

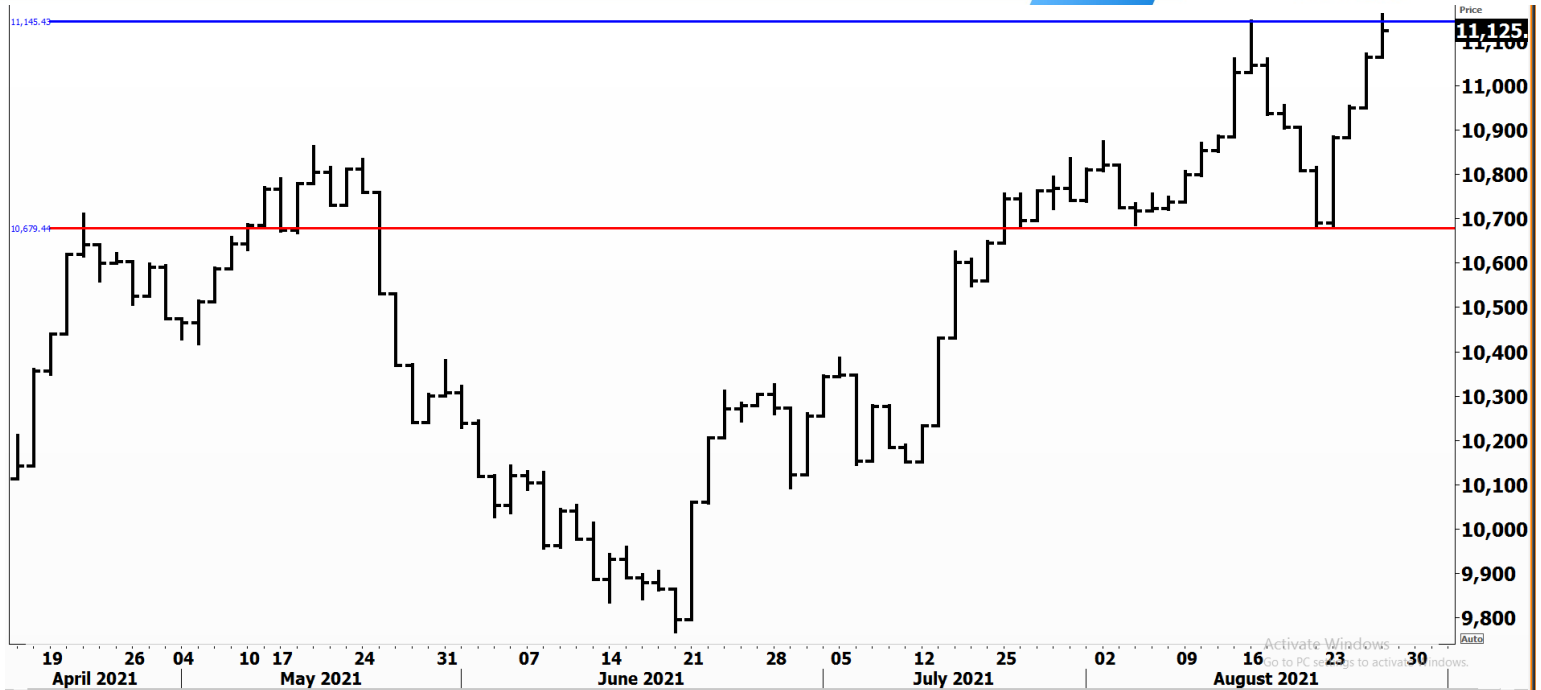


PIONEERSECURITIES

Weekly Overview

29–Aug 2021

This report must be read with the disclaimer
on last page



The EGX 30 index was able to rebound after its recent correction to close at its recently formed peak, challenging to break it to the upside. The recent correction stopped at 10,700, which was our short-term stop. Thus, the ability of the market to rebound without hitting our stop is a positive signal.

