

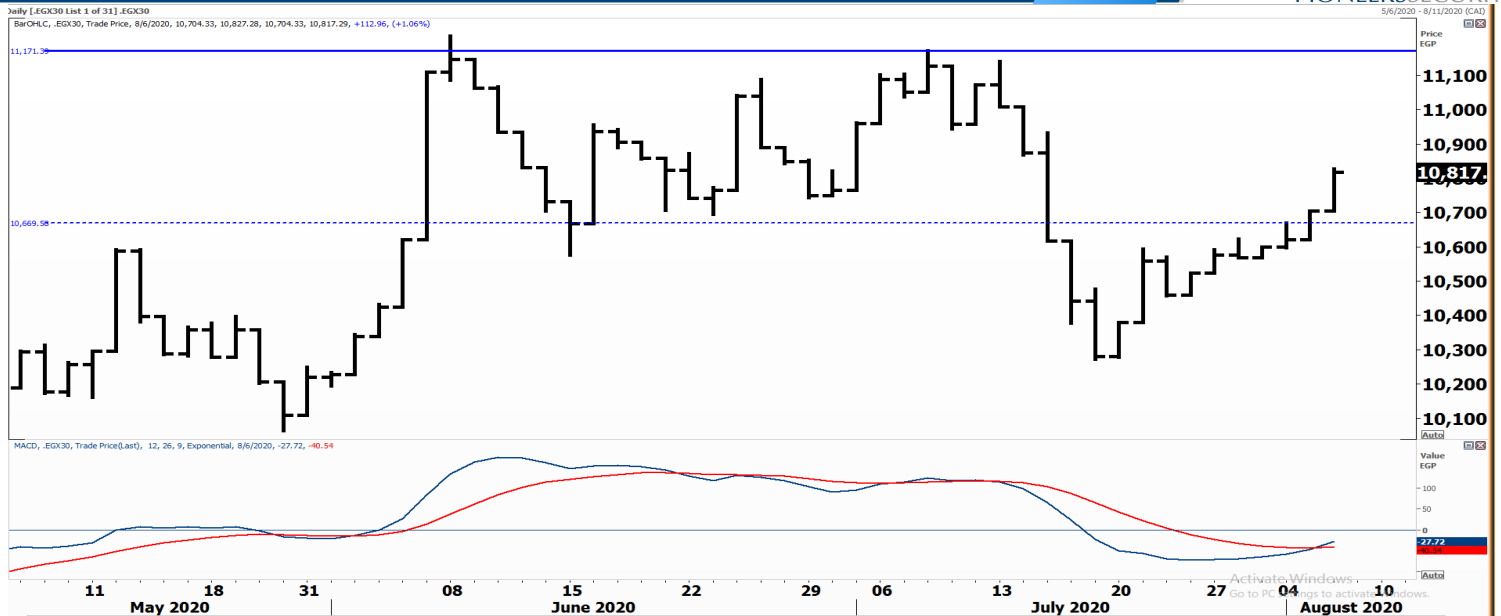


PIONEERSECURITIES

Weekly Overview

9–Aug 2020

This report must be read with the disclaimer
on last page



The EGX 30 index broke clearly its 10,600 level and confirmed its break as many stocks began to show stronger performance, as we were expecting. The EGX 30 is currently on its way to challenge its peak that lies near 11,000-11,200; it will be a normal scenario to correct from this resistance. We believe, that a correction from this level will be seen as a healthy market action. During the past minor decline (before the actual breakout) we also considered the decline as a healthy one, which was the case and the index broke afterwards its resistance.

