

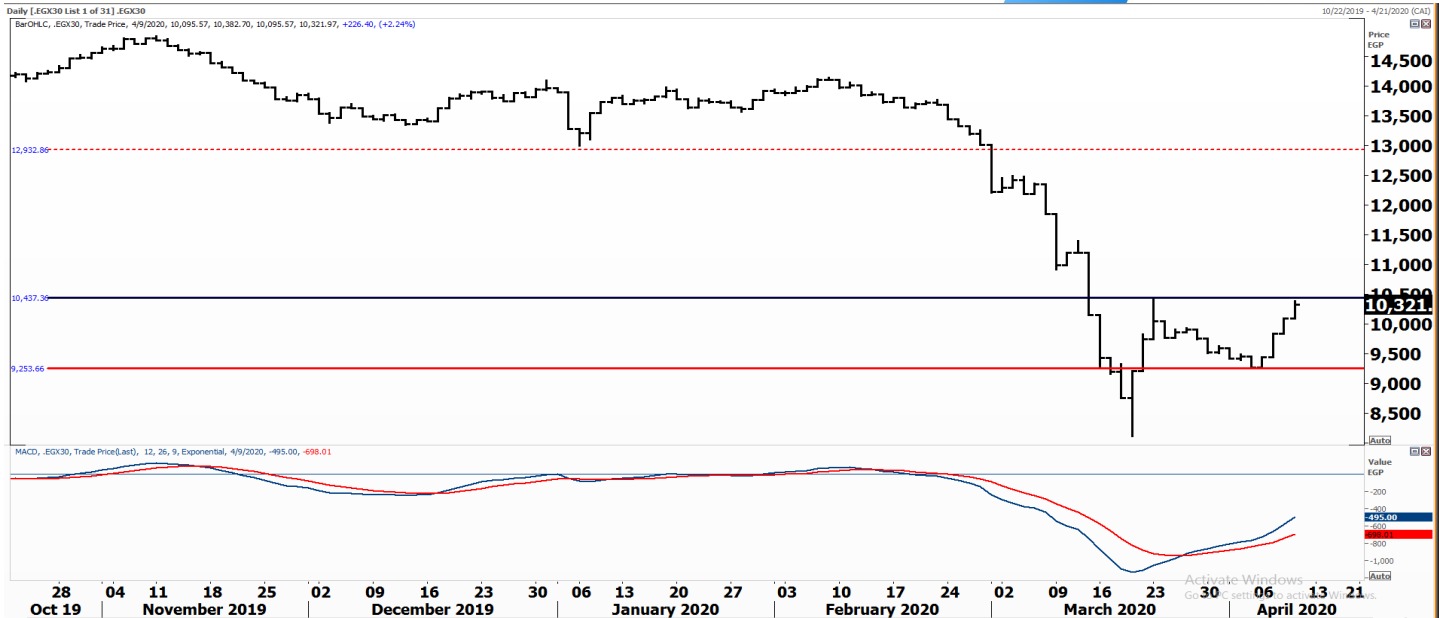


PIONEERSECURITIES

Weekly Overview

12–Apr 2020

This report must be read with the disclaimer
on last page



After the latest rise that the market witnessed last week, which was expected, the EGX 30 hit its important resistance that lies at 10,400; on the short-term, we might see a market decline that should create another higher low; if this occurs, the next rise will probably break 10,400 sharply, which will turn the overall picture to bullish and our target will be set initially around 12,500-13,000.

Our important support that should not be violated is 9,200; the difference between a bullish and a bearish market is the 9,200 level. In other words, those who want to begin to take a bullish stance in the market can do that as long as the index is trading above this important support. A violation below 9,200 will lead the market to new lows, a highly unlikely scenario.

