

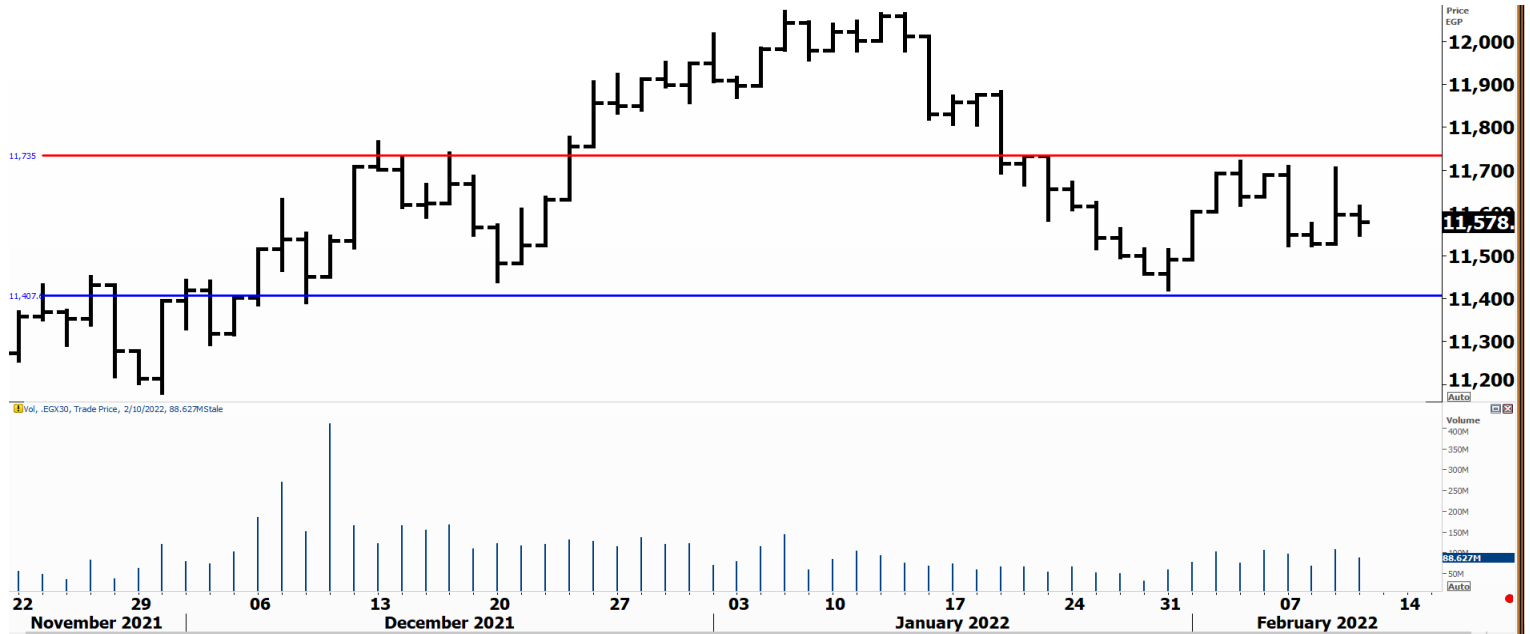


PIONEERSECURITIES

Weekly Overview

13-Feb 2022

This report must be read with the disclaimer
on last page



This week is important as we should break either the 11,700 level to the upside, or our stop will be hit at 11,400. Since the index already created a higher low (the 11,400 level is higher than the 11,200 that was formed during November) then we should expect the breakout to be to the upside.

However, buyers are weak and obviously do not trust the market yet; probably if buying power appears and the 11,700 is broken to the upside, we will see more buyers coming in. For now, things are still weak and the violation of our support of 11,400 is a probability that should not be taken lightly.

What will happen if we violate downwards? The issue will not be where the market will go; our real problem will be whether the market will be able to rise once again or not. This is why it is important to watch how the index will react near the 11,400 area.

