



PIONEERSSECURITIES

TECH TO THE POINT

22-Oct- 2024

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



| | |
|----------------------------|-----------|
| Last | 30,445.20 |
| High Today | 30,445.20 |
| Low Today | 29,180.44 |
| Volume | M 125.785 |
| First Support | 29,700 |
| Second Support | 29,200 |
| First Resistance | 30,500 |
| Second Resistance | 31,050 |
| Stop Loss | 29,200 |
| HISTORICAL RETURN % | |
| 1 WEEK | 0.57% |
| 1 MONTH | -1.59% |
| 1 QUARTER | 5.01% |
| 1 YEAR | 37.58% |
| YTD | 22.30% |

Analysis

The index closed at 30,450 points, gaining more than 900 points or (+3.10%). As we mentioned before; if the current correction extends we might test 29,200-29,000 area before re-stabilizing above 29800 level again. This is what actually happened, as the index tested the 29,200 level, which represents the bottom of yesterday's session, before the market witnessed a strong rise during the last third of the session, which paved the way for the index to break the high of Sunday's session, which lies at 30,300, and closed at 30,450.

Based on this strong rebound, the 29200 level gained more importance, and we recommend putting our stop loss below this level strictly.

On the other hand, our formal re-entry signal will be triggered if a breakout above 31,050 points takes place. This level is now represents the 62% retracement level of the more recent decline from 32,200 to 29,200. Thus, breakout above 31050 level will be considered a signal of the end of the current correction and the resuming our major uptrend.

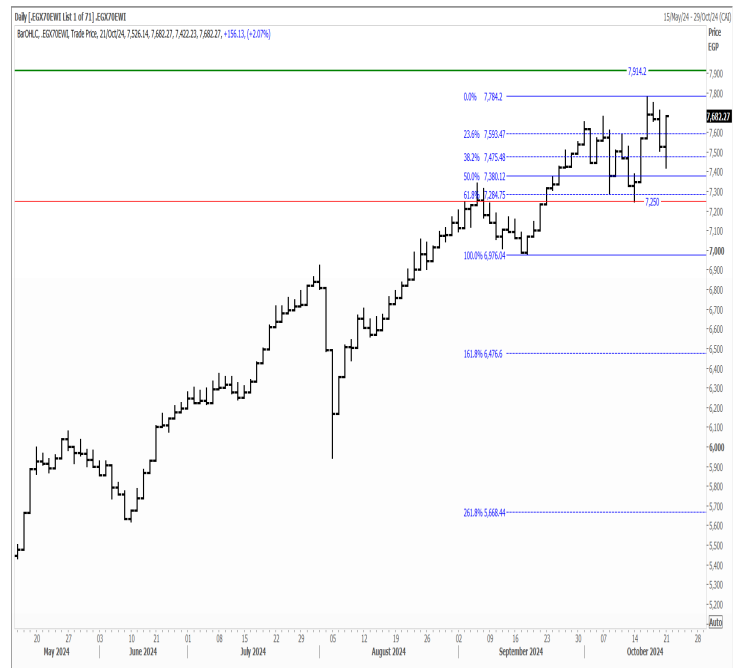
Finally, if intraday decline takes place in today's session, we expect the index to find support around the 30,000 level.

EGX Small Caps Index/ EGX 70 Daily chart




Analysis

As we mentioned in yesterday's report, our first level to watch lies at 7,450. the index declined to 7,422 which represents the low of yesterday's session before it rebounded sharply to close near our resistance that lies at 7,700 level. Thus, a clear breakout above this level will lead the index to 7,900-8,000 range where the historical peak lies.

EGX70 is still outperforming its counterpart EGX30.