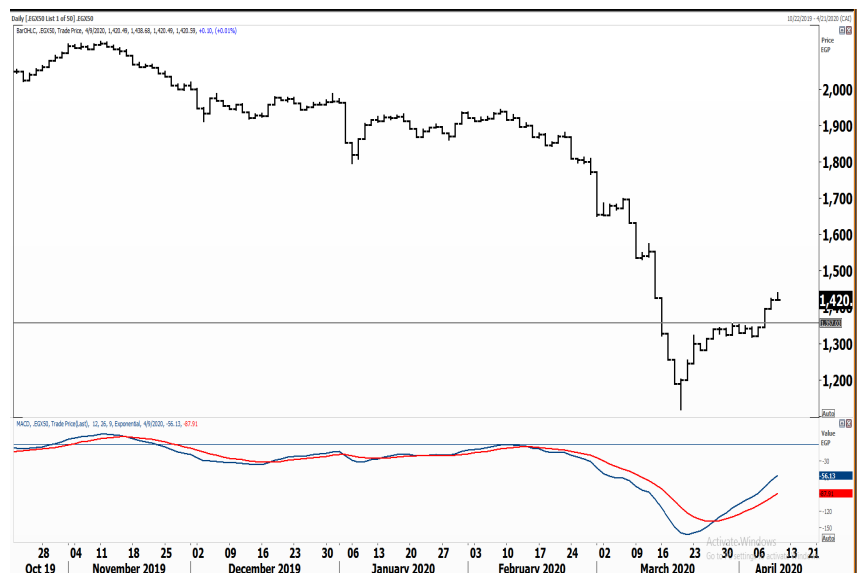
EGX 50 Index Daily Chart

A decline from here should be considered healthy, especially if the EGX 50 rebounds once again from the 1,360 level or from above it.

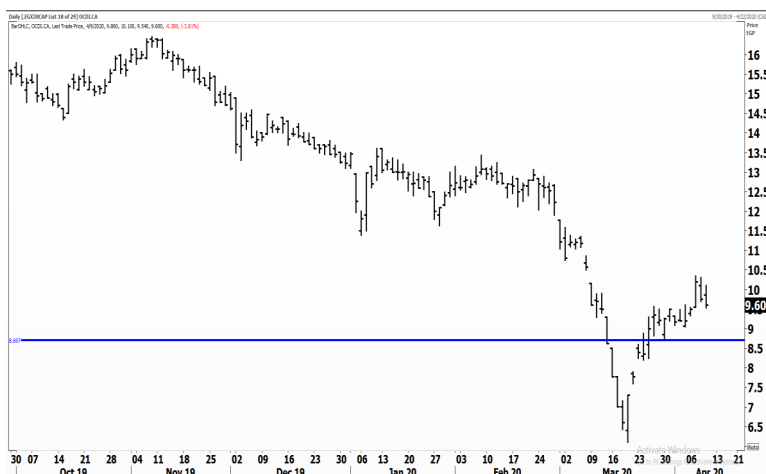
The MACD is giving a clear bullish signal and is expected to continue its bullish setup for sometime.

Thus, investors should begin looking to buy market declines, as the next rise will probably be very strong, especially if there are positive news concerning the corona virus.

Those who are not invested in the market can buy dips. It is important, however, to choose outperformers as the market is still not rising as a whole.



OCDI



OCDI witnessed a strong rise lately, testing almost 10.5 before declining on Thursday to close at 9.6. If a decline occurs, OCDI will probably reach the 8.5-8.7 area, which is expected to serve as support.

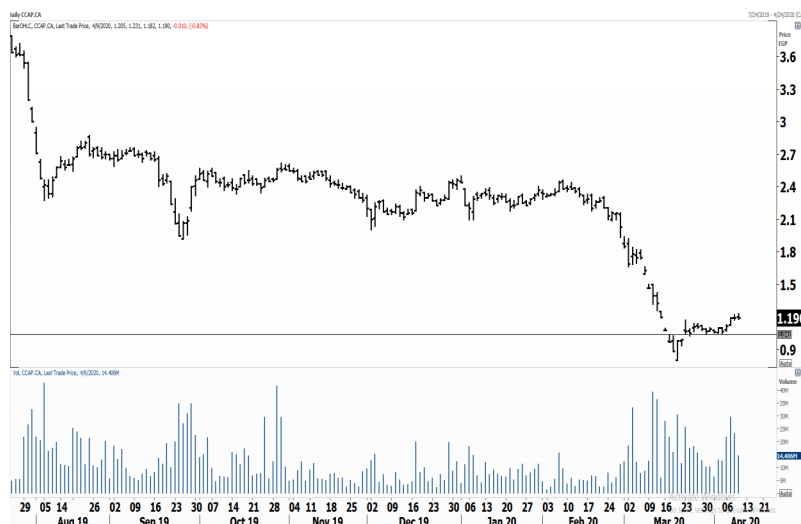
If this scenario occurs, we will probably recommend to buy at this decline as the next rise will be expected to break 10.5 to the upside.

For now, we recommend to wait until this decline takes place or the stock breaks 10.5 to the upside.

