

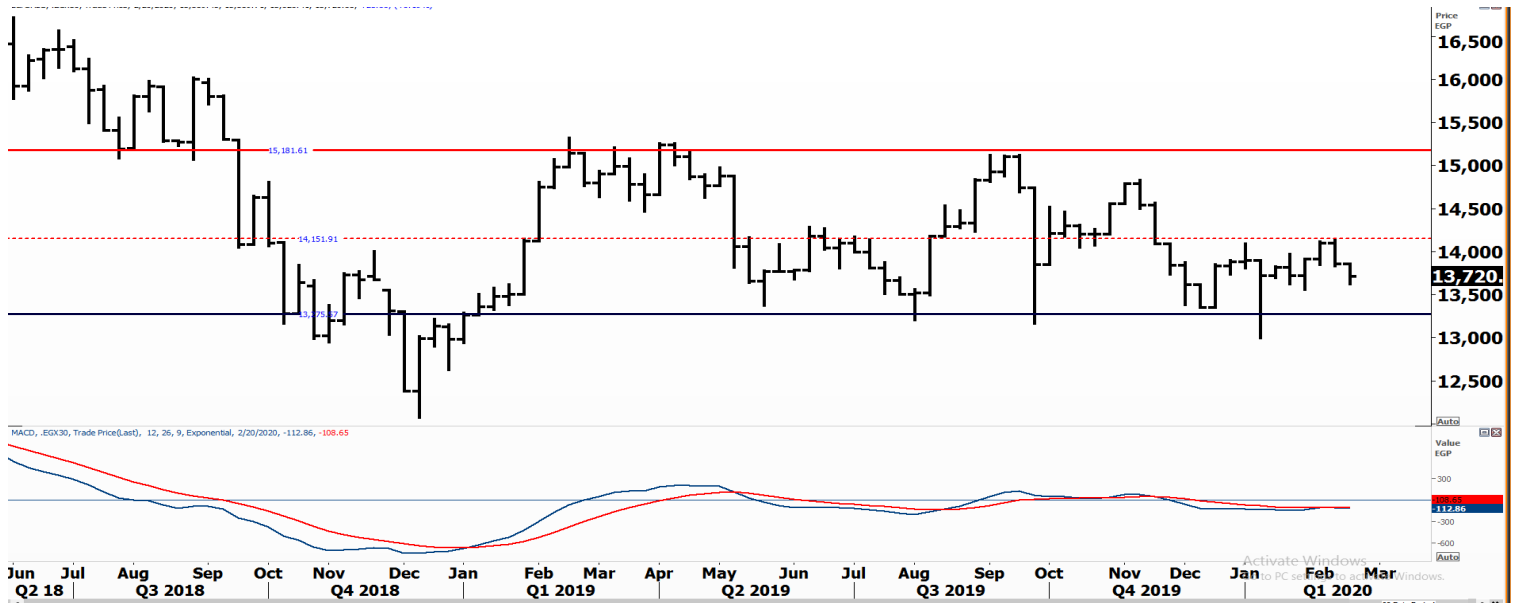


PIONEERSECURITIES

Weekly Overview

23–Feb 2020

This report must be read with the disclaimer
on last page



The EGX 30 closed at 13,720 at the end of the week and is trading below the 13,800-13,850 area. As we mentioned before, the 13,600 is our current support; a break below this level will lead the index near 13,300 which is the major support to watch.

