

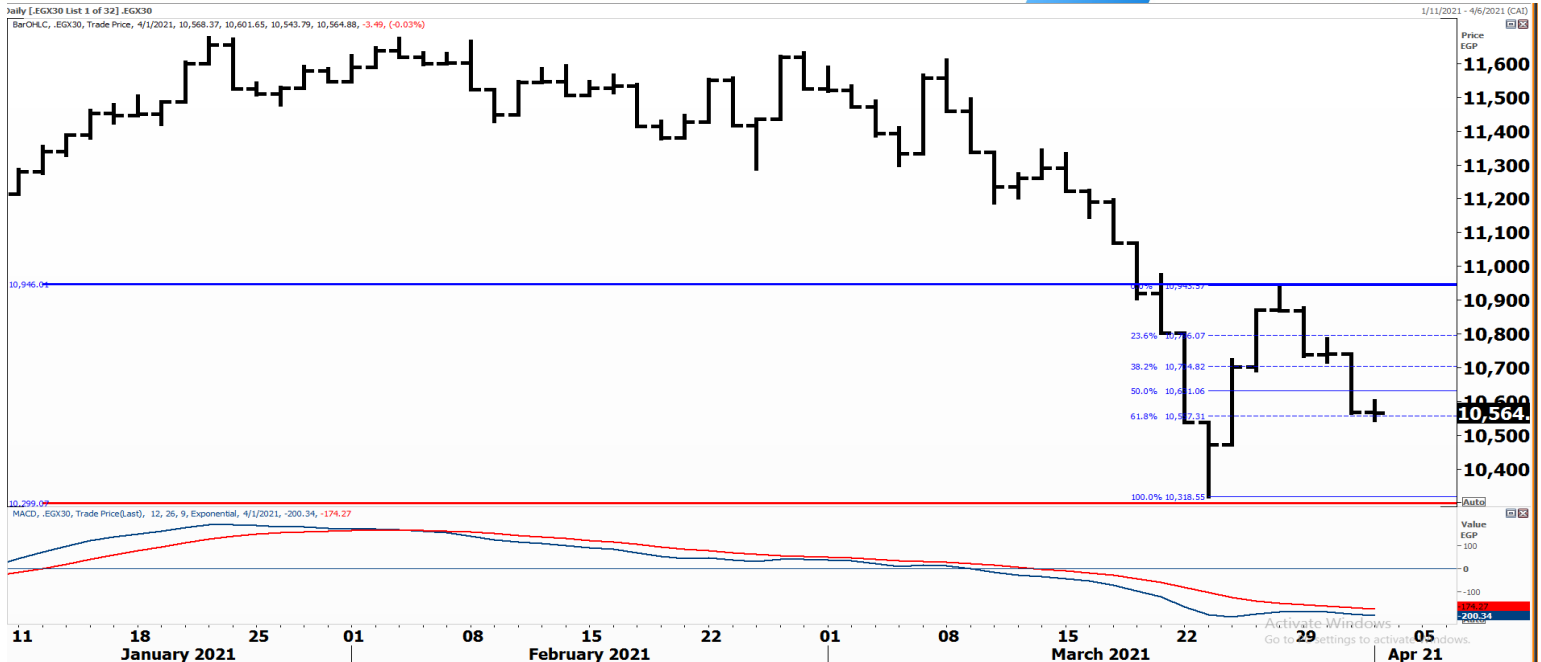


PIONEERSECURITIES

# Weekly Overview

4–Apr 2021

This report must be read with the disclaimer  
on last page



Last week was a falling week as the EGX 30 index fell from 10,900 to 10,560 retracing exactly 62% of the previous rise, thus hinting of a potential higher low formation, which should have a bullish effect on the market.

In other words, we are in an area where a clear rebound should be viewed as bullish; if the EGX 30 rebounds from current levels we will be expecting a higher high (above 10,900) to take place which should lead the index to its peak that lies at 11,500.

Our expectations are biased to the bullish side as we believe that a rebound might take place at current levels. Those who want to step in here can do so with a stop below the bottom that lies around 10,300.