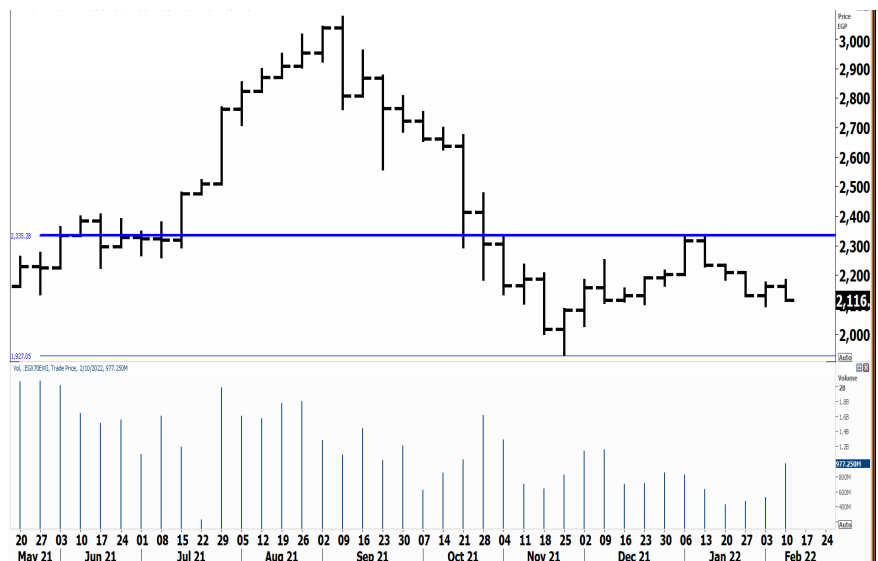
Those who are looking for a quick signal we can tell them that if the 11,500 level maintains itself for the next few sessions, then we will probably break to the upside.

EGX 70 Index, Weekly Chart

Surprisingly, the EGX 70 looks potentially good if it rebounds from here. If small caps begin to rise, a higher low will be created, which will sign a potential breakout above 2,300.

If the index breaks above 2,3. It will approach its peak that lies at 3,000.

We will be comparing small caps to blue chips, and if we see small caps outperforming, we will begin recommending investors to go back to the EGX 70 index.



ABUK



If ABUK rebounds from current levels, it will probably break above 22 which will lead the stock to much higher levels.

The major resistance of ABUK lies at 24; if, however, the stock breaks above 22 with high volumes, the probability of a breakout above 24 will be higher. This will be the major breakout that will reverse the overall trend of the stock and will lead it to mid thirties.

ABUK looks like it has the potential to reach these levels.

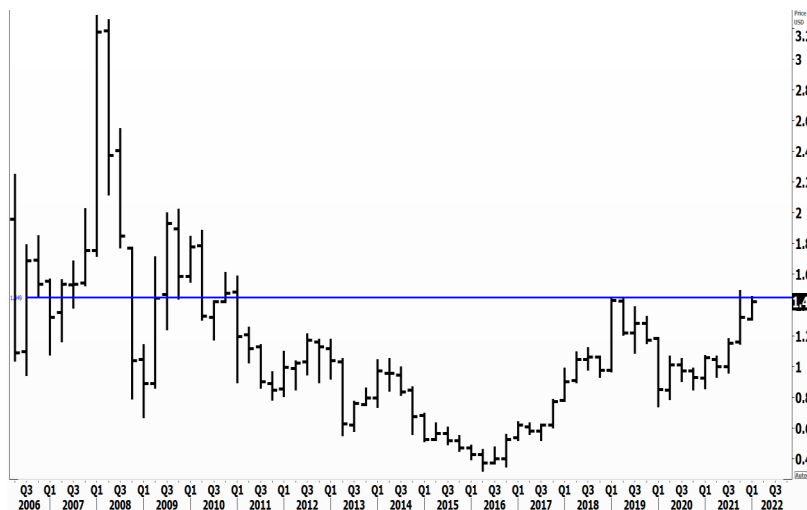
This is a Quarterly chart of EKHO (Each bar represents three months), which makes the chart a very long term one.

We have used this chart (secular trend chart which is a much bigger time frame than the major chart) to show the extreme importance of the 1.45 level.