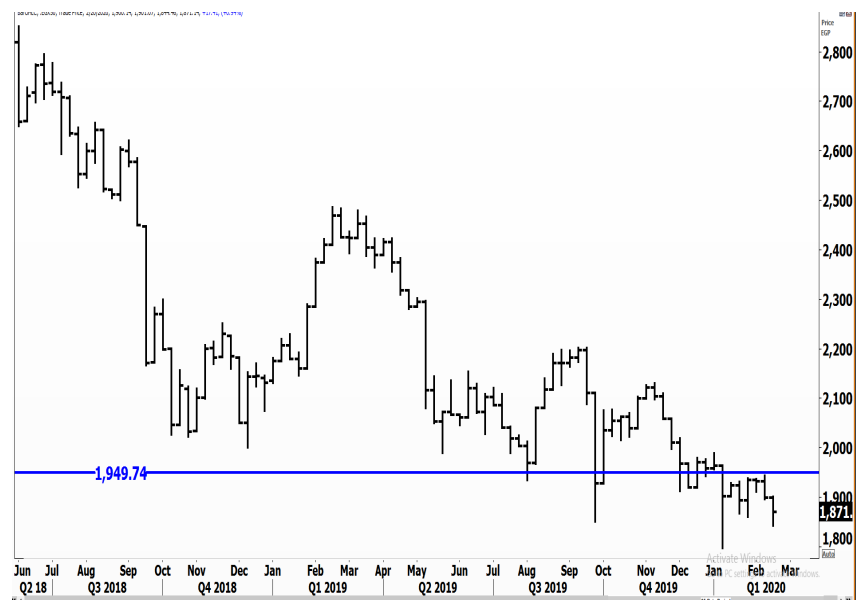
The resistance that lies at 14,100 gained more importance lately after the index tried to break it once again two weeks ago; as we know, the 14,100 is already an important resistance but its importance increased significantly recently and any confirmed break above it will be bullish for the market, not only on the short-term, but on the intermediate-term time dimension as well.

We expect the market to break 14,100 upwards by the end of the first quarter or in the beginning of the second quarter, especially that the sellers' grip is loose as the market declines near support levels. The most important factor here is that the 13,300 major support halts any potential decline.

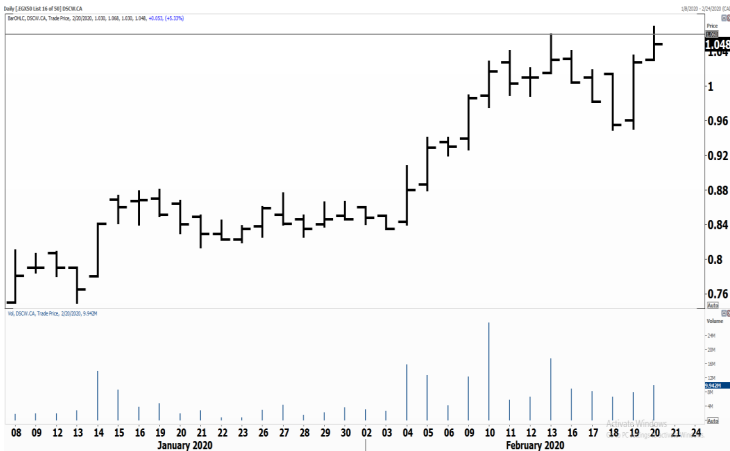
EGX 50 Index/ Weekly Chart

The EGX 50 index created a new, and important, peak on the weekly chart at 1,950. This is our buy signal; a weekly break above 1,950 will trigger a confirmed buy signal and our target will be set around 2,100.

As we mentioned in our previous analysis, the final breakout will probably be to the upside, especially that selling pressure is diminishing. We reiterate, however, our advice not to enter aggressively unless the 1,950 is broken to the upside.



DSCW



The 1.06 level is the current resistance for the stock. A confirmed break above this level will trigger a buy signal. Those who are out of the stock can buy at the breakout above 1.06 as our first target will be set around 1.25.

