

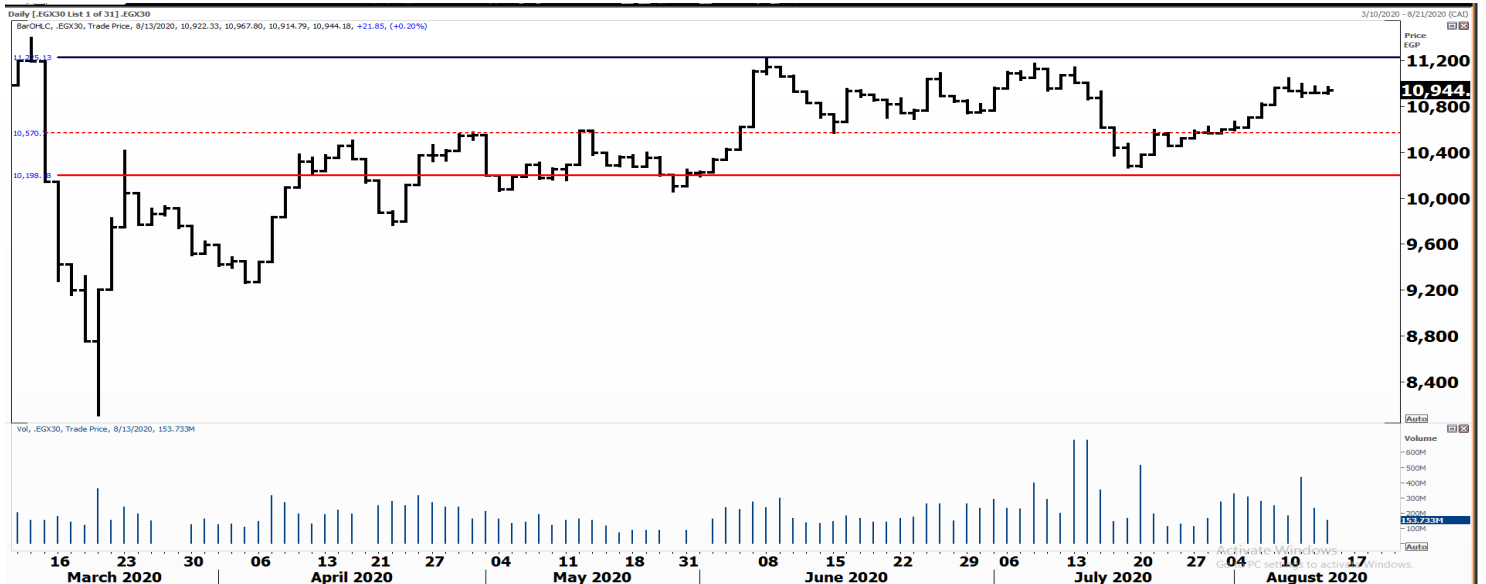


PIONEERSECURITIES

Weekly Overview

16–Aug 2020

This report must be read with the disclaimer
on last page



The EGX 30 index is approaching its major resistance that lies at 11,200; stocks began to do better and many of the blue chips began to witness stronger performance. Unfortunately, CIB failed to show any significant performance, which affects the ability of the index to break its major resistance.

A market rise without CIB is not going to happen, however, we can have other leaders that will lead the market rise, while COMI will not be as important as it was before.

If we want to look at blue chips we will easily see other stocks that are expected to show better performance in the next period and that are already breaking their resistance levels.