A slight correction can take place from this level, not expect to go anywhere far from here; on the other hand, a breakout above 11,150 will be considered as another bullish signal and our target will be set at 11,600 where a major resistance appears.

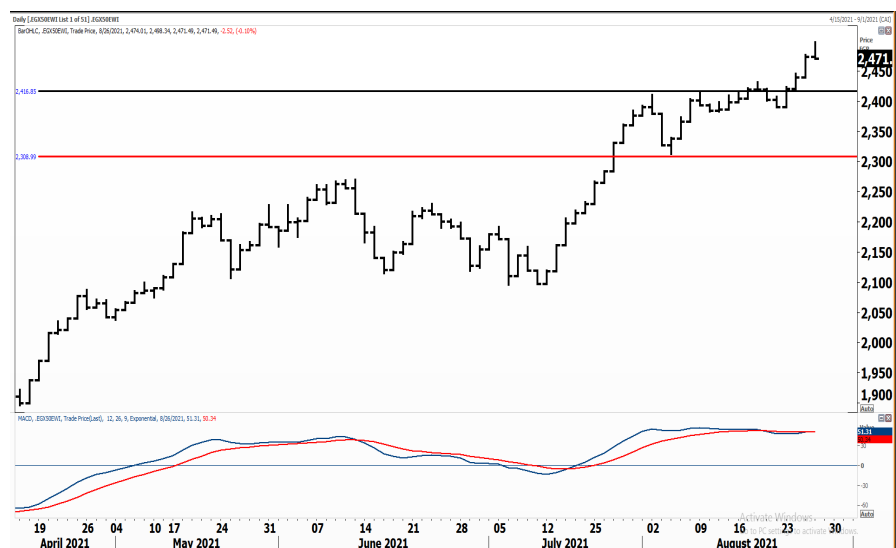
EGX 50 Index/ Daily Chart

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 closed at its low at the end of Thursday's session, which hints of a potential slight correction.

Next important support lies at 2,400; we believe, however, that the index can rebound once again before reaching this support.

The EGX 50 is bullish and still expected to continue its medium-term rise, even if a slight correction takes place.



EKHO



If a correction takes place from here, the 1.1 level will probably serve as support.

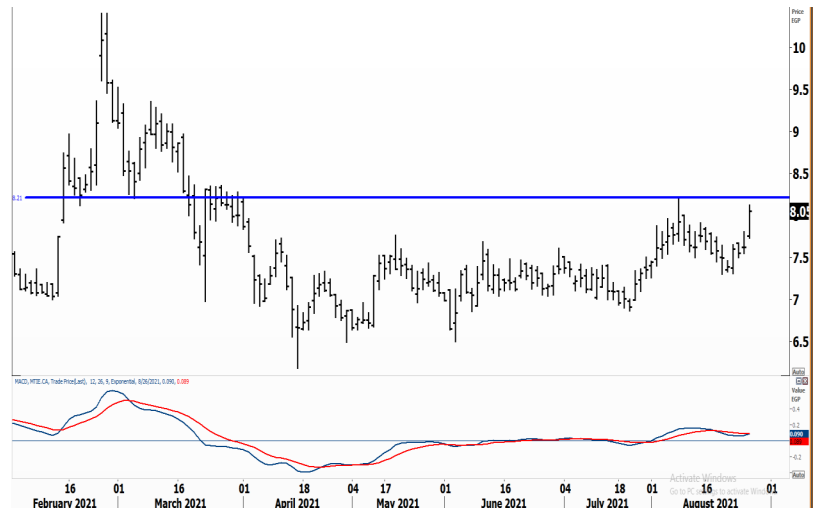
The stock is witnessing a very narrow lateral movement after its recent spike; such narrow price action is bullish, especially if it continues its rise from here.

This will be a flag formation and our target will be set around 1.25.

