

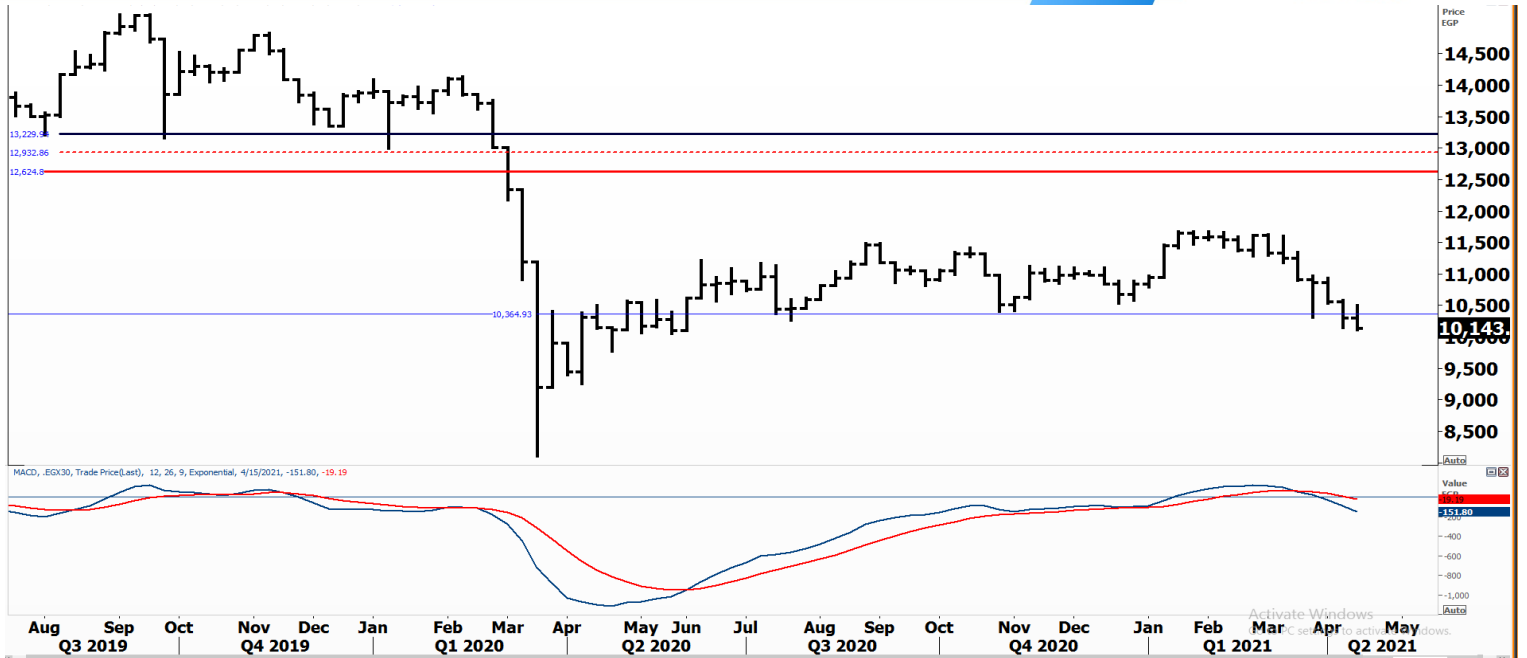


PIONEERSECURITIES

Weekly Overview

18–Apr 2021

This report must be read with the disclaimer
on last page



After last week's strong decline, the market looks less appealing than before, especially that all support levels were broken with ease. The EGX 30 closed at 10,143 at the end of the week, breaking below the 10,300-10,500 support range.