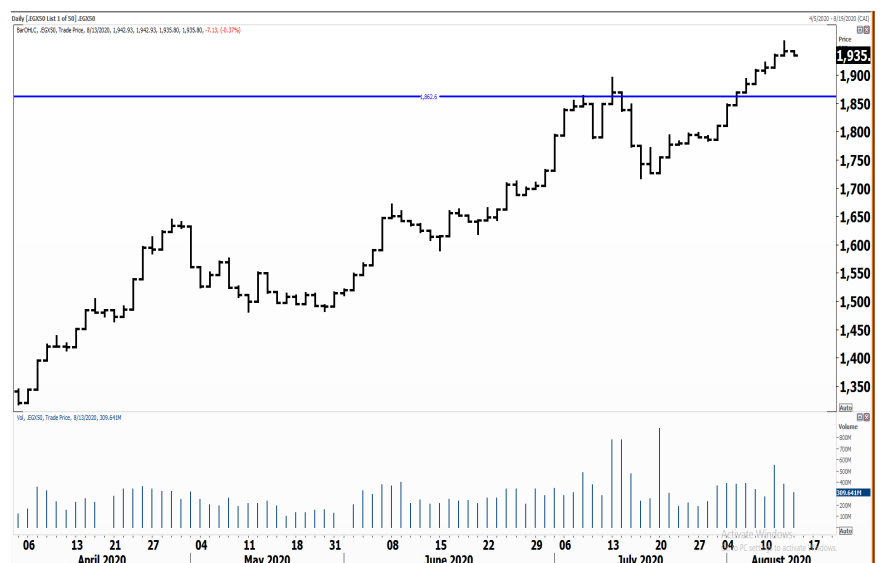
A confirmed breakout above 11,200 will confirm the market strength and will probably lead to a significant rise that should lead the EGX 30 to higher levels.

EGX 50 Index/ Daily Chart

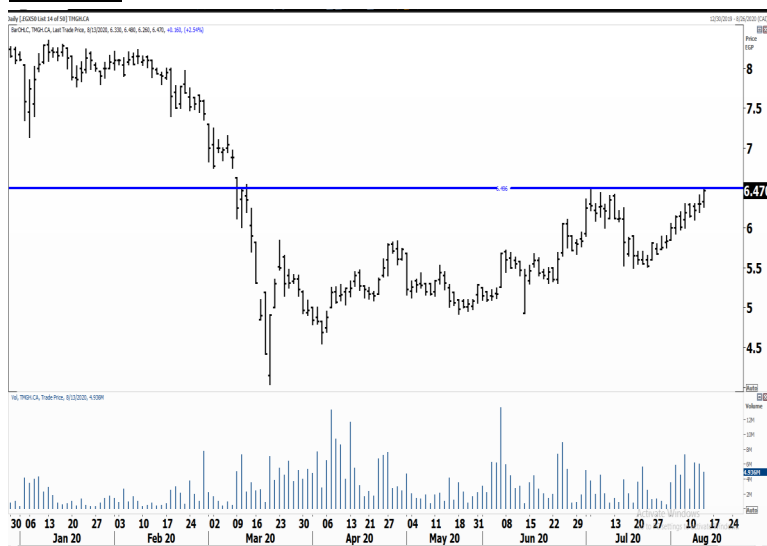
The EGX 50 index is witnessing a clear uptrend that is still expected to continue. We all know that the EGX 50 is clearly outperforming its 30 counterpart, mainly due to the very weak performance of COMI that is unable to break even minor resistance levels.

The EGX 50 index reached all our targets and is heading to our next target that lies at 2,000.

If a correction occurs from here, however, the 1,850-1,860 will be a strong support that will halt any potential correction.



TMGH



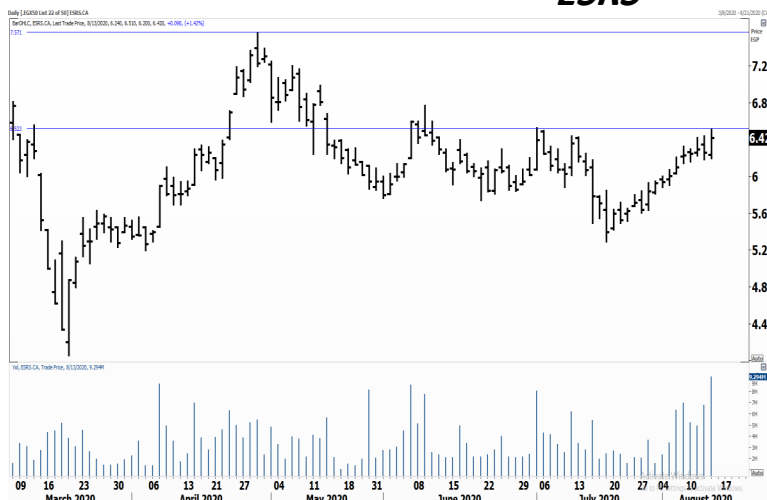
It looks like TMGH is preparing itself for a significant breakout above resistance. We are expecting this breakout to occur today probably.