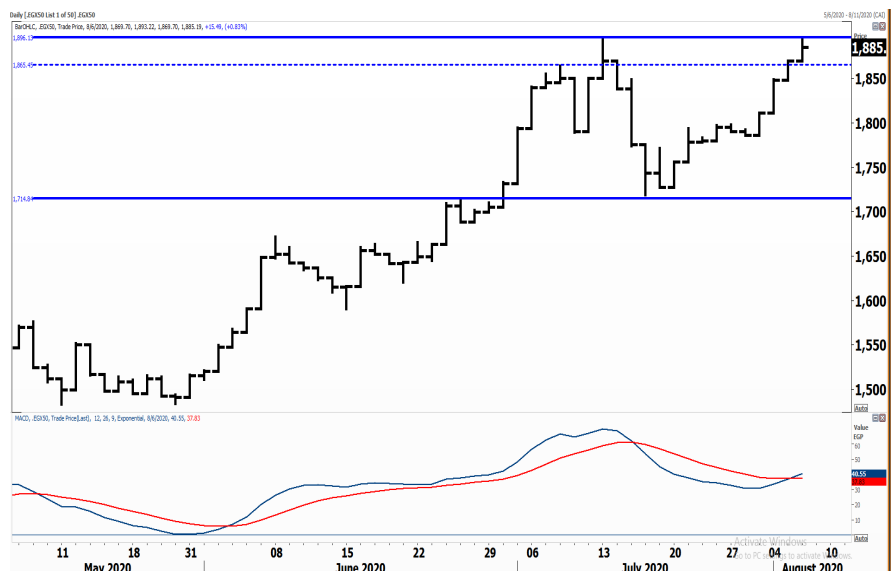
The MACD indicator also witnessed a bullish crossover, which should add to the current market positive picture.

EGX 50 Index/ Daily Chart

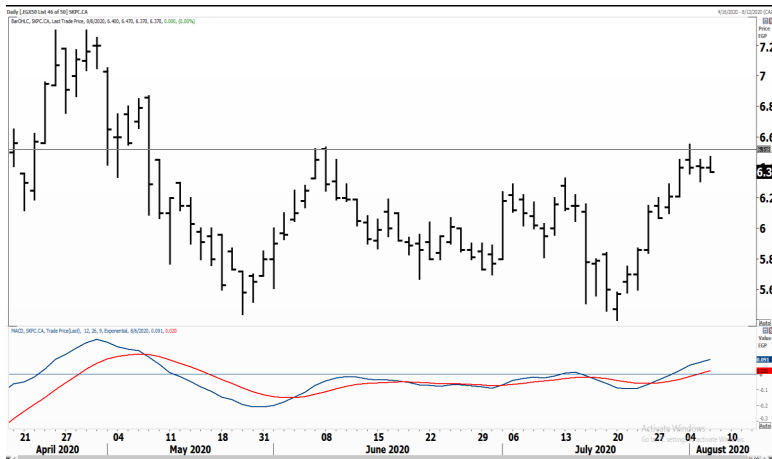
The EGX 50 index reached our second target that lies at 1,900. We mentioned before that a test of this resistance will let us monitor the market closely to see whether it will be able to breakout from the first time or not. In both cases we are bullish on the market.

We can say that since the EGX 30 still has room to its resistance, the 50 index can break above its resistance that lies at 1,900 and reach higher targets.

A break above 1,900 will send the index to 2,000.



SKPC



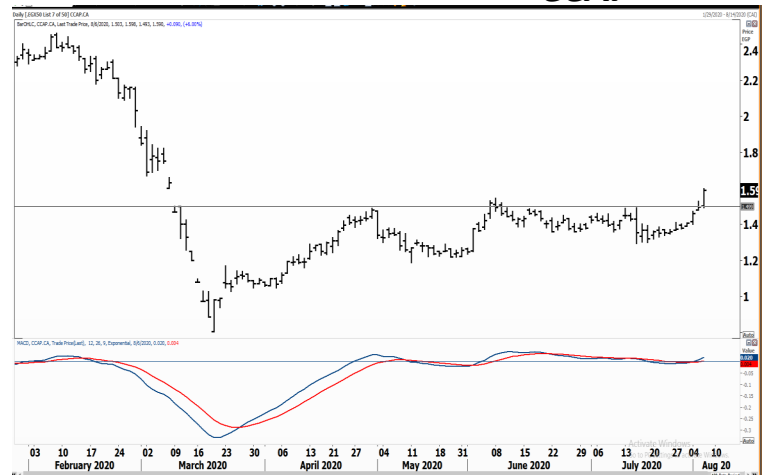
If SKPC maintains itself today above 6.3, it will probably be able to break 6.5 upwards, which will trigger a short-term buy signal with a target around 7.25.