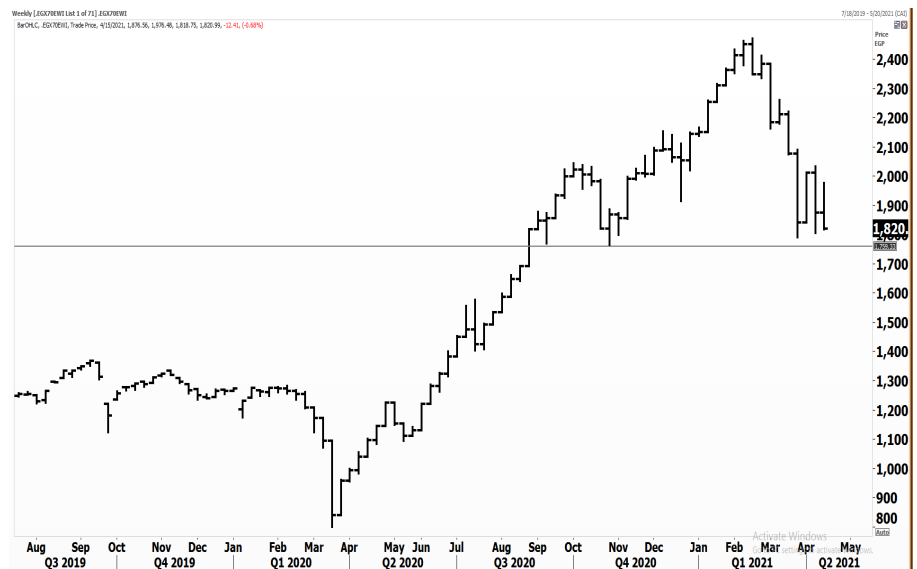
Our recommendation for now is to sell rises, as long as this rise is below 10,500-10,600; in other words, we will not recommend buying once again until the 10,600 is clearly broken to the upside.

The question is; can this break be a false one and the market regains its strength once again? The answer is "yes", but we cannot take this scenario unless the market proves that the last violation was a bear trap. This will only be clearer after a confirmed break above 10,600, or at least 10,500. Any market activity that does not break above this area will be seen as a chance to sell.

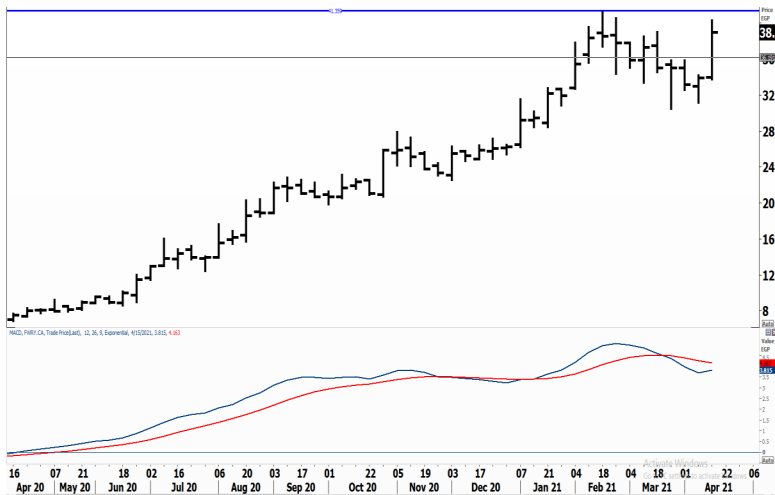
EGX 70 Index/ Weekly Chart

The EGX 70 index closed at 1,820 at the end of the week, and is currently approaching its support and target that lies at 1,760. A rebound from this support is possible, but we should reduce our exposure at this rebound.

On the other hand, our re-entry will be triggered at a breakout above 2,000. Thus, only a break above this level will call for building new positions.



FWRY



FWRY is trading at its major resistance that lies at 41. A breakout above this important level will be a bullish sign for the stock and new historical high will be hit.

On the other hand, if a correction takes place, the 36 level will probably serve as support. Those who want to enter the stock can buy either at a correction near 36 or at the breakout.

HRHO

The recent market decline sent HRHO to its support that lies at 13.5-13.6. We are expecting a rebound from this level. If HRHO begins to rise from here, short-term investors can step in with a target near 14.8.