Resistance


- ECAP**  Witnessed a strong rise and closed at 27.20 after confirming its breakout above 24 and 26 levels. We highlighted ECAP in our last morning meetings and also in the daily report. We expect much higher targets to come. Next target lies at 28, followed by 30. Our stop loss lies at 24.25.
- CSAG**  Continued its strong rise and closed at 22.40 after confirming its breakout above 20 level. Our next target lies at 24.5-25 area. Our stop loss lies at 20.30. CSAG overall performance looks good.
- SAUD**  SAUD is one of EGX70 components that preparing itself for strong rises. SAUD closed at 13.32 after confirming its breakout above 12.90. Next target lies at 14, followed by 15, then 17.70 level. Our stop loss lies at 11.75.

Support



No stocks broke their support yesterday

Testing

Resistance

- MFPC**  If the stock surpasses 42, a nice rise will probably follow with a target at 44, then 46.5. The important breakout is 42.90. Those who want to buy after confirmation can wait for the 42.9 breakout.

Support

- RMDA**  Tested its previous broken peak at 3.30 that should serve as current support before closing at 3.52. RMDA is now a buy and hold stock from medium-term perspective. We expect much higher targets to come.
- EMFD**  closed at 7.90 after testing its important support that lies at 7.30. our first level to watch lies at 8.1-8.2 area. If the stock surpasses this area, a nice rise will probably follow with a target at 8.6-8.70 where historical peak lies. Our stop loss lies at 7.3.

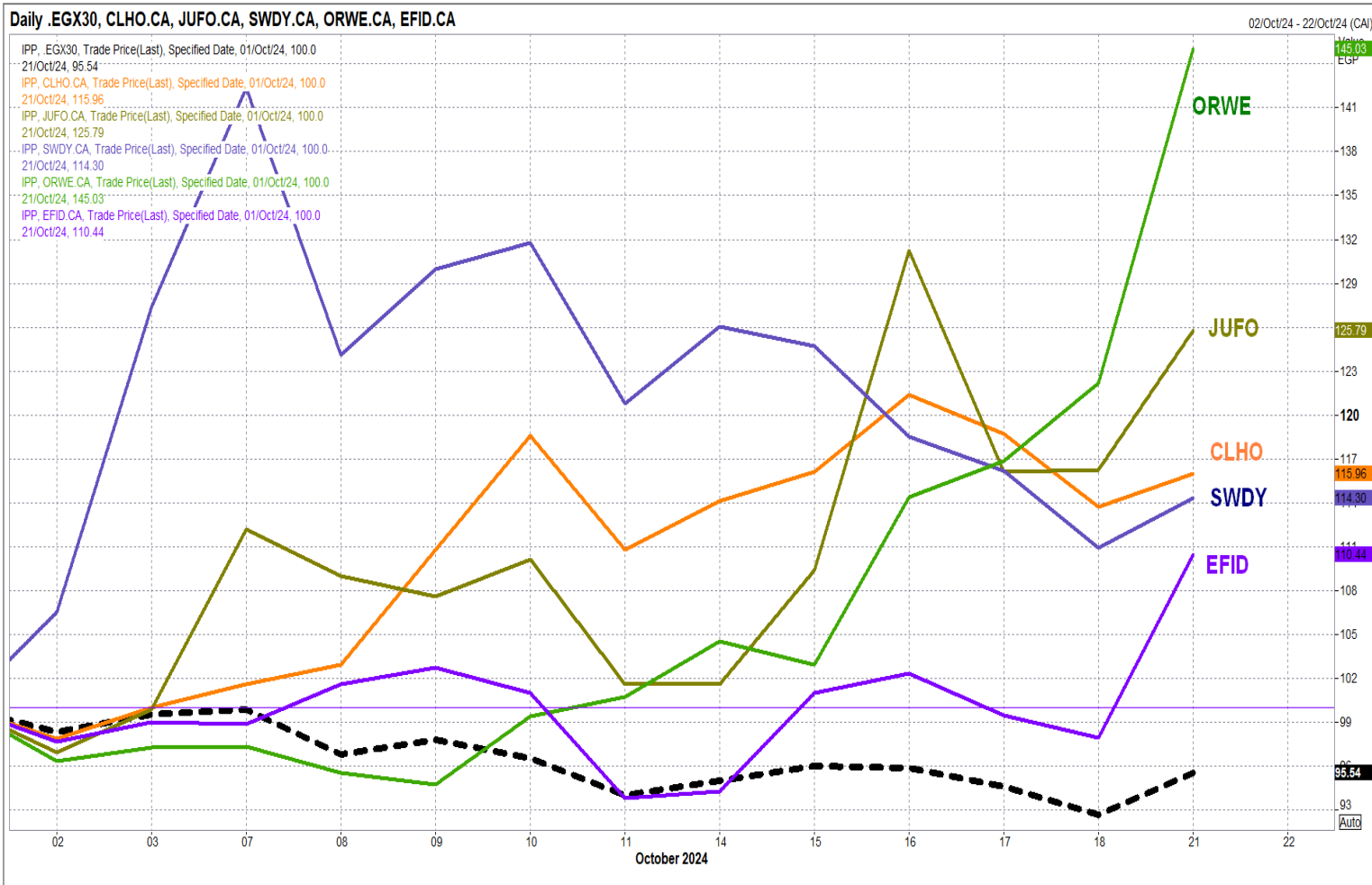
| Symbol | S. Description | Last | Buying Area | Selling Area 1 | Selling Area 2 | Selling Area 3 | Stop Loss |
|---------|--|-------|--------------|----------------|----------------|----------------|-----------|
| ECAP.CA | EZZ CERAMIC & PR | 27.2 | 26.4 - 27.2↑ | 27.8 | 28.3 | 28.70 | 25.9 |
| MPCO.CA | MANSOURA POULTRY CO | 1.042 | 1.02-1.045↑ | 1.07 | 1.09 | 1.11 | 0.995 |
| CSAG.CA | CANAL SHIPPING | 22.4 | 21.8 - 22.5↑ | 23 | 23.4 | 23.70 | 21.4 |
| RMDA.CA | TENTH OF RAMADAN FOR PHARMACEUTICAL INDUSTRIES | 3.52 | 3.43 -3.53↑ | 3.61 | 3.69 | 3.74 | 3.36 |
| GBCO.CA | GB AUTO | 14.5 | 14.2 -14.5↑ | 14.8 | 15.1 | 15.3 | 13.85 |

