

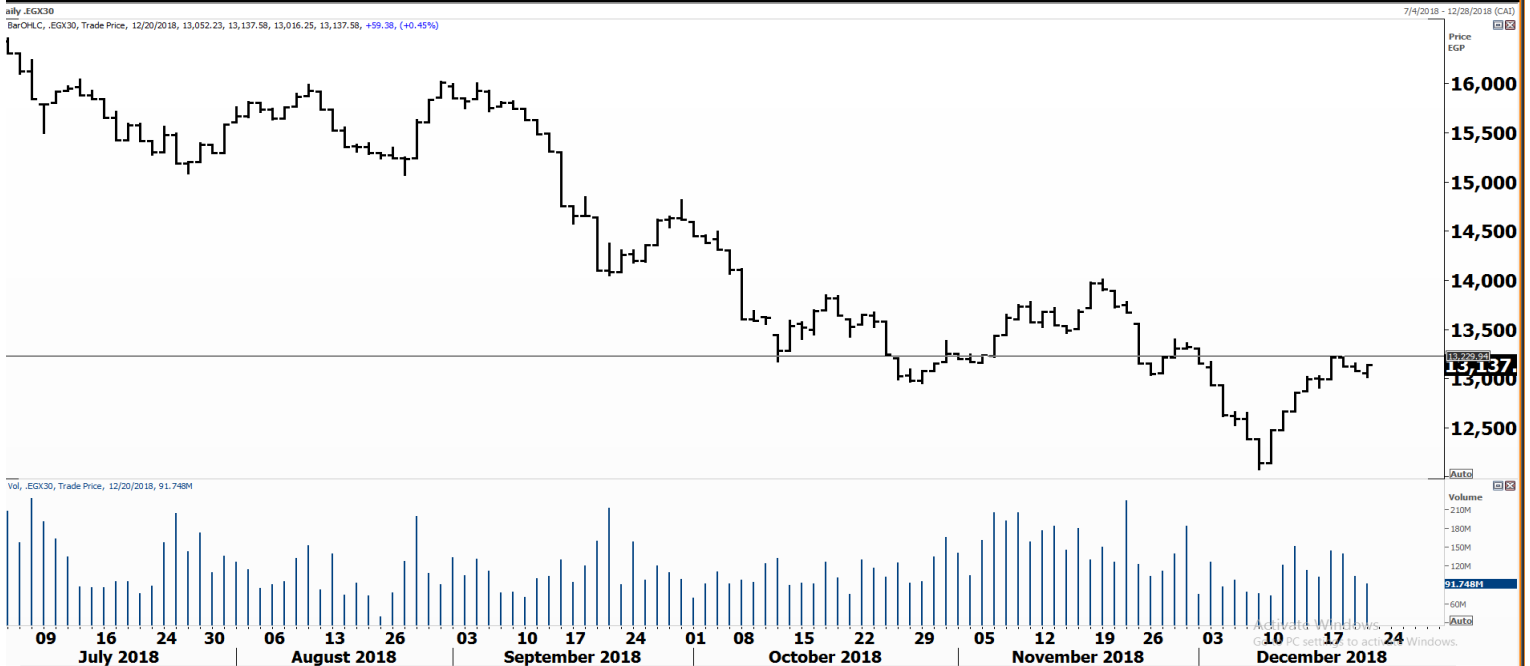


PIONEERSECURITIES

# Weekly Overview

23–Dec 18

This report must be read with the disclaimer  
on last page



Our market on its own looks good and should continue its rise; it is important to note, however, that there is a strong weakness in US equities, especially that the S&P broke its major support level and is formally heading South.

As we mentioned before, if our market falls from current levels, it will probably create a higher low from a level above 12,000. Those who have positions should place their stop below 12,900 as a break below this level will lead the index near its low. Those who are fully invested should reduce their exposure at current levels to control their risk.

On the other hand, a continuation of the rise above 13,200 will be a good sign for the market as our target will be set at 14,000.