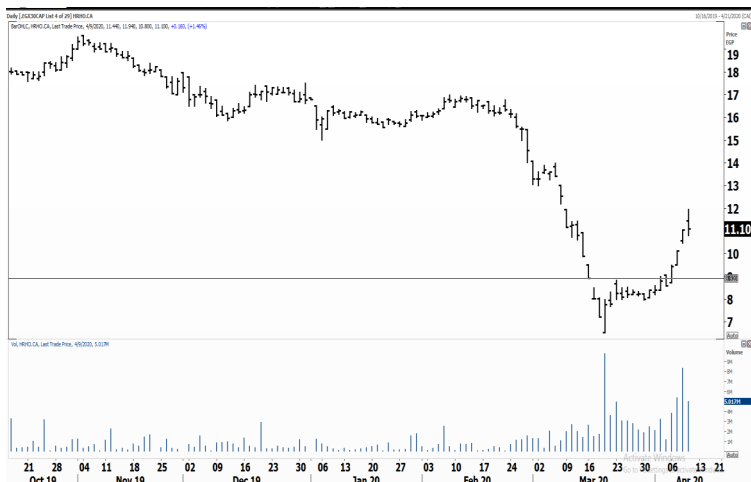
CCAP is not a buy yet but we are analyzing it this week because of its importance among short-term investors, especially that it possesses an important support that should be watched. The 1.05 is an important bottom on the short-term; a break below this level will trigger stops as the stock will probably hit new lows.

As for buying opportunities, if CCAP rebounds from its support, or from slightly above, a new buy signal will probably be triggered with a target around 1.75-1.8.

CCAP



HRHO

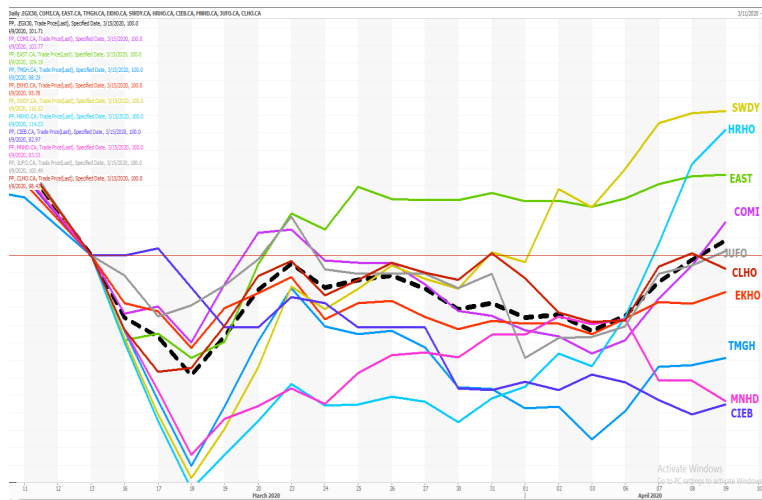


HRHO's strong rise that was witnessed lately shows that buyers were aggressive when buying the stock. We believe that a decline will be a chance to step in.

The stock closed at 11.1 at the end of the session and is eligible to reach 9.5 if it declines significantly. We recommend, however, to begin stepping in as the stock approaches 10.

HRHO looks strong and might witness another upward leg that can take it near 14.5-15.

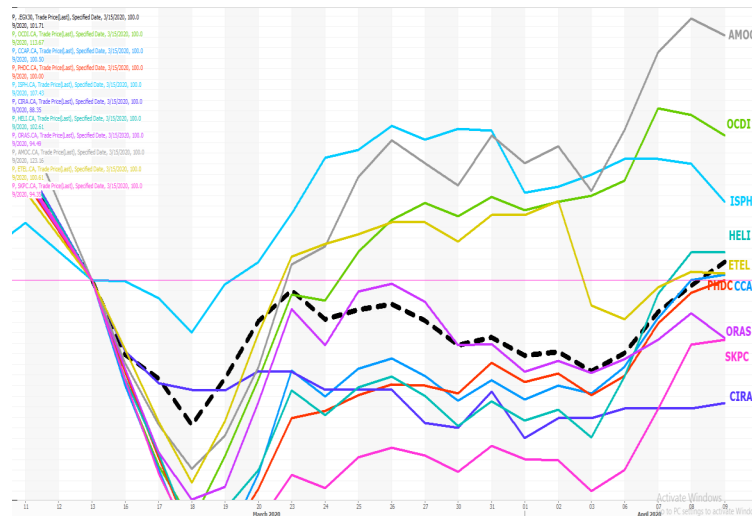
Top index weights



SWDY is still on top, followed by HRHO, EAST, and COMI which began to outperform once again. As for the rest, JUFO is performing like the EGX, while CLHO and EKHO are slightly underperforming.

