



PIONEERSECURITIES

# Weekly Overview

12- August

This report must be read with the disclaimer  
on last page



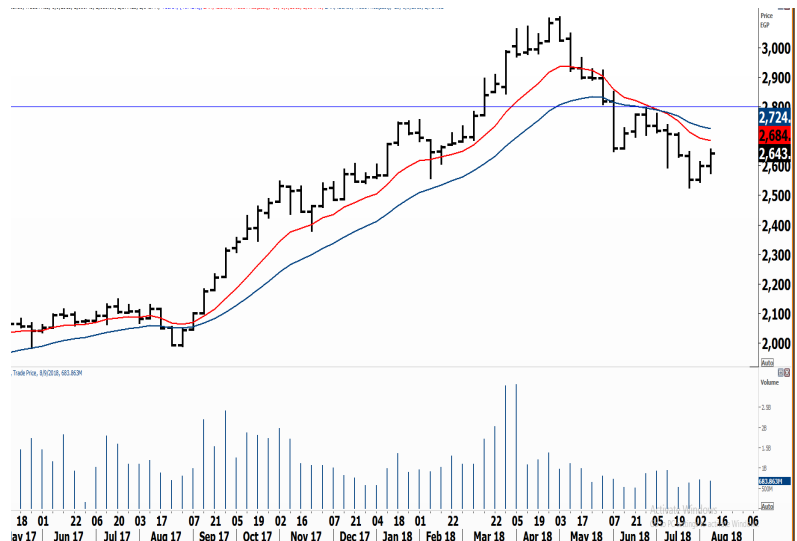
The EGX 30 witnessed some buying power last week to close at 15,924, which is above 15,800, and preparing itself to hit our target that lies at 16,500-16,600. The double moving average crossover system is on the verge of giving a buy signal, if this buy is confirmed we will probably reach our target in a relatively short period of time.

The real question is whether the index will break above 16,500-16,600 or not, and if it breaks it what will be the expected scenarios. For now, we are considering this area as an important resistance and its breakout will create a new buy signal. As for the expected scenarios that can occur after such breakout, this will be discussed in a later report after this breakout occurs.

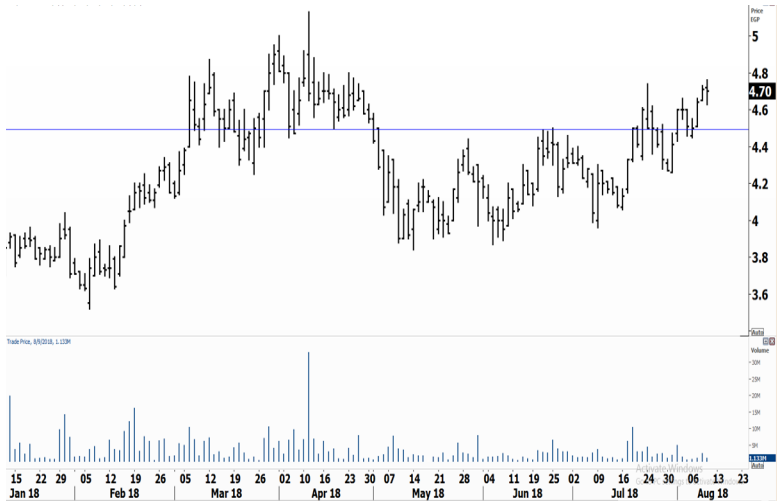
## EGX 50 Weekly Chart

The 10 and 20 weeks moving average system is in a sell mode as we mentioned last week, and this signal has been confirmed on a weekly basis. The EGX 50 is currently witnessing a short-term rise that is expected to meet strong resistance at 2,800. A break above this important peak will trigger a buy signal with higher targets. For now, those who want to step in are recommended to use 2,500 as their stop and 2,800 as their target.