Thus, there is a potential trading opportunity, only if the stock begins to rebound from here.



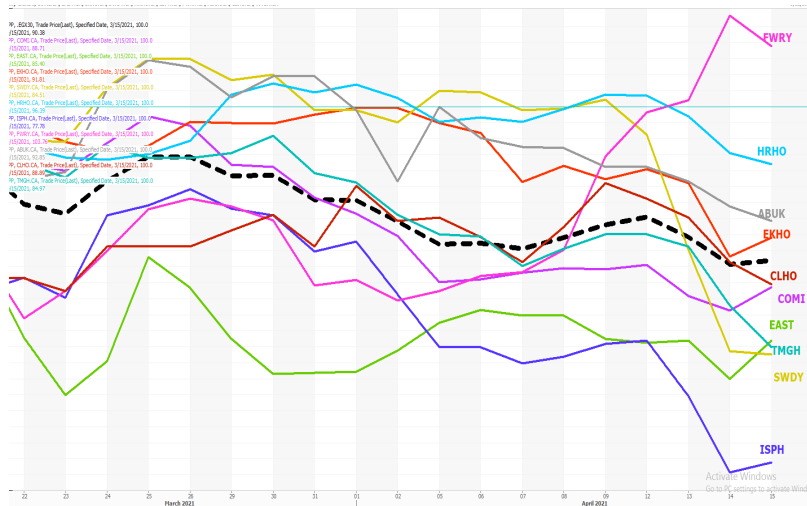
ETEL



ETEL is one of the outperformers and should continue its strong performance in the coming period. The stock was able to maintain itself despite the strong market decline.

A break above 11.35 will trigger a new entry signal and our target will be set around 12. Stops should be placed below 10.8.

Top index weights

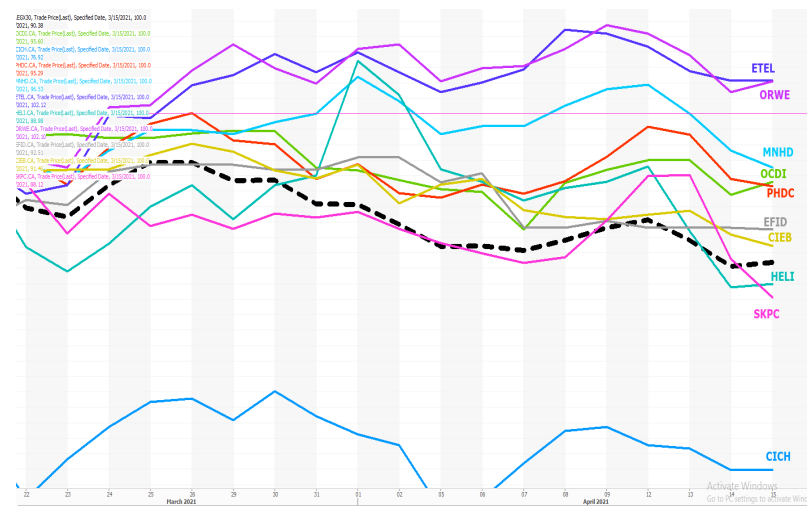


FWRY is still on top and expected to continue its outperformance. HRHO comes second and is also relatively doing well.

Next comes ABUK and EKHO which are moving above the index' relative performance curve.

As for the rest, CLHO and COMI are preparing themselves to witness an improvement in their performance.

