HDBK. If the stock declines from here, it will probably find support near 36. On the other hand, if it continues its rise, our buy signal will be triggered at the 45 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 | 66.30 | 65.5 | 63 | 68.5 | 70.2 | ↔ | Hold | 63 |
| EAST.CA | EASTERN CO/d | 12.30 | 11.70 | 10.85 | 13.00 | 13.60 | ↔ | Hold | 11.70 |
| EKHO.CA | EGYPT KUWAIT H/d | 1.11 | \$1.10 | \$1.06 | \$1.17 | 1.22 | ↔ | Hold | \$1.06 |
| HRHO.CA | EFG HERMES HOL/d | 13.90 | 13.55 | 12.55 | 15.50 | 16.10 | ↔ | Hold | 12.55 |
| TMGH.CA | TALAT MOSTAFA/d | 6.78 | 6.5 | 6 | 7.15 | 7.3 | ↑ | Hold | 6.00 |
| CLHO.CA | CLEOPATRA HOSPITAL COMPANY | 4.90 | 4.90* | 4.60 | 5.20 | 5.50 | ↔ | Hold | 4.60 |
| SWDY.CA | ELSWEDY ELECTR/d | 7.35 | 7.03 | 6.68 | 7.88 | 8.5 | ↔ | Hold | 7.03 |
| ETEL.CA | TELECOM EGYPT/d | 14.20 | 13.00 | 12.60 | 14.20* | 14.92 | ↔ | Hold | 12.60 |
| ISPH.CA | IBNSINA PHARMA | 7.51 | 7.50 | 7.35 | 8.32 | 8.70 | ↔ | Hold | 7.50 |
| CIRA.CA | CAIRO INVESTMENT & REAL ESTATE/d | 13.00 | 12.60 | 11.50 | 13.50 | 14.00 | ↔ | Hold | 11.50 |
| JUFO.CA | JUHAYNA FOOD I/d | 6.92 | 7* | 6.7 | 7.65 | 8.2 | ↔ | Hold | 6.7 |
| CIEB.CA | CREDIT AGRICOL/d | 26.00 | 24.50 | 22.20 | 30.00 | 31.50 | ↔ | Hold | 24.50 |
| OCDI.CA | 6TH OCT DEV IN/d | 12.25 | 12.00 | 11.60 | 13.40 | 13.60 | ↑ | Hold | 11.60 |
| MNHD.CA | NASR CITY HOUS/d | 3.20 | 3.16 | 3.00 | 3.60 | 3.70 | ↔ | Hold | 3.00 |
| EFID.CA | EDITA /d | 10.20 | 10.00 | 9.15 | 11.00 | 12.00 | ↔ | Hold | 9.15 |
| HELI.CA | HELIOPOLIS/d | 6.12 | 5.95 | 5.80 | 6.65 | 7.00 | ↑ | Hold | 5.95 |
| ORWE.CA | ORIENTAL WEAVERS /d | 5.30 | 5.30* | 5.1 | 5.5 | 5.8 | ↑ | Hold | 5.1 |
| PHDC.CA | PALM HILL DEV /d | 1.45 | 1.43 | 1.4 | 1.6 | 1.68 | ↑ | Hold | 1.4 |
| CCAP.CA | CITADEL CAPITA/d | 1.62 | 1.58 | 1.54 | 1.77 | 1.80 | ↑ | Hold | 1.58 |
| SKPC.CA | SIDI KERIR PET/d | 7.81 | 7.30 | 6.65 | 8.25 | 8.65 | ↑ | Hold | 7.30 |
| AUTO.CA | AUTO GHABBOUR /d | 2.65 | 2.60 | 2.43 | 2.93 | 3.08 | ↑ | Hold | 2.43 |
| EMFD.CA | EMAAR MISR DEV/d | 2.45 | 2.43 | 2.30 | 2.60 | 2.80 | ↔ | Hold | 2.30 |
| ORHD.CA | ORASCOM EGYPT/d | 4.70 | 4.35 | 4.10 | 4.75 | 5.00 | ↑ | Hold | 4.10 |
| ESRS.CA | EZZ STEEL/d | 7.10 | 6.77 | 6.53 | 7.60 | 7.88 | ↔ | Hold | 6.53 |
| OIH.CA | ORASCOM INVESTMENT HOLDING /d | 0.557 | 0.530 | 0.500 | 0.590 | 0.612 | ↑ | Hold | 0.530 |
| EXPA.CA | EXPORT DEVELOPMENT BANK /d | 11.360 | 10.850 | 10.350 | 12.500 | 13.000 | ↑ | Hold | 10.850 |
| IRON.CA | EGYPTAIN IRON & STEEL /d | 2.58 | 2.56 | 2.30 | 2.93 | 3.20 | ↔ | Hold | 2.30 |
| DSCW.CA | DICE SPORT AND CASUAL WEAR /d | 1.760 | 1.610 | 1.420 | 1.800 | 1.930 | ↑ | Hold | 1.420 |
| BTFH.CA | BELTONE FINANCIAL HOLDING /d | 3.070 | 2.970 | 2.660 | 3.250 | 3.500 | ↑ | 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.