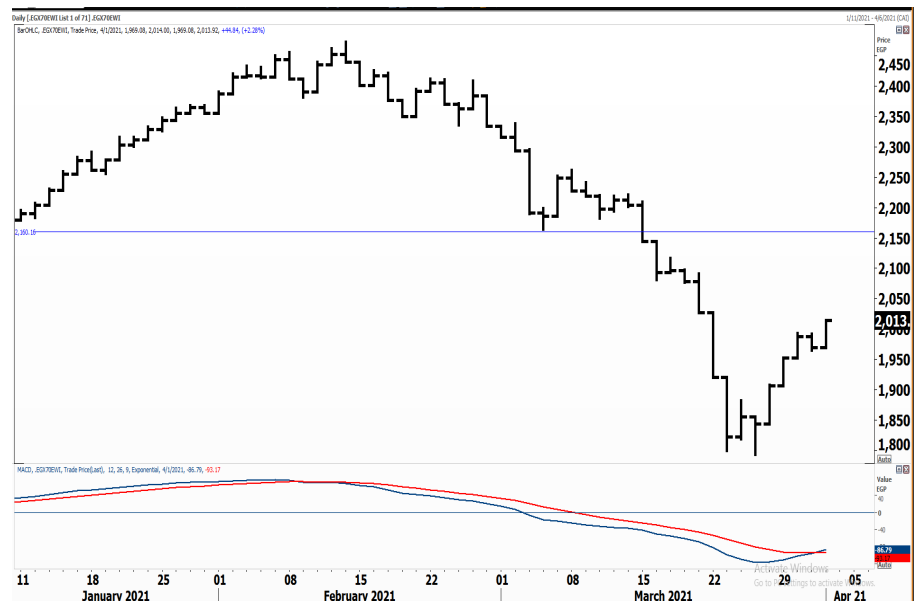
## EGX 70 Index/ Daily Chart

The EGX 70 index, unlike the 30 index witnessed a significant rise last week despite that we were expecting blue chips to outperform.

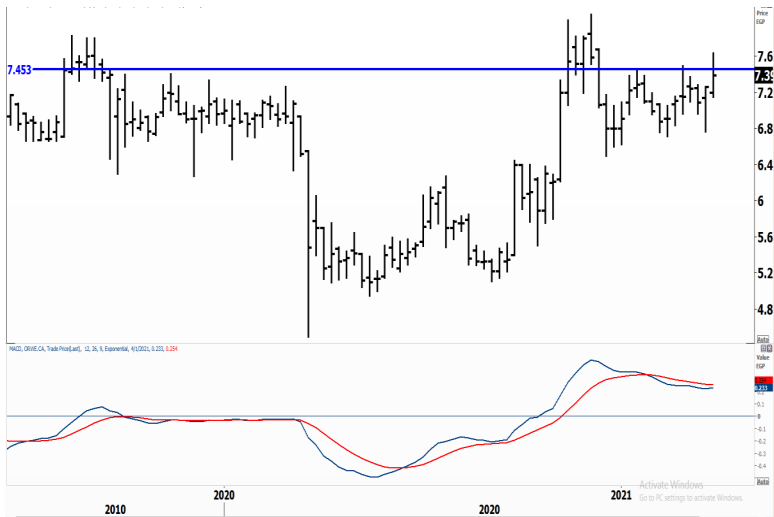
The MACD indicator witnessed a bullish crossover too, which adds to the positive picture.

We are expecting this week to see a market rise both on the EGX 30 and the EGX 70 indices.

Our target for the EGX 70 index lies at 2,150.



## ORWE



The 7.5 level is the current resistance to watch. A break above it will trigger a new buy signal and our target will be set around 8.5.