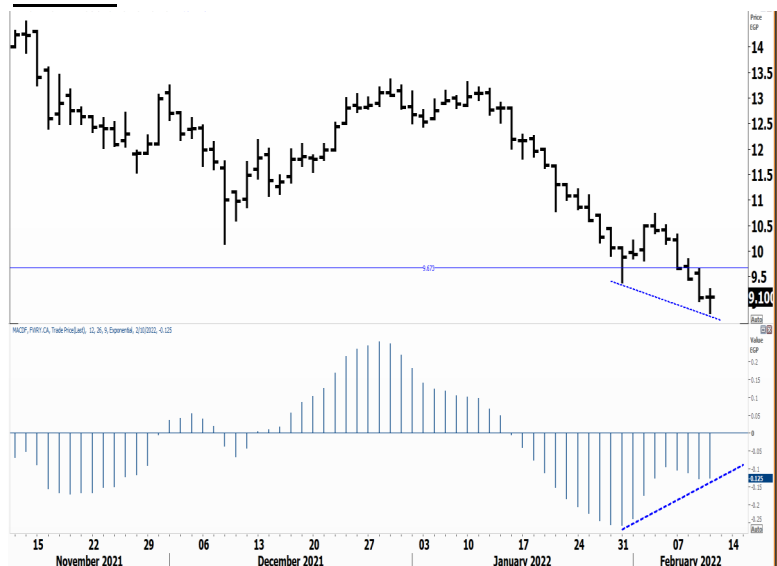
This is a level that appears in the longest time frame that can be used. Thus its breakout, if it takes place, will be a serious breakout from a very long-term perspective.

EKHO is a stock to watch closely in the coming period.

EKHO



FWRY

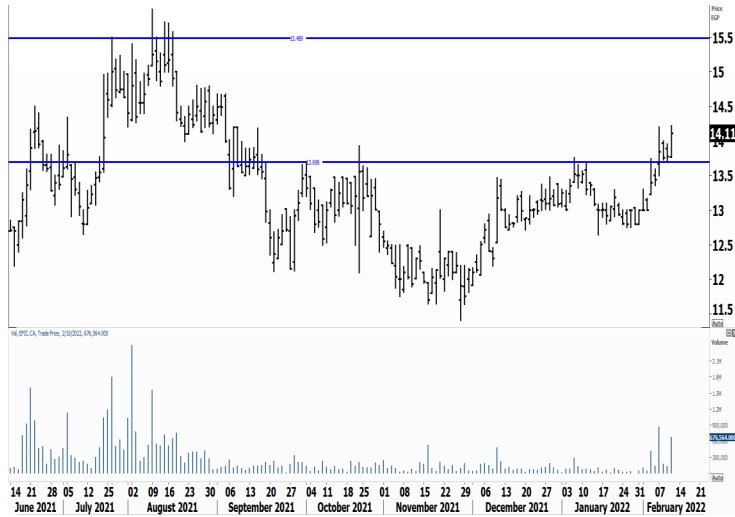


FWRY, by all means, is the worst performer. The stock, however, began to show very early signals of a potential recovery. These signals are still very premature but we wanted to take the risk and throw this analysis this week, especially that the EGX 30 itself is trading near an important support.

Saying it in another way, if FWRY rises from here, this will be bullish for the market because the stock is an important one in the EGX 30 index.

When will we begin to feel content about the stock? First signal will be a break above 9.65; this will tell us that the recent support violation was false and that a significant rise will be underway.

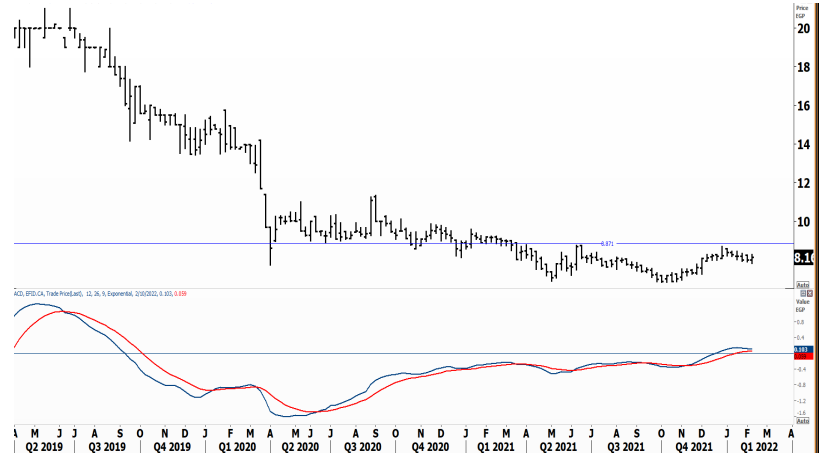
EFIC



EFIC looks like it wants to rise, especially after it broke above 13.7. This breakout is confirmed and we believe that the 15.5 level will be the next target.

Those who want to step in here can do so with a stop below 13.7 and using the aforementioned target.