It is important to note that the moving averages sell signals that occurred in both the EGX 30 and 50, happened for the first time since they triggered a buy signal. In other words, we should be treating the market with care, even though we are buying and taking chance of current opportunities.



## EMFD



EMFD confirmed its breakout above 4.5, but is still witnessing some volatility. We expect the 5 level to serve as strong resistance. For now, declines can be used as a chance to step in with a target at 5. We recommend using 4.25 as a stop. In other words, if EMFD declines slightly below 4.5 it can be a chance to buy.

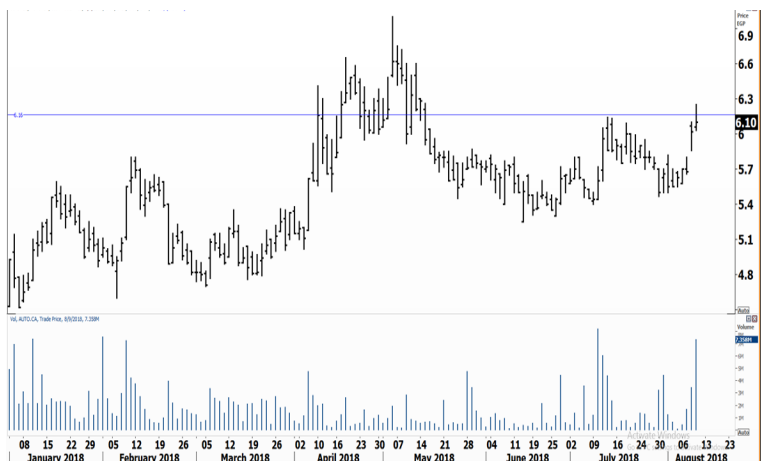
The weekly chart of ADIB shows that the stock is witnessing a significant sideways period that should classically break to the upside. Thus, we are considering the current lateral movement as bullish. We are more biased to an upside breakout.

This view will change only if the 14-15 area is violated downwards. As long as the stock is trading above this level, it will probably break upwards. Those who are shorter-term in nature, however, can use 16 as their stops.

## ADIB



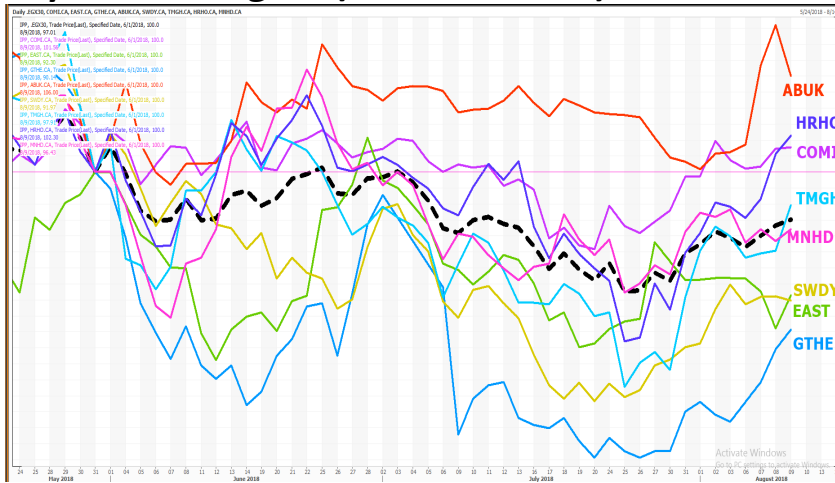
## AUTO



The stock tried to break above 6.15 on Thursday but was unable to close above it. If AUTO succeeds to close above 6.15-6.2 a buy signal will be triggered with a target at 6.9-7.

We recommend investors to step in at the breakout with a stop below the low of the breakout day.

