



PIONEERSECURITIES

Weekly Overview

7–Apr 19

This report must be read with the disclaimer
on last page



The week closed positive as the EGX 30 index closed around 15,250 and is challenging its resistance that lies at 15,300. As we mentioned before, the market is rising without the stocks. This is an important phenomenon that should be put in mind. The index looks good, and this is mainly due to COMI's performance.

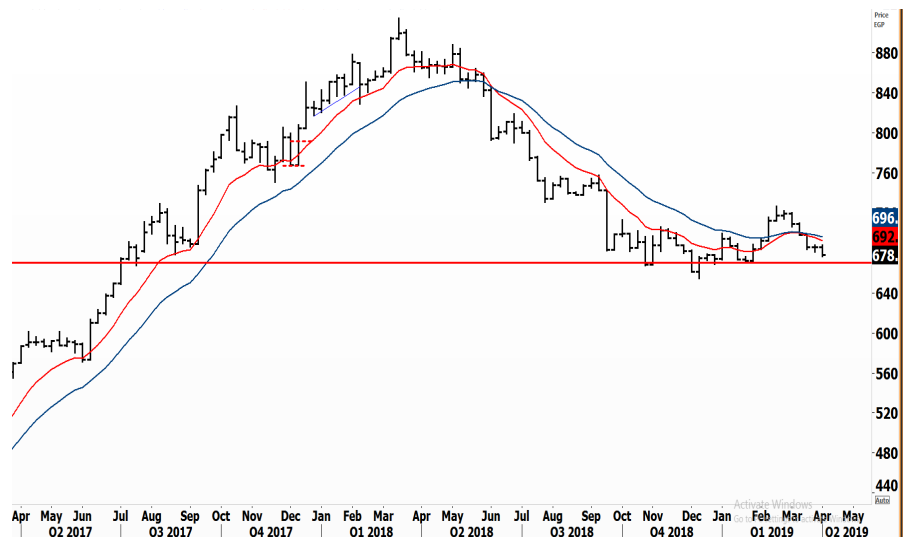
The index is currently close to its breakout level; if this breakout occurs, more stocks should join the rise; in all cases, investors are recommended to do the extra effort to choose outperforming stocks.

A decline from current levels is probable, but it will probably create a higher low (i.e. the 14,600 level should not be violated); then we will be expecting a breakout above 15,300.

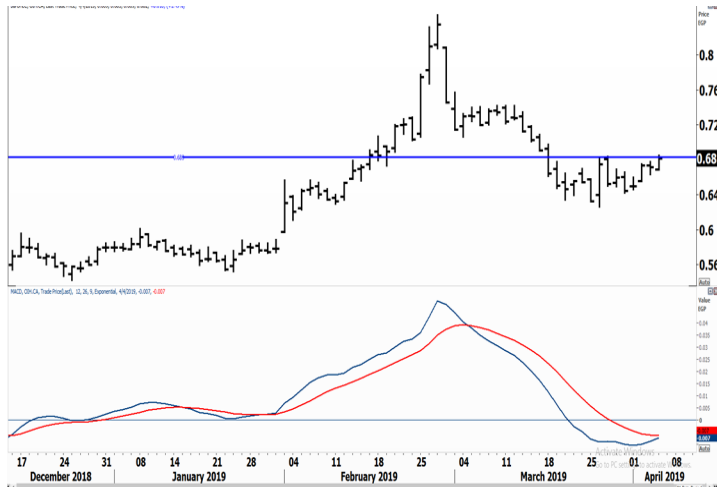
EGX 70 Weekly Chart

The weak performance that we are currently witnessing on the EGX 70 index shows that the overall market breadth is still bad.

The index is currently approaching its major support and should rebound from here. If a clear rebound occurs along with the EGX 30 breakout, the market will be a healthier place than its current state.



OIH



OIH is preparing itself to break 0.68 clearly to the upside. In the same time, the MACD indicator is on the verge of triggering a bullish crossover. Both signals will send the stock to mid seventies as a minimum target.

We like OIH and recommend investors to buy at this breakout and use the 0.72-0.73 range as their initial target.

TMGH

TMGH is one of the outperforming stocks that should be held in portfolios, especially if the market rises.