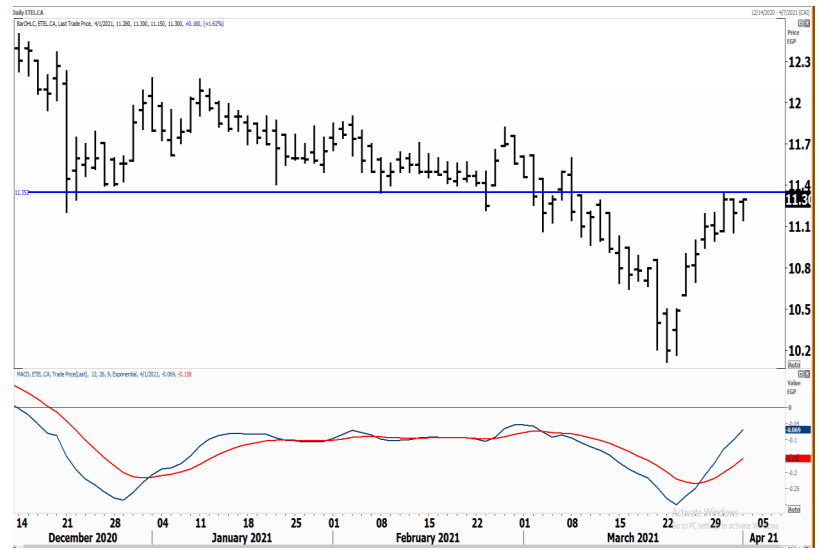
ORWE is one of the outperformers and is expected to break its resistance upwards.

ETEL began to show improvement in its performance and it looks like the stock will begin to witness a new phase of out-performance.

First level to watch is 11.35; a break above it will lead the stock to 11.75-11.8.

Those who want to step in can buy at a break above 11.35 with a stop below 11.1.

## ETEL



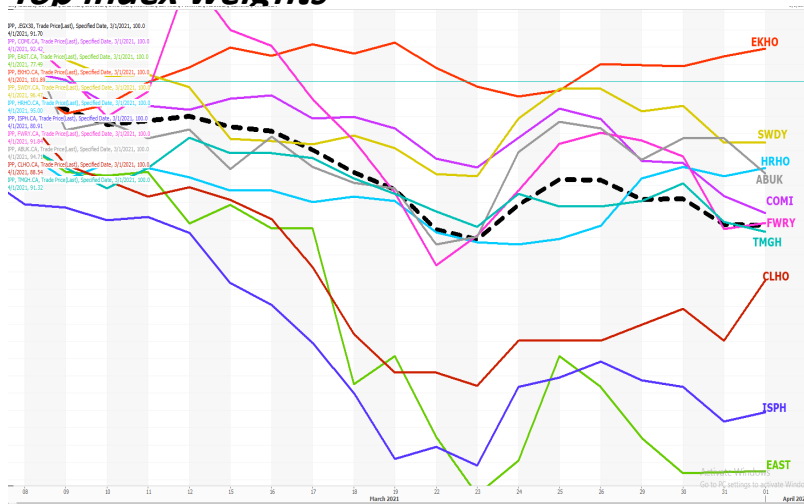
## HRHO



A break above 14.85 will trigger a buy signal as the stock will be expected to break above 15.

Thus, if HRHO breaks above 14.85 it will probably approach 16. Buying at this breakout can be done with a stop below 14.4

## Top index weights

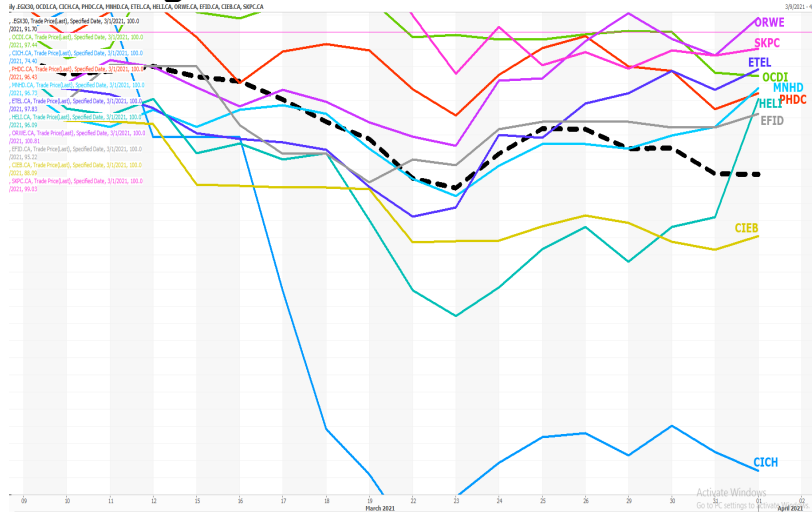


If we look at the performance during the last month, EKHO comes on top, followed by SWDY which is maintaining a lateral but outperforming relative performance curve. HRHO also looks good along with ABUK.