## Top index weights (5% and above)

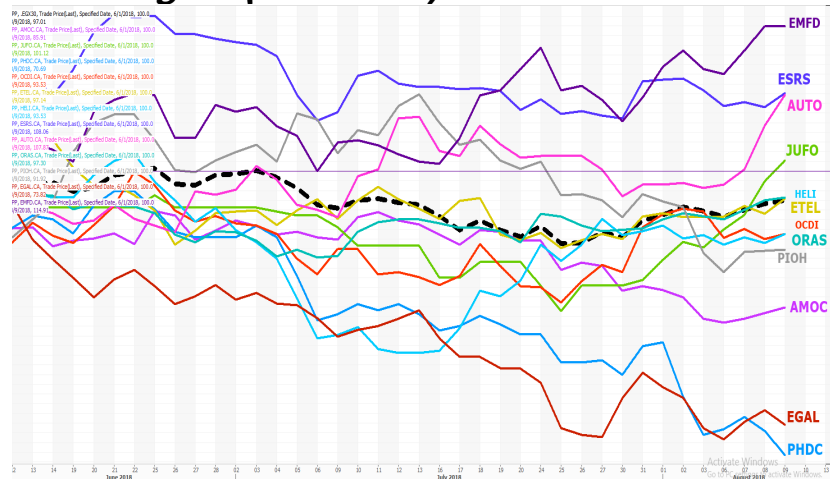


ABUK, COMI, and HRHO are the best performers, followed by TMGH and MNHD.

It is important to watch GTHE as it is looking north and rising significantly despite being below the EGX 30 relative performance curve.

ABUK is witnessing a slight decline, but still an outperformer; HRHO and COMI look good. If we choose three stocks, we will go for HRHO, COMI, and GTHE, especially if the current short-term rise continues.

## Mid Weights (above 1%)

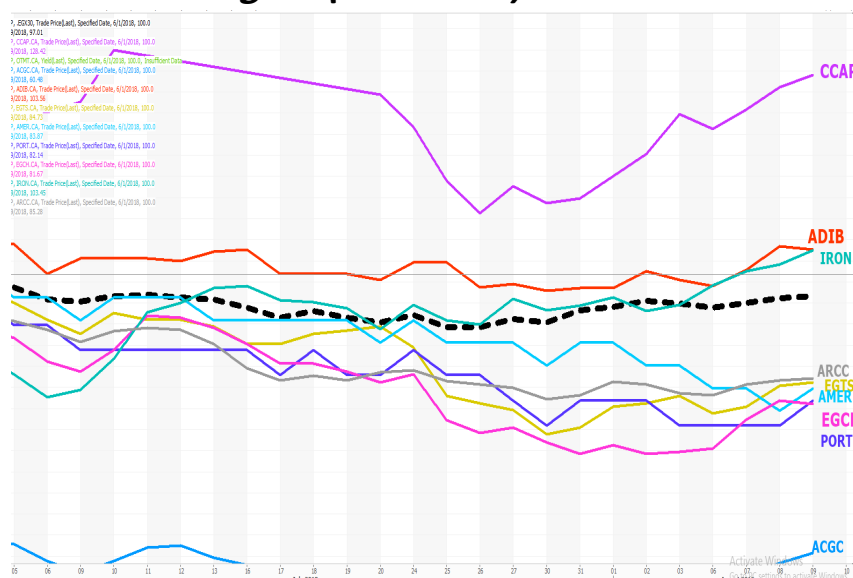


EMFD, ESRS, and AUTO come on top. They look great and are expected to continue their superior performance, especially if the current rise continues. It is important to note that JUFO, surprisingly witnessed a significant improvement lately.

As for HELI and ETEL they are still maintaining their same performance, which is close to the EGX 30 performance.

The current underperformance of AMOC comes to no surprise, as the stock, despite being an overall outperformer, is more biased to the defensive side.

## Smallest Weights (below 1%)



The three best outperformers in this section are CCAP, ADIB, and IRON. These are the only stocks we recommend so far. As for the rest, they are still in the underperforming phase and not recommended as investment opportunities until they show better performance.

## Disclaimer

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