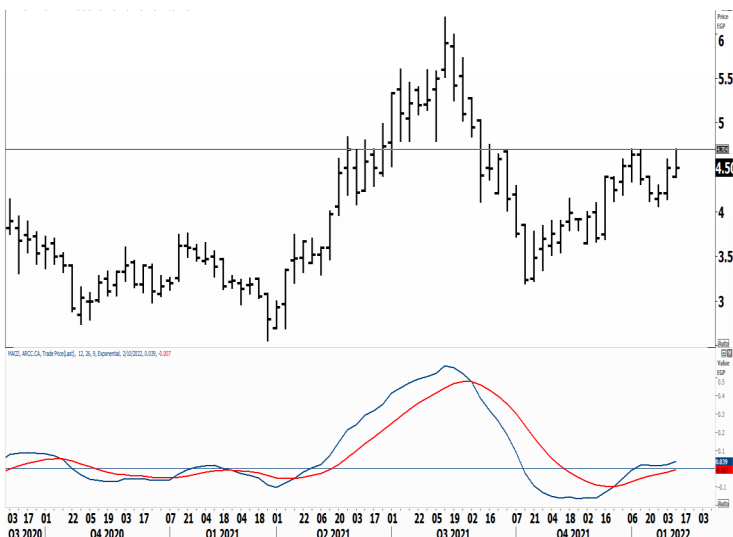
EFID



Edita is one of the stocks that are witnessing a bottoming formation. The stock looks potentially strong and will confirm this strength if the 8.85 level is broken to the upside.

The MACD indicator also looks good as it is witnessing a rise already hinting of a strong rise to come.

ARCC

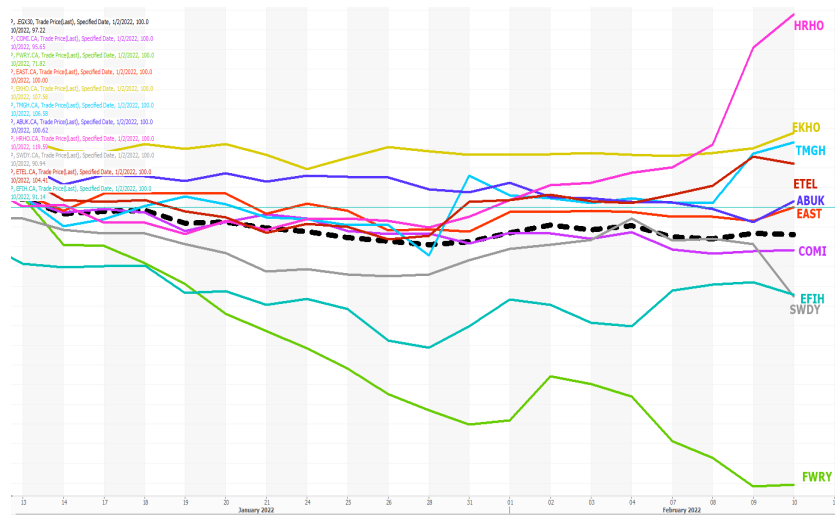


The 4.7 level is an important resistance to watch. A break above this level will trigger an important entry signal and our target will be set near 6.

Those who already have positions are recommended to place their stop below 4.05; if, however, the stock breaks above 4.7, adding to positions will be recommended.

We expect this breakout to take place soon.

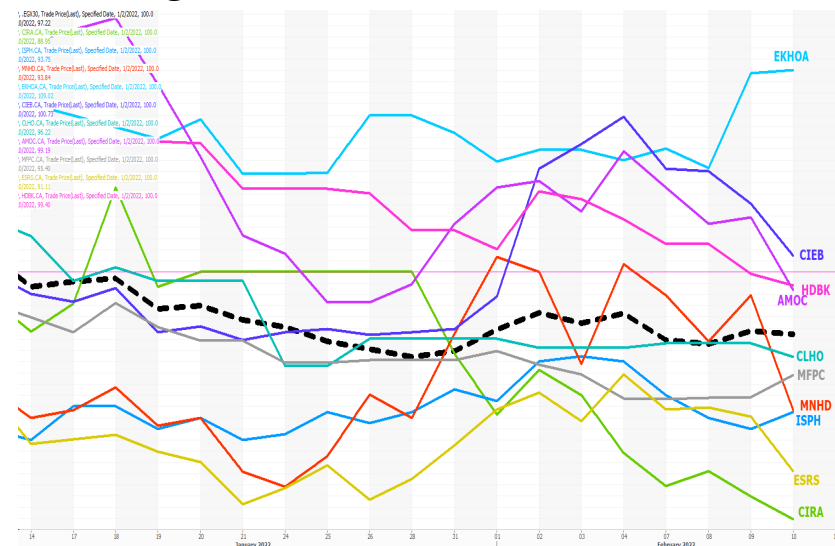
Top index weights



HRHO is on top, followed by EKHO and TMGH. These are the three best performers. Then come ETEL and ABUK which also look good.

