



PIONEERSECURITIES

Weekly Overview

15–Aug 2021

This report must be read with the disclaimer
on last page



If the breakout above 10,800-10,900 is confirmed this week, a strong rise will probably follow. We expect the EGX 30 index to approach 12,000, which will serve as an important resistance.

The breakout above 10,800-10,900 is positive on the intermediate-term, especially that this resistance appears clearly on the weekly chart. Investors who are willing to step in can be more aggressive in their buying decision at the confirmed breakout.

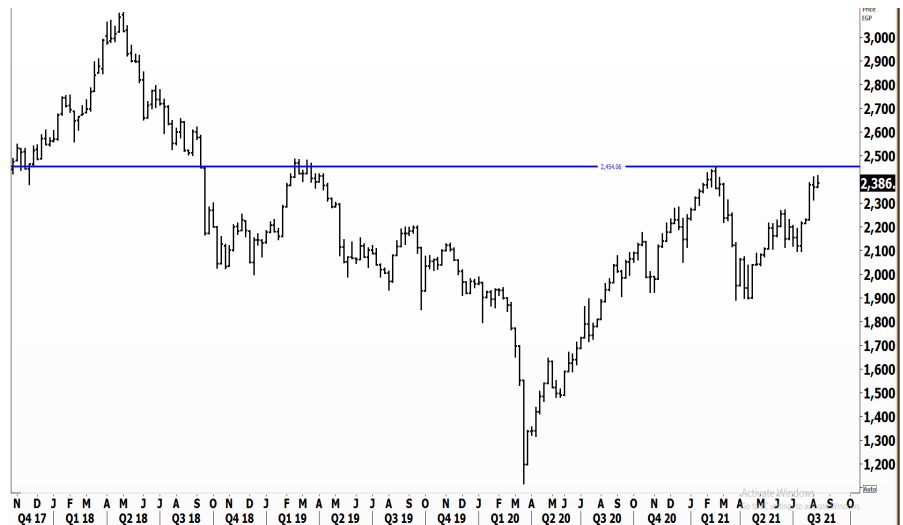
The MACD indicator looks strong and is still in its buying mode.

EGX 50 Index/ Weekly Chart

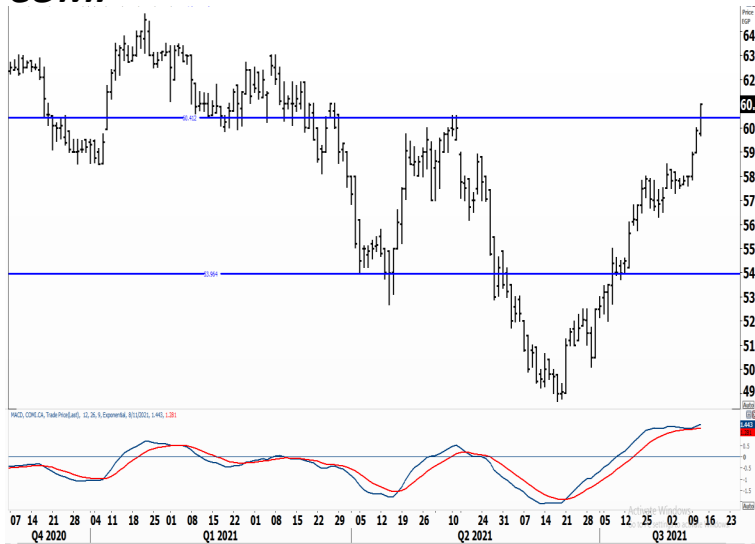
The EGX 50 index is one of the indices that should be watched from time to time as it includes both the EGX 30 and 70 stocks and can be considered as a good representation of the overall market.

The index is still below its major resistance that lies at 2,450. If the index breaks above this major resistance, a strong rise will follow, which will lead the market to higher levels.

Investors who want to enter more aggressively with more confirmation can wait for the breakout in both the EGX 30 and EGX 50 indices.



COMI



COMI is rising significantly since its bottom that was formed during June 2021. The breakout above 60 is important and should lead to a strong rise.

Our first target lies at 64; a breakout above this level will lead the stock back to its seventies.