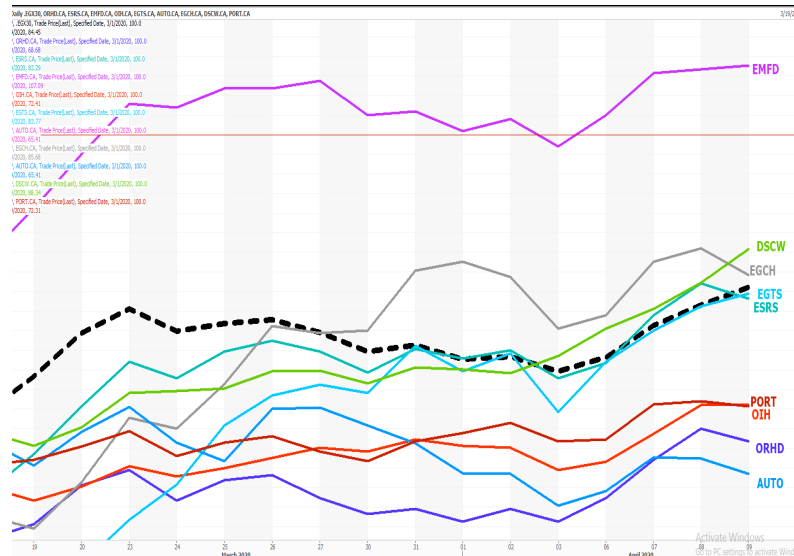
CIEB is now a clear underperformer. If CIEB continues its underperformance, this will be good news for the market because we all know that CIEB underperforms during market uptrends.

Mid Weights



AMOC is clearly outperforming all the stocks in this category, followed by OCDI. If we look at the rest of the stocks we will note that Heli began to show superior performance, along with SKPC too which is witnessing a significant rise in its relative performance curve.

Smallest Weights



EMFD is still on top, outperforming the rest of the stocks in this category, followed by DSCW, which began once again to outperform.

The rest of the stocks still need more strength still. ESRS and EGTS are probably the next two stocks that will witness a significant rise. We also recommend to look at both PORT and OIH as they are volatile stocks that can witness short-term rises if the market rebounds.

Stock	10/20 EMA signal	Comments
EGX 30	Below	The 10 weeks moving average is still below its 20 weeks counterpart
COMI	Below	The 10 weeks moving average is still below its 20 weeks counterpart
EAST	Below	The 10 weeks moving average is still below its 20 weeks counterpart
EKHO	Below	The 10 weeks moving average is still below its 20 weeks counterpart
TMGH	Below	The 10 weeks moving average is still below its 20 weeks counterpart
HRHO	Below	The 10 weeks moving average is still below its 20 weeks counterpart
SWDY	Below	The 10 weeks moving average is still below its 20 weeks counterpart
CLHO	Below	The 10 weeks moving average is still below its 20 weeks counterpart
CIEB	Below	The 10 weeks moving average is still below its 20 weeks counterpart
JUFO	Below	The 10 weeks moving average is still below its 20 weeks counterpart
MNHD	Below	The 10 weeks moving average is still below its 20 weeks counterpart
ETEL	Below	The 10 weeks moving average is still below its 20 weeks counterpart
ISPH	Below	The 10 weeks moving average is still below its 20 weeks counterpart
CIRA	Below	The 10 weeks moving average is still below its 20 weeks counterpart
ORAS	Below	The 10 weeks moving average is still below its 20 weeks counterpart
OCDI	Below	The 10 weeks moving average is still below its 20 weeks counterpart
CCAP	Below	The 10 weeks moving average is still below its 20 weeks counterpart
HELI	Below	The 10 weeks moving average is still below its 20 weeks counterpart
SKPC	Below	The 10 weeks moving average is still below its 20 weeks counterpart
PHDC	Below	The 10 weeks moving average is still below its 20 weeks counterpart
AMOC	Below	The 10 weeks moving average is still below its 20 weeks counterpart
AUTO	Below	The 10 weeks moving average is still below its 20 weeks counterpart
ESRS	Below	The 10 weeks moving average is still below its 20 weeks counterpart
ORHD	Below	The 10 weeks moving average is still below its 20 weeks counterpart
EMFD	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
OIH	Below	The 10 weeks moving average is still below its 20 weeks counterpart
EGTS	Below	The 10 weeks moving average is still below its 20 weeks counterpart
EGCH	Below	The 10 weeks moving average is still below its 20 weeks counterpart
PORT	Below	The 10 weeks moving average is still below its 20 weeks counterpart
DSCW	— — —	Touching the Moving Average from above

Priority are for the "Buy" stocks as they just witnessed a significant buy signal. Next, we should look at stocks that are written in blue as they are on the verge of witnessing a significant buy signal, next are those written in brown, then the red ones which are not recommended for intermediate-term investors. Stocks that are "Above" already witnessed their buy signals sometime ago and should be held.

It is important to note that most of the stocks that were written in blue last week already gave a buy signal this week. Thus, we should be monitoring closely stocks that are in blue as they are almost giving a buy signal.

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