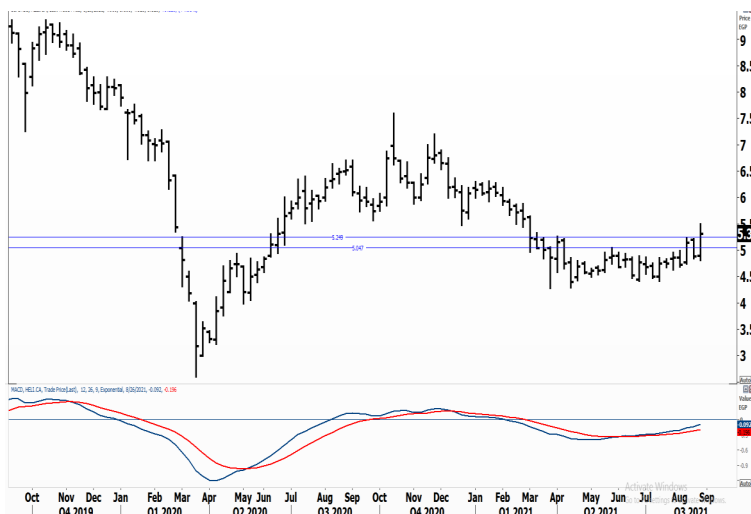
MTIE

The 8.25 level is the current resistance for MTIE. A breakout above this level will trigger a new buy signal and our target will be set around 10.

Those who want to step in are recommended to buy at the 8.25 breakout.



HELI

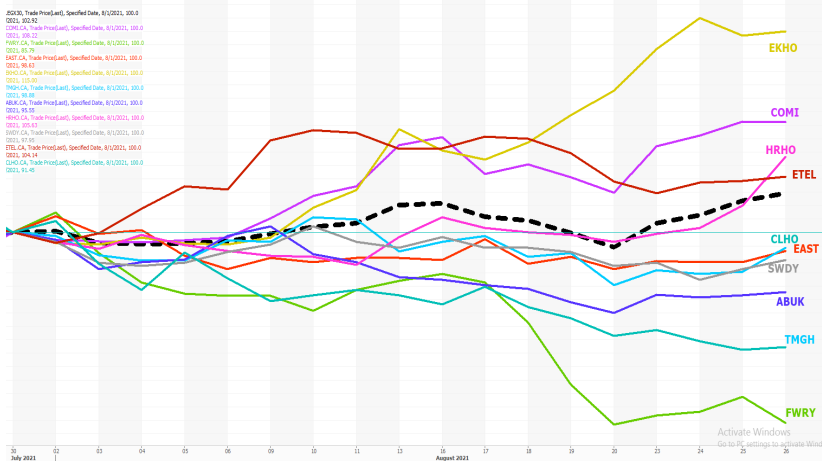


HELI is one of the stocks that can witness a strong rise if it confirms its breakout.

If the stock continues trading above 5.25 and confirms this breakout, a strong rise will probably follow, which can lead HELI near 6.5 and even more.

Those who want to step in can buy as long as the stock is trading above 5.25.