Thus, we should wait and make sure that the stock is trading above 6.3. If we see that, then we will probably witness a breakout soon.

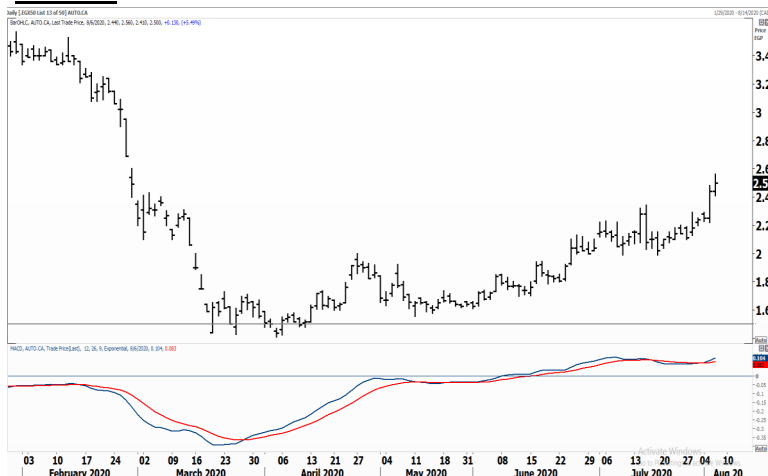
The breakout above 1.5 is an important signal for CCAP; such a break should lead the stock near 2 as a minimum target,

Having said that, we expect the stock to continue its rise, especially if it succeeds to maintain itself today above its breakout level.

CCAP



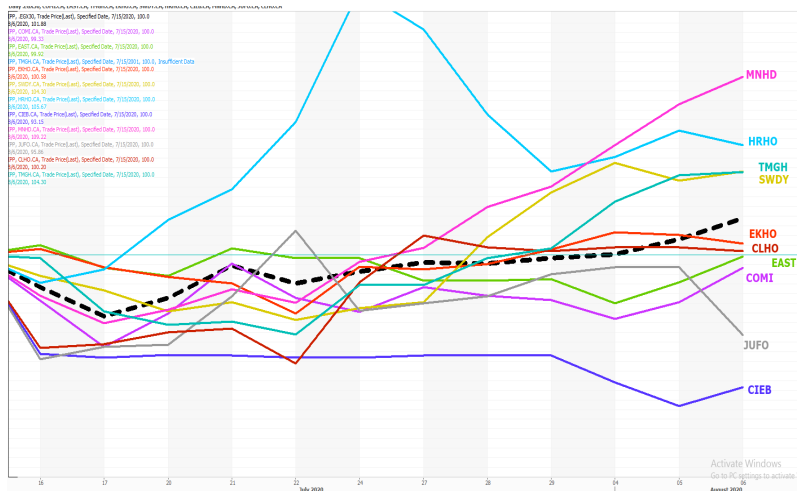
AUTO



AUTO is witnessing an uptrend since sometime. The stock is outperforming and looks strong. Despite its significant rise, we believe that AUTO can continue its rise, even if it corrects slightly.

Those who are out of positions can step in at minor corrections. We believe that a decline near 2.35-2.4 will be a good chance to buy.