It is worth noting too that EAST began to do better than before. This means that the stock is moving from an underperforming to an outperforming phase.

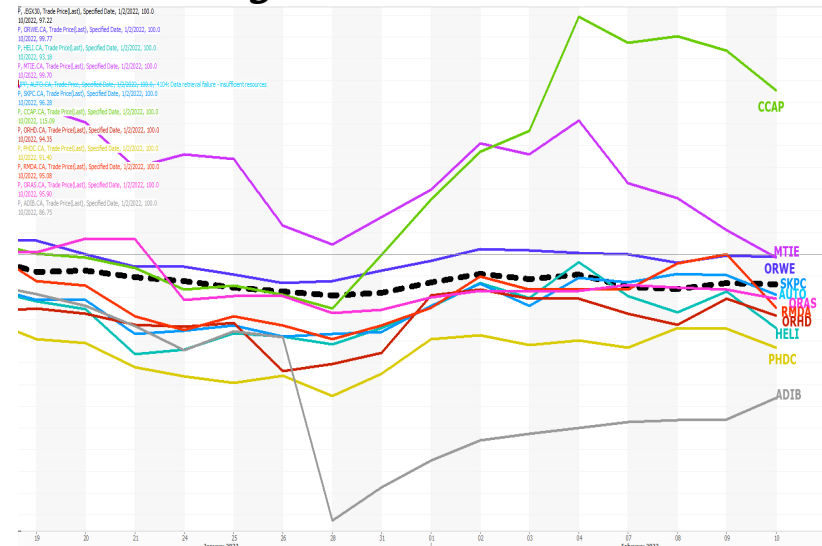
Mid Weights



In this category we only recommend the Egyptian EKHO (EKHOA) as it is the only stocks that is possessing a rising relative performance curve.

The rest are doing bad, with the exception of CLHO, which I maintaining its lateral move despite its underperformance.

Smallest Weights



This category also possesses stocks that are having declining relative performance curves.

CCAP looks good, along with ORWE and ADIB, which despite its clear underperformance, it has a rising relative performance curve.

Having said that we will come to the conclusion that most of the stocks are doing bad with the exception of a handful of stocks like HRHO, TMGH, EKHO, ETEL, ABUK, EKHOA, and CCAP.

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 is still below its 20 weeks counterpart but approaching it
ABUK	Above	Buy signal was triggered during July 2021
EAST	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
HRHO	Above	Buy signal was triggered during end of August 2020
TMGH	Above	Buy signal was triggered during July 2021
EKHO	Above	Buy signal was triggered during August 2020
EFIH	N.A.	
SWDY	Above	Buy signal was triggered during December 2021
ETEL	Above	Buy signal was triggered in mid June 2021
EKHOA	N.A.	
CLHO	Above	Buy signal was triggered in November 2021
MFPC	Above	Buy signal was triggered in November 2020
CIEB	Above	Buy signal was triggered in August 2021
CIRA	Above	Buy signal was triggered in November 2021
HDBK	Above	Buy signal was triggered in July 2021
AMOC	Above	Buy signal was triggered in Dec 2020
ISPH	Below	The 10 weeks moving average is almost breaking its 20 weeks counterpart upwards
ESRS	Above	Buy signal was triggered in Sept 2020
MNHD	Below	The 10 weeks moving average is almost breaking its 20 weeks counterpart upwards
HELI	Above	Buy signal was triggered during December 2021
SKPC	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
AUTO	Above	Buy signal was triggered during August 2020
PHDC	Above	Buy signal was triggered in Jan 2021
ORAS	Below	The 10 weeks moving average is almost breaking its 20 weeks counterpart upwards
ORWE	Above	Buy signal was triggered during Oct 2020
MTIE	Above	Buy signal was triggered during Jan 2022
CCAP	Above +	Buy signal was triggered during Feb 2022
ORHD	Above	Buy signal was triggered during November 2021
RMDA	Above	Buy signal was triggered during November 2021
ADIB	Above	Buy signal was triggered during August 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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