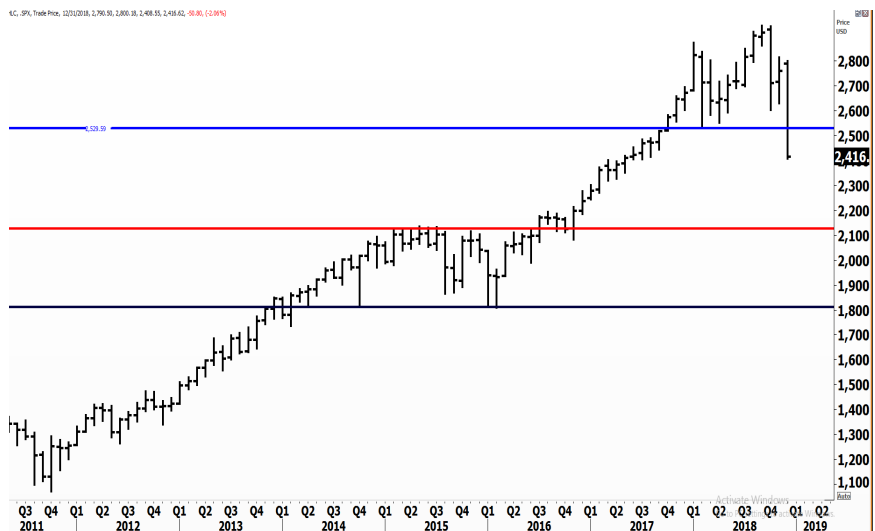
The 14,000 level is an important resistance level and if it is tested, it will invite sellers to step in. Our important bullish signal for our market, will only be triggered if the 14,000 level is clearly broken to the upside.

## S&P500/ Monthly Chart

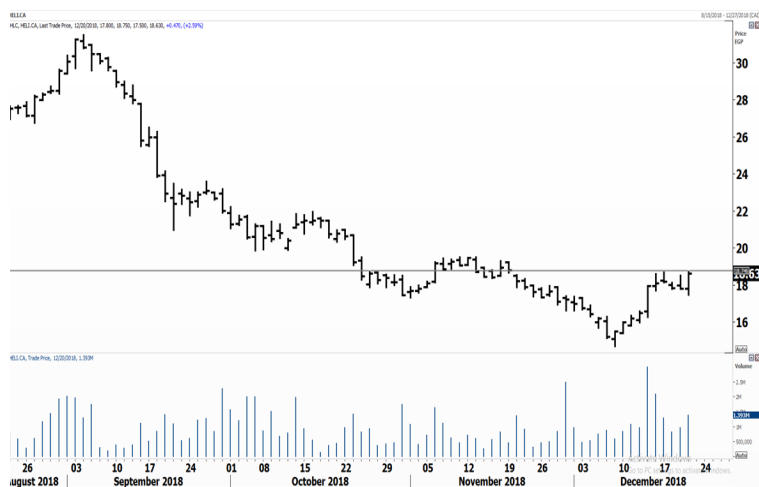
Major trend reversal in the S&P 500 and other global equities markets. This major reversal should not be ignored as it will affect other equity markets. Our market resilience to global equities weakness is due to the oversold condition that our market reached lately.

It is important to note, however, that it is not common that we rise on our own while everything around us is falling apart. As we mentioned, the EGX 30 stop level lies below 12,900; a break below this level will call for selling our positions.

As for the S&P, it broke its major support and still has a lot to go down.



## HELI



Despite that the important resistance of the stock lies at 19.5, the 18.75 level can be used as an early entry level. Thus, if HELI breaks 18.75 upwards, we can buy partially and add only at a clear breakout above the important resistance that lies at 19.5.

We do not recommend any entry until the stock clearly breaks above this resistance level.

## SWDY

The 17-17.5 range is a very important area to watch and monitor. SWDY is currently challenging this important resistance and is trying to break it upwards. Our buy signal will be triggered if this peak is clearly solved to the upside.

Those who have positions can sell here as a decline might occur from current levels. Only a clear breakout above 17.5 will trigger a re-entry signal with a target near 20-21. For now, we recommend reduce as long as SWDY is unable to break upwards.



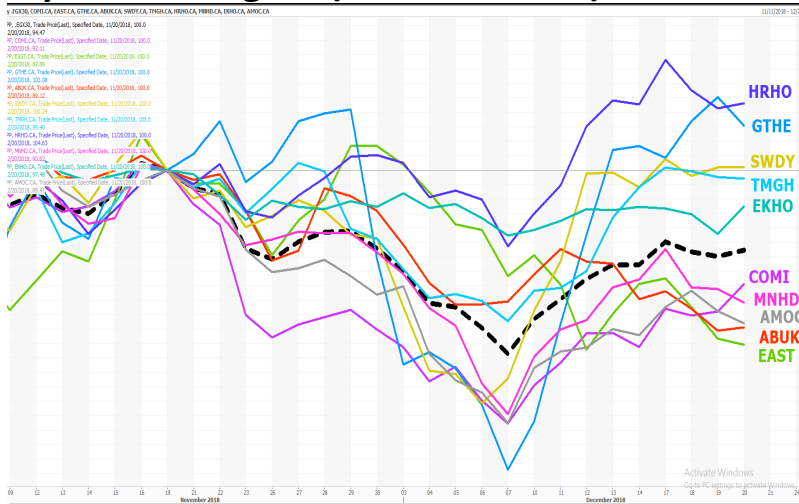
## MOIL



MOIL witnessed a severe decline since May 2018 to retrace 62% of the whole rise that the stock witnessed from August 2017 until May 2018.