Top index weights

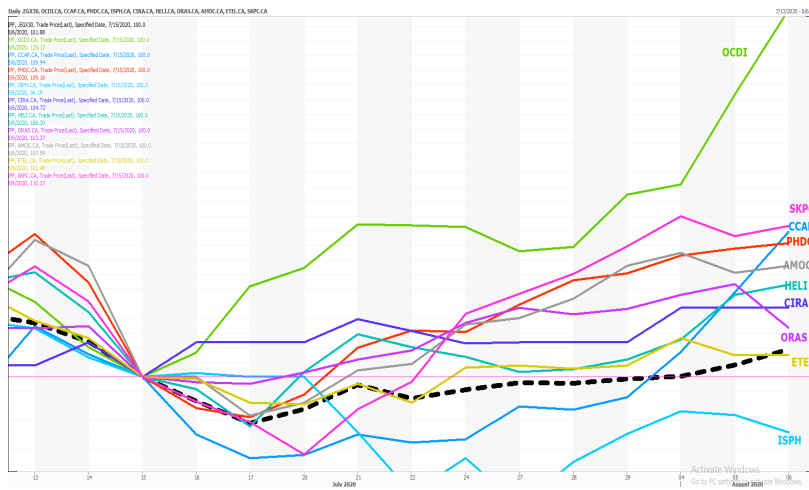


MNHD is now on top, followed by HRHO (which began to regain its strength), TMGH, and SWDY.

As we can see, TMGH and SWDY are now in their outperforming phase unlike the past period. This change in performance is good for the market as these stocks are important constituents in the index. We expect MNHD, HRHO, TMGH, and SWDY to continue their strong performance in the next period.

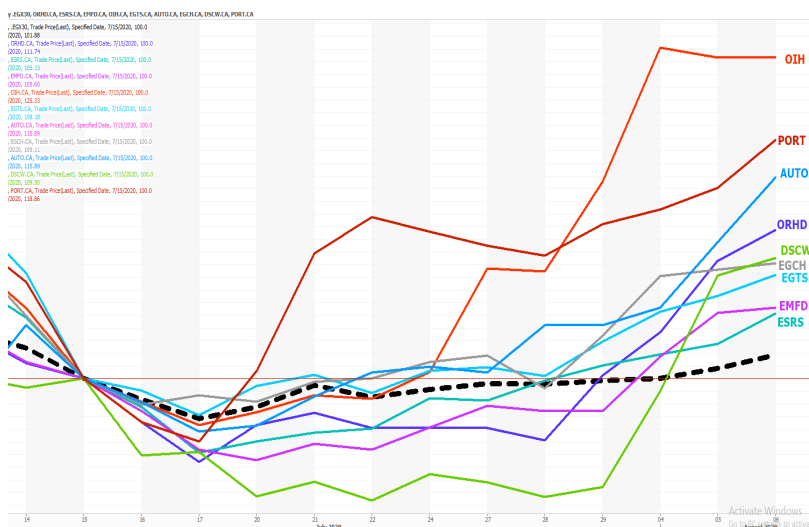
As for the rest, EKHO, and CLHO are market performing, while EAST and COMI are still slightly underperforming but improving.

Mid Weights



OCDC is still the super performer playing alone in the skies; then comes SKPC, CCAP, and PHDC, which are doing very good too. As for the rest, only ISPH is underperforming and ETEL having same market performance.

Smallest Weights



OIH is the strongest performer in this category of stocks, followed by PORT, which is having a clearly rising relative performance curve. AUTO also looks strong and outperforming.

As for the rest, ORHD looks strong and beautiful, while DSCW showed significant improvement lately.

As we can see from the relative performance curves all stocks in this category are outperforming the index.

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
TMGH	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
SWDY	Below	The 10 weeks moving average is still below its 20 weeks counterpart
CLHO	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
JUFO	Below	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
MNHD	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	Below	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
CIRA	Above	Buy signal was triggered in June 2020
ORAS	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
CCAP	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
SKPC	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
PHDC	Below +	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
AMOC	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
ESRS	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
EMFD	Below	The 10 weeks moving average is still below its 20 weeks counterpart
OIH	Below +	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
EGTS	Below	The 10 weeks moving average is still below its 20 weeks counterpart
EGCH	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
PORT	Buy +	The 10 weeks moving average just broke above its 20 weeks counterpart
DSCW	Above	Buy signal was triggered in early April 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.

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