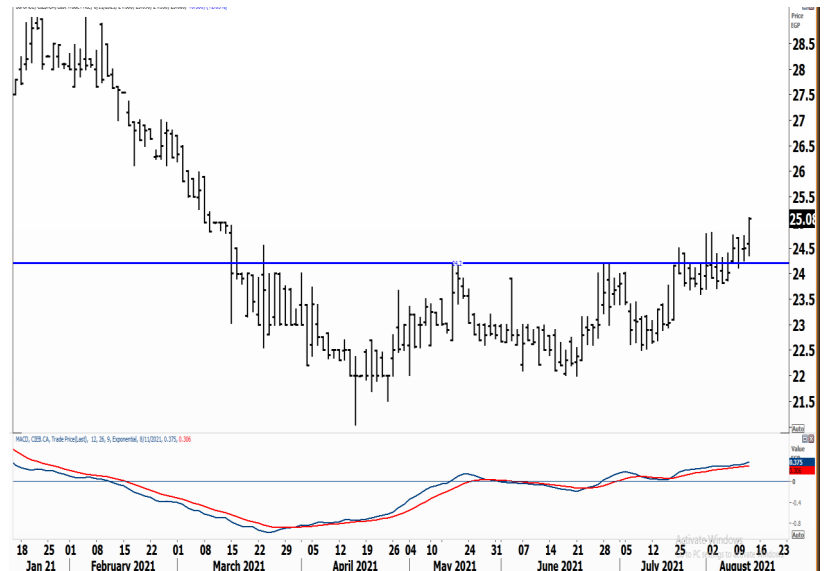
Any decline will probably find support near 58.

Credit Agricole looks strong, especially after the break above 24. The stock triggered a buy signal with a target at 28-29.

Those who are out of the stock are recommended to step in at intraday declines.

Stops can be placed below 23.5.

CIEB



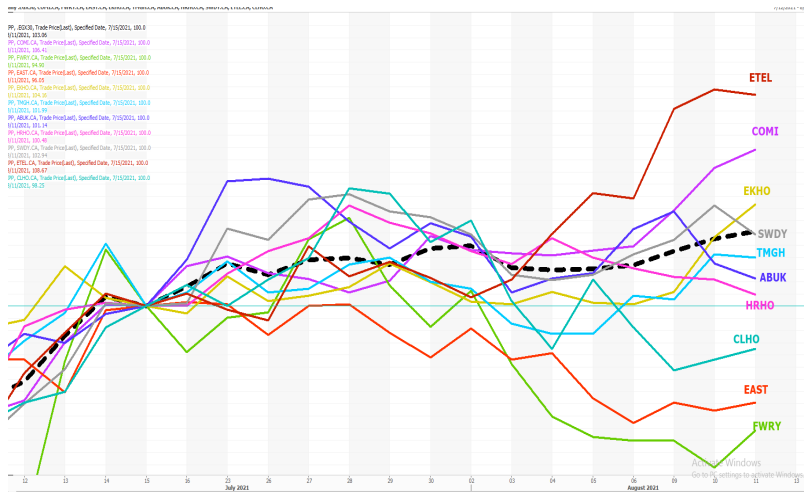
EKHO



EKHO is important to watch as it is approaching a very important resistance at 1.06-1.07. If the stock breaks above this important and major resistance and confirms its breakout on a weekly basis, a buy signal will be triggered and our target will be set around 1.3-1.35.

Those who are out of the stock are recommended to buy the stock at the 1.07 breakout.

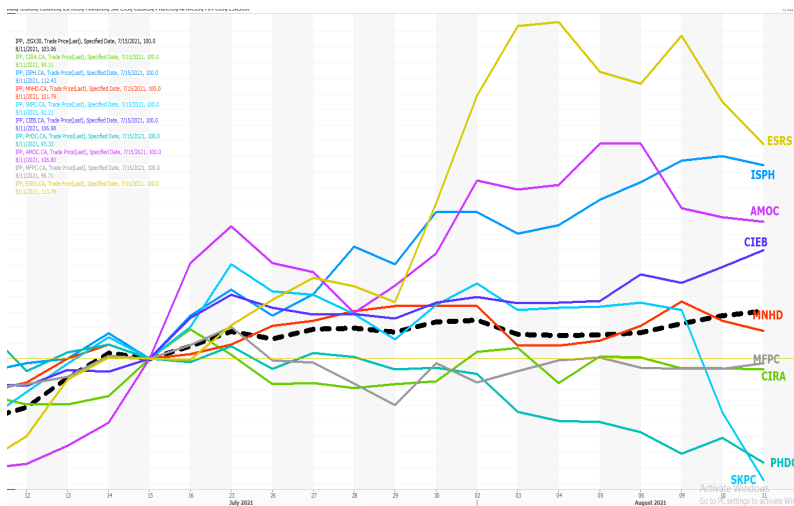
Top index weights



ETEL and COMI are the best two performers in the heavy weights. Then comes EKHO and SWDY.