The rest of the stocks are either market performers (COMI, FWRY, and TMGH) or underperformers like CLHO, ISPH, and EAST.

The Relative Performance curve of CLHO, however, looks strong and potentially outperforming.

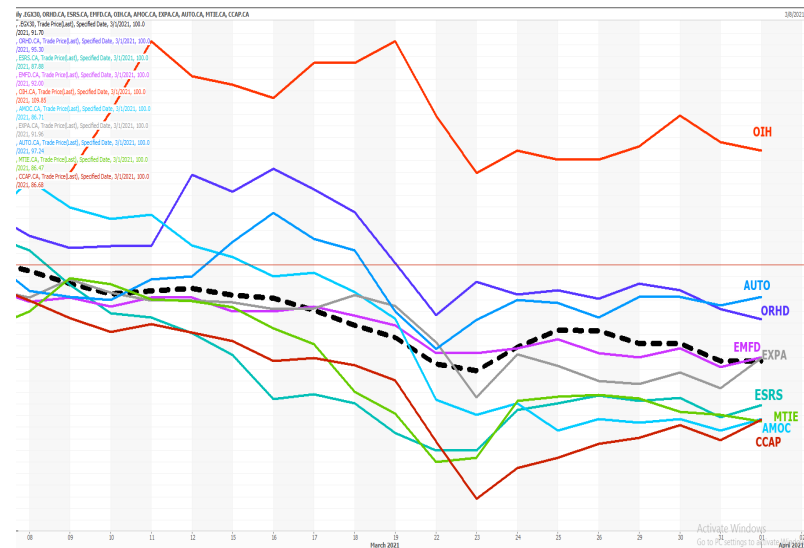
## Mid Weights



We have good news here; almost all of the stocks in this category are outperforming the index with the exception of CIEB and CICH. This means that the weakness of the EGX 30 index was mainly due to COMI's weakness.

ORWE, SKPC, ETEL, and OCDI are the top performers. Followed by MNHD, PHDC, and HELI which began to show better performance lately.

## Smallest Weights



OIH is on top, followed by AUTO and ORHD. The same three outperformers since the previous few weeks.

EMFD also began to show some improvement, along with EXPA.

As for the rest, CCAP is witnessing a rising relative performance curve and looks like it wants to begin improving.

Stock	10/20 EMA signal	Comments
EGX 30	Buy	The 10 weeks moving average just broke above its 20 weeks counterpart
COMI	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
FWRY	Above	Buy signal was triggered during April 2020
EAST	Above	Buy signal was triggered during December 2020
EKHO	Buy	The 10 weeks moving average just broke above its 20 weeks counterpart
ABUK	Above	Buy signal was triggered during August 2020
HRHO	Above	Buy signal was triggered during July 2020
TMGH	Above	Buy signal was triggered during November 2020
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 still below its 20 weeks counterpart but approaching it
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	Sell	The 10 weeks moving average broke below its 20 weeks counterpart
OCDI	Above	Buy signal was triggered during July 2020
SKPC	Above	Buy signal was triggered during August 2020
CICH	Above	Buy signal was triggered during June 2020
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 still below its 20 weeks counterpart but approaching it
PHDC	Above	Buy signal was triggered during August 2020
AMOC	Above	Buy signal was triggered during December 2020
ESRS	Above	Buy signal was triggered during September 2020
CCAP	Sell	The 10 weeks moving average broke 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	Buy	The 10 weeks moving average just broke above its 20 weeks counterpart
EXPA	Sell -	The 10 weeks moving average broke 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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