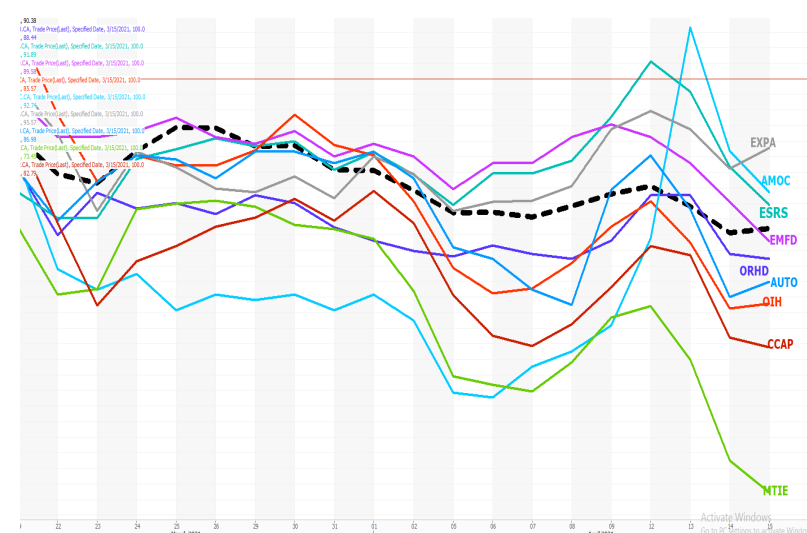
Mid Weights



ETEL and ORWE are still the two best performers in this category. MNHD comes next. "Nothing changed from last week."

OCCI and PHDC look good and are expected to outperform especially if the market begins to rebound.

Smallest Weights



Almost all of the stocks in this category are doing bad as they all possess a declining relative performance curve.

We do not recommend stepping at these stocks unless their performance begins to improve.

| Stock | 10/20 EMA signal | Comments |
|--------|------------------|--|
| EGX 30 | Below - | The 10 weeks moving average is below its 20 weeks counterpart |
| COMI | Below - | The 10 weeks moving average is below its 20 weeks counterpart |
| FWRY | Above | Buy signal was triggered during April 2020 |
| EAST | Below - | The 10 weeks moving average is below its 20 weeks counterpart |
| EKHO | Above | Buy signal was triggered during August 2020 |
| ABUK | Above | Buy signal was triggered during August 2020 |
| HRHO | Above | Buy signal was triggered during July 2020 |
| TMGH | Below - | The 10 weeks moving average is below its 20 weeks counterpart |
| SWDY | Above | Buy signal was triggered during November 2020 |
| CLHO | Buy | The 10 weeks moving average just broke above its 20 weeks counterpart |
| ISPH | Below - | The 10 weeks moving average is below its 20 weeks counterpart |
| ETEL | Below | The 10 weeks moving average is still below its 20 weeks counterpart but approaching it |
| MNHD | Above | Buy signal was triggered during October 2020 |
| CIEB | Below | The 10 weeks moving average is below its 20 weeks counterpart |
| OCDI | Above | Buy signal was triggered during July 2020 |
| SKPC | Above | Buy signal was triggered during August 2020 |
| CICH | Below - | The 10 weeks moving average is below its 20 weeks counterpart |
| ORWE | Above | Buy signal was triggered in October 2020 |
| EFID | Below | The 10 weeks moving average is still below its 20 weeks counterpart but approaching it |
| HELI | Below | The 10 weeks moving average is below its 20 weeks counterpart |
| PHDC | Above | Buy signal was triggered during August 2020 |
| AMOC | Sell - | The 10 weeks moving average broke below its 20 weeks counterpart |
| ESRS | Above | Buy signal was triggered during September 2020 |
| CCAP | Below | The 10 weeks moving average is below its 20 weeks counterpart |
| MTIE | Above | Buy signal was triggered during August 2020 |
| AUTO | Above | Buy signal was triggered during September 2020 |
| ORHD | Above | Buy signal was triggered during December 2020 |
| OIH | Above | Buy signal was triggered in August 2020 |
| EMFD | Below | The 10 weeks moving average is below its 20 weeks counterpart |
| EXPA | Below - | The 10 weeks moving average is below its 20 weeks counterpart |

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.

N.B.

Stocks that are “Above” in the table gave a buy signal sometime ago; those who followed our intermediate-term recommendations and held these stocks based on moving averages system, are making very significant performance. We will show you later the profits that can be done by using a buy and hold strategy with stocks that trigger moving averages signals.

Disclaimer

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