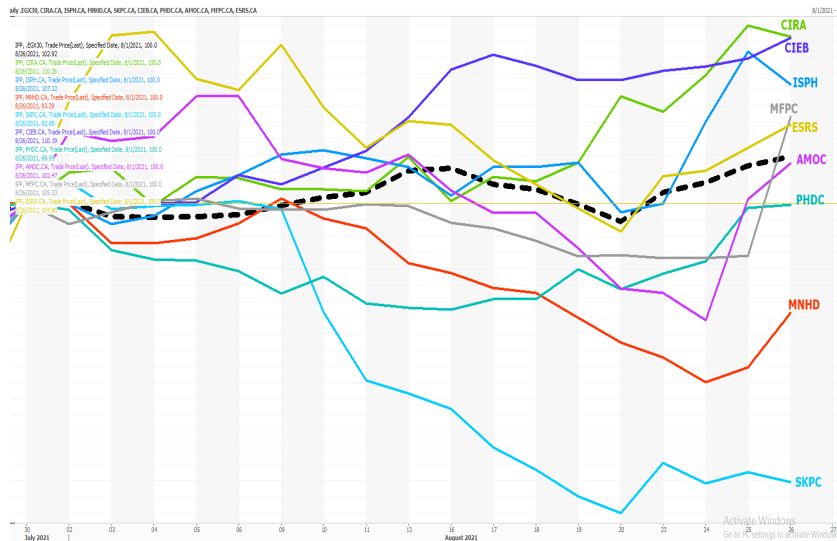
Top index weights



As for the heaviest 10 stocks, EKHO is still on top, followed by COMI, HRHO, and ETEL. These same stocks are outperforming; only HRHO joined them.

The rest are moving below the EGX 30 relative performance curve. We can, however, monitor CLHO, EAST, and SWDY which are possessing a rising relative performance curve.

Mid Weights

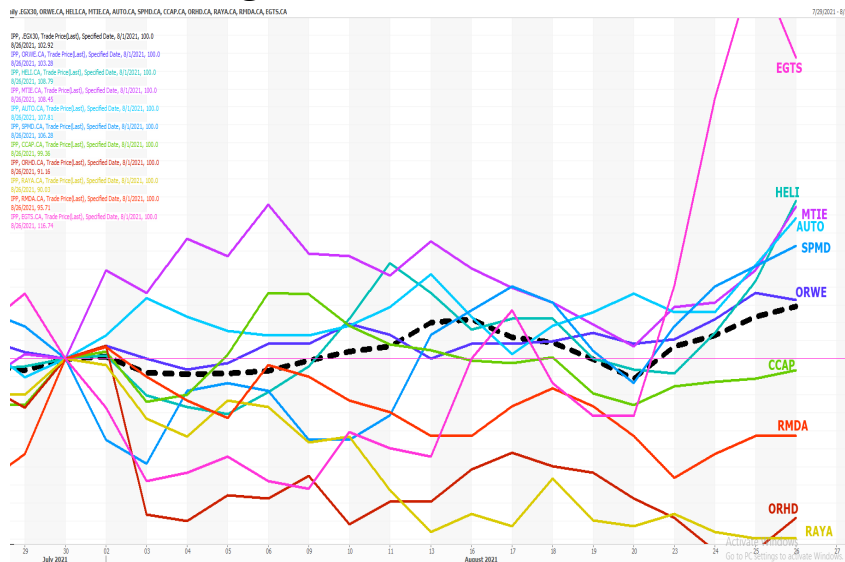


CIRA is currently on top, followed by CIEB and ISPH. MFPC also looks good and it is having a sharply rising relative performance curve.

ESRS is maintaining its outperformance; as for AMOC, it is trying to go back in its outperforming phase.

If we choose three stocks from this category, we will go for CIRA, CIEB, and ESRS

Smallest Weights



In this category of stocks, EGTS is witnessing a very sharp movement in its relative performance curve, which makes it risky.

HELI, MTIE, and AUTO possess nice looking curves, followed by SPMD.

The rest of the stocks need improvement.

Stock	10/20 EMA signal	Comments
EGX 30	Above +	Buy signal was triggered during August 2020
COMI	Above +	Buy signal was triggered during August 2020
FWRY	Below -	The 10 weeks moving average broke below its 20 weeks counterpart
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 almost breaking its 20 weeks counterpart upwards
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	Above +	Buy signal was triggered in August 2021
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 almost breaking its 20 weeks counterpart upwards
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	Below -	The 10 weeks moving average broke below its 20 weeks counterpart
RAYA	Above	Buy signal was triggered in Jan 2021
RMDA	Below +	The 10 weeks moving average is almost breaking its 20 weeks counterpart upwards
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

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