A break above 6.5 will trigger a buy signal with a target around 7.5. Those who are out of the stock are recommended to enter at the breakout, as we are expecting the next move to be strong.

The 6.5 is the current resistance of ESRS. A break above this level is expected; such a breakout will trigger a new buy signal with a minimum target at 7.5.

We recommend buying the stock with a stop below 6.2. It is also worth noting that volumes began to increase significantly lately, which shows that buyers began to step in more aggressively.

ESRS



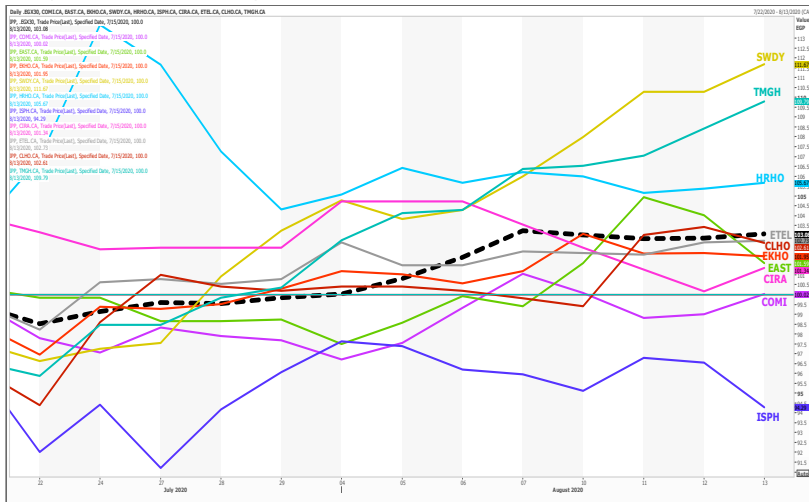
ACAMD



ACAMD is on our list this week because the stock is hitting new historical highs. Hitting new highs is an important sign that hints of more significant rise in the future.

Those who are buying, or already have positions are recommended to place their stop below 4.45. We are expecting ACAMD to reach much higher targets.

Top index weights

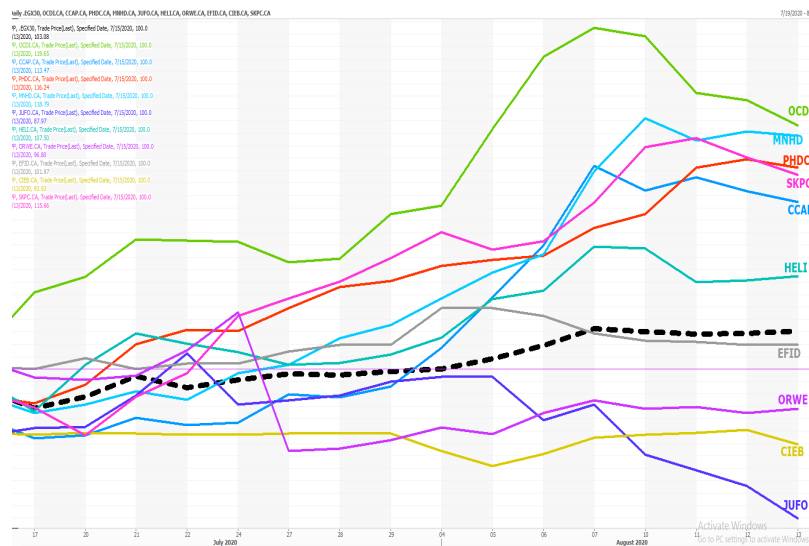


As we know, the new EGX 30 index weights included some changes in the weights of the stocks. MNHD for example is not in the top 10 weights now, while ISPH and CIRA are now from the top 10.