As for the rest, TMGH looks good and is expected to begin outperforming the index.

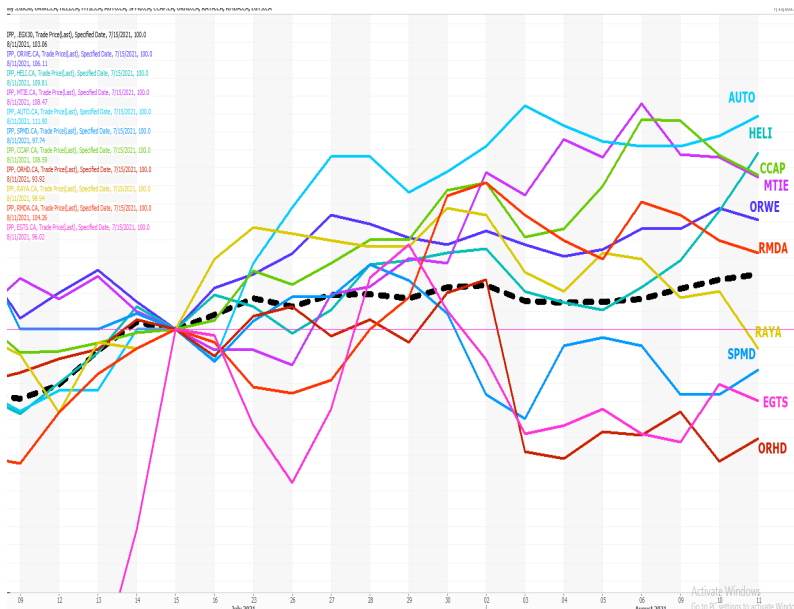
Mid Weights



Most of the stocks in this category are possessing a declining relative performance curve with the exception of ISPH and CIEB which are having a rising curve.

ESRS, ISPH, AMOC, and CIEB are the four outperformers. The rest have been underperforming recently.

Smallest Weights



AUTO looks good. CCAP and MTIE are also clearly outperforming.

HELI is the second top but rose sharply lately, thus it was not expected to outperform.

Stocks that have a steadily rising relative performance curve are easier to interpret.

Stock	10/20 EMA signal	Comments
EGX 30	Below +	The 10 weeks moving average is almost breaking its 20 weeks counterpart upwards
COMI	Below +	The 10 weeks moving average is almost breaking its 20 weeks counterpart upwards
FWRY	Above	Buy signal was triggered during April 2020
EAST	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
EKHO	Above	Buy signal was triggered during August 2020
TMGH	Above	Buy signal was triggered during July 2021
ABUK	Below	The 10 weeks moving average is almost breaking its 20 weeks counterpart upwards
HRHO	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
SWDY	Below	The 10 weeks moving average is almost breaking its 20 weeks counterpart upwards
ETEL	Above	Buy signal was triggered in mid June 2021
CLHO	Below	The 10 weeks moving average is almost breaking its 20 weeks counterpart upwards
MFPC	Above	Buy signal was triggered in November 2020
CIRA	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
ISPH	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
MNHD	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
SKPC	Above	Buy signal was triggered during August 2020
CIEB	Below +	The 10 weeks moving average is almost breaking its 20 weeks counterpart upwards
PHDC	Above	Buy signal was triggered in Jan 2021
AMOC	Above	Buy signal was triggered in Dec 2020
ESRS	Above	Buy signal was triggered in Sept 2020
ORWE	Above	Buy signal was triggered during Oct 2020
HELI	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
MTIE	Above	Buy signal was triggered during August 2020
AUTO	Above	Buy signal was triggered during August 2020
SPMD	Above	Buy signal was triggered during Dec 2019
CCAP	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
ORHD	Above	Buy signal was triggered during Nov 2020
RAYA	Above	Buy signal was triggered in Jan 2021
RMDA	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
EGTS	Above	Buy signal was triggered in May 2021

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

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).

Technical Analysis Department

Saleh Nasser

Chief Technical Strategist

Ahmed Hassan

Senior Technical Analyst

Dina Fahmy

Senior Technical Analyst