MOIL closed at around 0.35 and this area should serve as support. No signs of strength appeared yet, but those who bought near these levels should place their stop below 0.33. On the other hand, investors who are buying after clear confirmation can wait for the 0.39 level to be broken upwards.

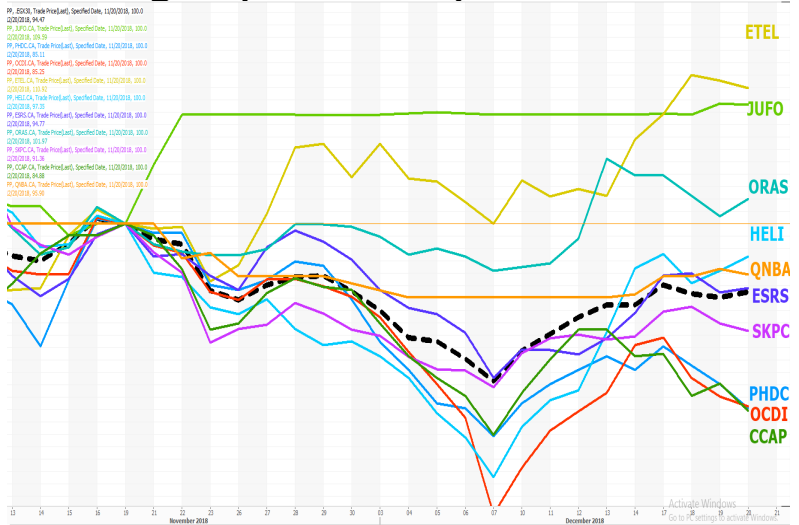
## Top index weights (3% and above)



HRHO is currently on top of the performing stocks in the heavy weight category of the EGX 30 stocks. GTHE, SWDY, and TMGH come next, followed by EKHO. As we have been mentioning in our few past weekly reports, HRHO began to show better performance than before.

The rest of the stocks are moving below the EGX 30 relative performance curve.

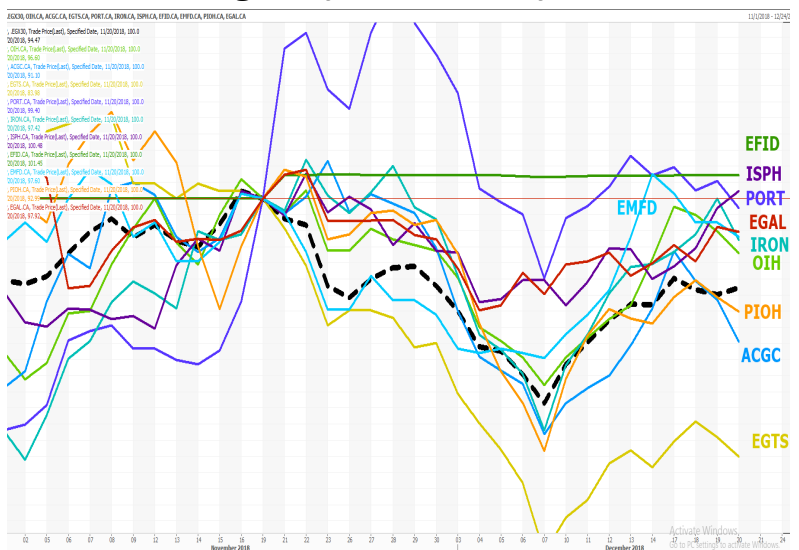
## Mid Weights (above 1.5%)



JUFO and ETEL are still on top, followed by ORAS, HELI, and QNBA. We noted last week that HELI began to show better performance and we were expecting it to surpass the EGX relative performance curve,

CCAP and PHDC deteriorated since the past few weeks and are currently underperforming. ESRS and SKPC are trying to witness better performance but still need more confirmation of their enhanced performance.

## Smallest Weights (below 1.5%)



Most of the stocks in this category are having the same performance as their relative performance curves are very close to each other. ISPH is one of the best performers, and we are expecting this stock to continue its strength. EGAL also looks good as its relative performance curve is looking upwards. As for the rest of the stocks, their performance is considered average.

## Disclaimer

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