In this category, SWDY is on top of the performers, followed by TMGH, which began to show significantly better performance than before. Then comes HRHO, which is also doing well.

As for the rest, ETEL, CLHO, and EKHO are performing like the EGX 30, while the rest (including COMI) are underperforming.

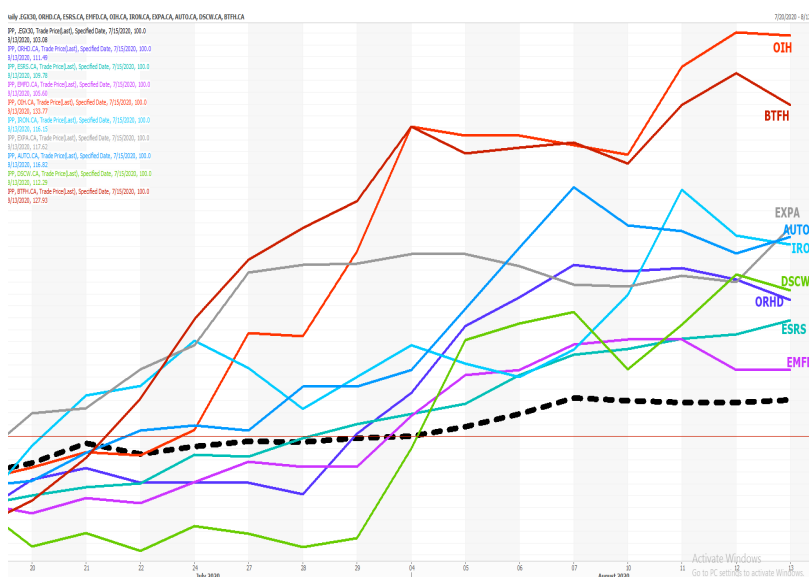
Mid weights



In the mid weights category, OCIDI, MNHD, PHDC, SKPC, and CCAP are the best performers, then comes HELI, which is also outperforming the index.

EFID is a market performer, while the rest are still underperforming.

Smallest Weights



OIH is the strongest performer in this category of stocks, followed by BTFH, which is having a clearly rising relative performance curve. Then comes EXPA, AUTO, and IRON.

As for the rest, all of the stocks in this category are outperforming the EGX 30 index, which shows that smaller stocks are doing better than blue chips. This is mainly due to the weak performance of the heaviest stock in the index, namely COMI.

Stock	10/20 EMA signal	Comments
EGX 30	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
COMI	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
EAST	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
EKHO	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
HRHO	Buy	The 10 weeks moving average just broke above its 20 weeks counterpart
TMGH	Below	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
CLHO	Below	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
SWDY	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
ETEL	Above	Buy signal was triggered in June 2020
ISPH	Sell	The 10 weeks moving average broke below its 20 weeks counterpart
CIRA	Above	Buy signal was triggered in July 2020
JUFO	Below	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
CIEB	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
OCDI	Buy	The 10 weeks moving average just broke above its 20 weeks counterpart
MNHD	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
EFID	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
HELI	Buy	The 10 weeks moving average just broke above its 20 weeks counterpart
ORWE	Below	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
PHDC	Below	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
CCAP	Below	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
SKPC	Below	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
AUTO	Below	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
EMFD	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
ORHD	Below	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
ESRS	Below	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
OIH	Below	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
EXPA	Above	Buy signal was triggered in July 2020
IRON	Above	Buy signal was triggered in July 2020
DSCW	Above	Buy signal was triggered in early April 2020
BTFH	Above	Buy signal was triggered in July 2020

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.

Disclaimer

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Technical Analysis Department

Saleh Nasser

Chief Technical Strategist

Ahmed Hassan

Senior Technical Analyst

Dina Fahmy

Senior Technical Analyst