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.

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 | 79.5 | 77.55 | 75.5 | 81 | 83 | ↓ | P.Sell | 83 |
| TMGH.CA | TALAT MOSTAFA/d | 58.99 | 55.8 | 55 | 60 | 64 | ↔ | Hold | 55 |
| SWDY.CA | ELSWEDY ELECTR/d | 87.05 | 84.5 | 78 | 95 | 102.88 | ↓ | P.Sell | 95 |
| EFIH.CA | E-FINANCE FOR DIGITAL&FINANCIAL INVESTEMENT | 20.63 | 18.9 | 17.6 | 21.3 | 22.6 | ↓ | P.Sell | 21.3 |
| EAST.CA | EASTERN CO/d | 27.97 | 25.8 | 24 | 30 | 31.8 | ↑ | Hold | 24 |
| HRHO.CA | EFG HERMES HOL/d | 21 | 20 | 19 | 22.5 | 23.85 | ↓ | P.Sell | 22.5 |
| ABUK.CA | ABU QIR FERTILIZERS /d | 63.3 | 60 | 57.6 | 64.5 | 66.5 | ↔ | Hold | 57.6 |
| FWRY.CA | FAWRY FOR BANKING TECHNOLOGY /d | 7.97 | 7.5 | 7.11 | 8.4 | 8.9 | ↔ | Hold | 7.11 |
| ETEL.CA | TELECOM EGYPT/d | 32.01 | 32* | 30.9 | 33.3 | 35.2 | ↔ | Hold | 30.9 |
| ESRS.CA | EZZ STEEL/d | 106.35 | 97 | 95 | 107 | 117 | ↔ | Hold | 95 |
| EKHO.CA | EGYPT KUWAIT H/d | 0.831 | \$0.819 | \$0.805 | \$0.848 | \$0.865 | ↔ | Hold | 0.819 |
| MFPC.CA | MISR FERTILIZERS PRODUCTION CO | 40.79 | 39.4 | 37.3 | 42.1 | 43.65 | ↔ | Hold | 39.4 |
| SKPC.CA | SIDI KERIR PET/d | 20.77 | 20.25 | 18.6 | 22.2 | 23.5 | ↔ | Hold | 20.25 |
| CIEB.CA | CREDIT AGRICOLE EGYPT | 19.4 | 18.8 | 18.5 | 19.7 | 21.1 | ↔ | Hold | 18.5 |
| ALCN.CA | ALEXANDRIA CONTAINER AND CARGO HANDLING | 21.36 | 21.1 | 20.5 | 23.2 | 25.4 | ↔ | Hold | 20.5 |
| ADIB.CA | ABU DHABI ISLAMIC BANK EGYPT | 36.93 | 36.3 | 35 | 39 | 40.95 | ↓ | P.Sell | 39 |
| AMOC.CA | ALEXANDRIA MINERAL OILS CO/d | 7.7 | 7.6 | 7.2 | 8.23 | 8.44 | ↔ | Hold | 7.6 |
| EFID.CA | EDITA FOOD INDUSTRIES | 32.8 | 27.5 | 26 | 33.5 | 36 | ↔ | Hold | 26 |
| FAITA.CA | FAISAL ISLAMIC BANK OF EGYPT | 0.985 | 0.977 | 0.972 | 0.99 | 1 | ↔ | Hold | 0.977 |
| BTFH.CA | BELTONE FINANCIAL HOLDING | 2.9 | 2.8 | 2.65 | 3.05 | 3.14 | ↓ | P.Sell | 3.14 |
| ORAS.CA | ORASCOM CONSTRUCTION | 285.5 | 275 | 260 | 307 | 327 | ↔ | Hold | 260 |
| GBCO.CA | AUTO GHABBOUR /d | 14.5 | 13.9 | 13.4 | 14.87 | 15.55 | ↔ | Hold | 13.4 |
| EKHOA.CA | EGYPT KUWAIT HOLDING CO | 32.4 | 31.75 | 30.2 | 34 | 36 | ↔ | Hold | 30.2 |
| ORWE.CA | ORIENTAL WEAVERS /d | 34.75 | 32 | 30 | 35 | 39 | ↑ | Hold | 30 |
| PHDC.CA | PALM HILL DEV /d | 5.6 | 5 | 4.5 | 5.9 | 6.3 | ↓ | P.Sell | 5.9 |
| MASR.CA | MADINET MASR FOR HOUSING | 3.96 | 3.89 | 3.65 | 4.1 | 4.25 | ↓ | P.Sell | 4.25 |
| JUFO.CA | JUHAYNA FOOD INDUSTRIES | 33.61 | 30.5 | 29 | 35 | 38 | ↑ | Hold | 29 |
| BINV.CA | B INVESTMENTS HOLDING | 22.93 | 22.3 | 21.4 | 23.7 | 24.3 | ↔ | Hold | 21.4 |
| CLHO.CA | CLEOPATRA HOSPITAL | 8.79 | 8.5 | 8.2 | 9.5 | 10.4 | ↑ | Hold | 8.2 |
| HELI.CA | HELIOPOLIS/d | 9.65 | 9.2 | 8.7 | 9.8 | 10.23 | ↔ | Hold | 8.7 |
| EMFD.CA | EMAAR MISR FOR DEVELOPMENT | 7.9 | 7.3 | 6.9 | 8.23 | 8.7 | ↔ | P.Buy | 7.3 |
| FAIT.CA | FAISAL ISLAMIC BANK OF EGYPT | 32.49 | 31.5 | 30.5 | 33.25 | 34.1 | ↔ | Hold | 30.5 |

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.