The stock is challenging its resistance that lies at 11.9-12. A breakout above this level is expected. Such a breakout will lead TMGH near its peak that lies at 14.5.

Thus, our recommendation is to buy the stock with a stop below 11.



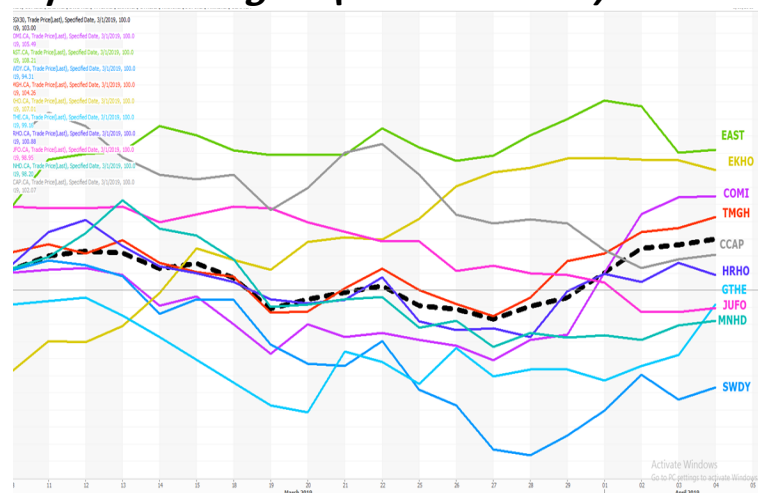
OCDI



Sodic is witnessing a reversal in its downtrend, which is a very bullish phenomenon. We are expecting the stock to confirm its uptrend, and break both the 17.25 level and also 18.

OCDI should reach the 23-24 range; thus, a significant rise is expected to occur. Those who want to step in from current levels can do that; those who want to wait for confirmation can wait for a breakout above 18.

Top index weights (3% and above)

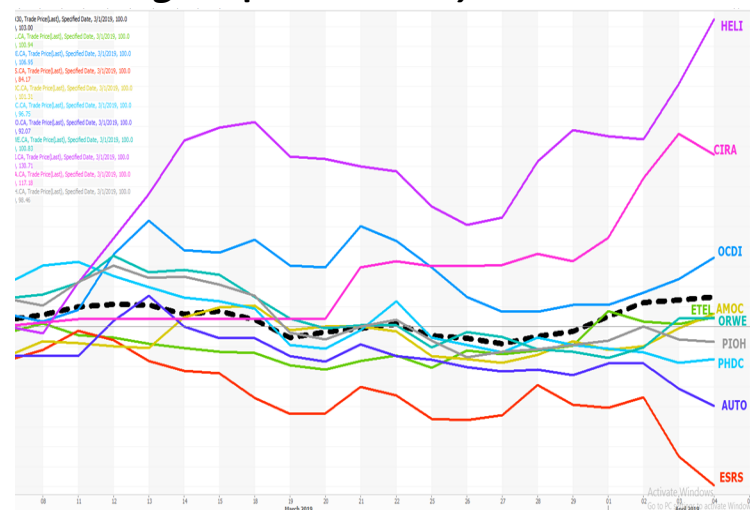


Stocks that are outperforming are; EAST, EKHO, COMI, and TMGH. The only difference this week is that JUFO began to underperform. This is a normal scenario if the market continues its rise. We can also expect EKHO to begin underperforming this week as the market breaks its peak.

TMGH is showing very good performance, and it looks like it will witness a significant rise.

As for the rest, GTHE's relative performance is improving, while CCAP's curve began to show some weakness.

Mid Weights (above 1.5%)

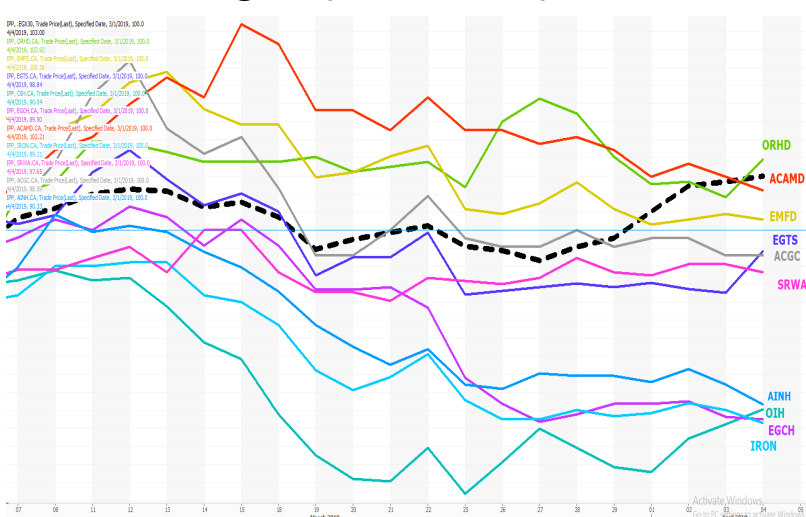


Top 3 stocks in this category are HELI, then CIRA, then OCID which began to show significant improvement in its relative performance curve.

If we look at other stocks, we will note that ETEL, AMOC, and ORWE look good and are preparing themselves to begin outperforming.

AUTO and ESRS are the worst performers.

Smallest Weights (below 1.5%)



It is important to note that all of the stocks in this category (with the exception of ORHD) are underperforming the EGX 30. This confirms our view that the index is rising with very few stocks.

Out of these stocks, ORHD looks ok, while OIH began to show some improvement despite that it is moving below the EGX 30 relative performance curve.

Stock	10/20 EMA signal	Comments
EGX 30	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (7th week)
COMI	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (8th week)
EAST	Below	The 10 weeks MA is almost breaking above the 20 weeks MA/ watch closely
SWDY	SELL*	The 10 weeks MA Broke below the 20 weeks MA/ Buy signal triggered ****
TMGH	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (10th week)
EKHO	Above	Buy signal was triggered in mid Jan 2019
GTHE	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (9th week)
HRHO	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (8th week)
JUFO	Above	Buy signal was triggered in mid Jan 2019
MNHD	Below	The 10 weeks MA is almost breaking above the 20 weeks MA/ watch closely
CCAP	Above	Buy signal was triggered on the 17th of August 2017
ETEL	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (13th week)
OCDI	Below	The 10 weeks MA is almost breaking above the 20 weeks MA/ watch closely
ESRS	Below	The 10 weeks MA is below its 20 weeks counterpart but is approaching it
AMOC	Below	The 10 weeks MA is below its 20 weeks counterpart but is approaching it *
PHDC	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (4th week)
AUTO	Below	The 10 weeks MA is almost breaking above the 20 weeks MA/ watch closely
ORWE	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (7th week)
HELI	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (3rd week)
PIOH	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (7th week)
ORHD	Above	Buy signal was triggered in the first week of December 2018
EMFD	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (4th week)
EGTS	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (8th week)
OIH	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (7th week)
EGCH	Above	Buy signal was triggered in the first week of December 2018
ACAMD	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (12th week)
IRON	Below	The 10 weeks MA is below its 20 weeks counterpart but is approaching it **
ACGC	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (4th week)
AIND	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (6th week)

Stock	10/20 EMA signal	Comments
ISPH	Above	Buy signal was triggered in the first week of January 2019
EFID	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (5th week)
ORAS	Below	The 10 weeks MA is below its 20 weeks counterpart but is approaching it
SKPC	Below	The 10 weeks MA is below its 20 weeks counterpart but is approaching it
ABUK	Below	The 10 weeks MA is almost breaking above the 20 weeks MA/ watch closely
PORT	Below	The 10 weeks MA is almost breaking above the 20 weeks MA/ watch closely
EGAL	Below	The 10 weeks MA is below its 20 weeks counterpart but is approaching it ***

The first page contains the EGX 30 stocks with the exception of CIRA and SRWA which are not in our universe of stocks. The 7 stocks in this page are those that were kicked off the index, but we will keep them in our report so they do not get sad!

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.

First let us mention the "Above" stocks, which gave their buy signals a while ago but witnessed significant rises after their buy signals; EKHO, JUFO, CCAP, ORHD, EGCH, ISPH

* AMOC improved from red to brown. This means that both averages are getting closer to each other

** IRON fell from blue o brown. The 10-weeks moving average is not anymore breaking its 20-weeks counterpart but is still close to it.

**** SWDY's sell is expected to be very temporary; the moving averages gave a slight sell but expected to go back to their buy mode soon.

Disclaimer

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