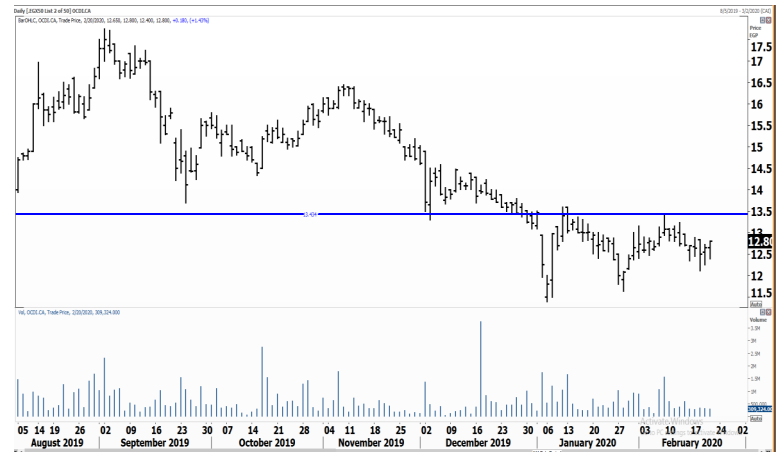
DSCW is showing strong performance since it was added to the EGX 30 index.

A break above 13.5 will trigger a significant buy signal with a target around 15.5-16. We do not recommend buying, however, until this resistance is clearly broken to the upside.

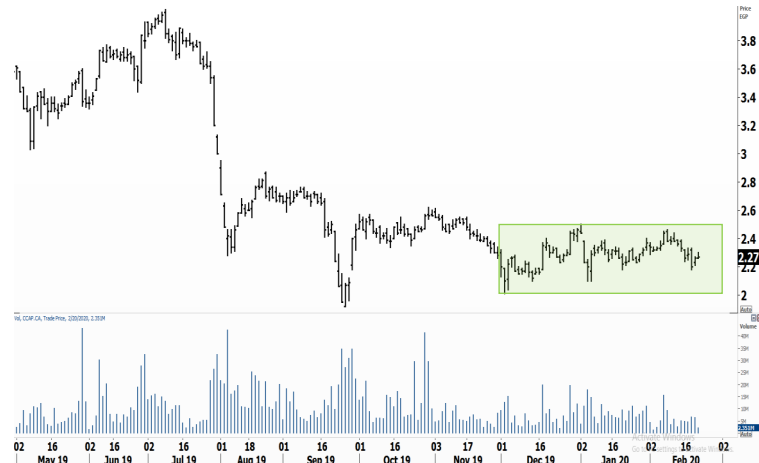
Volumes are still relatively low so we need to see significant volumes at the breakout.

OCDI is one of the stocks that are expected to rise in case the overall market rises.

OCDI



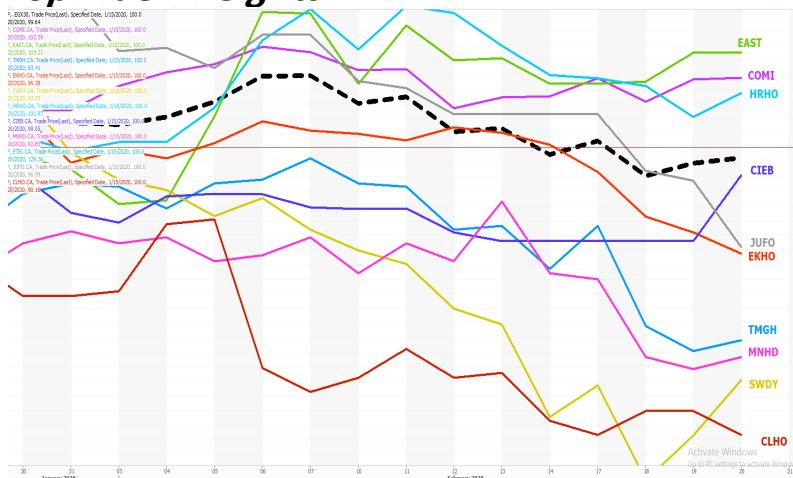
CCAP



CCAP will be bullish only if it breaks 2.45 to the upside. Until this occurs, we do not recommend stepping in. A break, however, above this level will trigger a buy signal and our target will be set around 3.

Those who are holding positions are recommended to place their stop below 2.18.

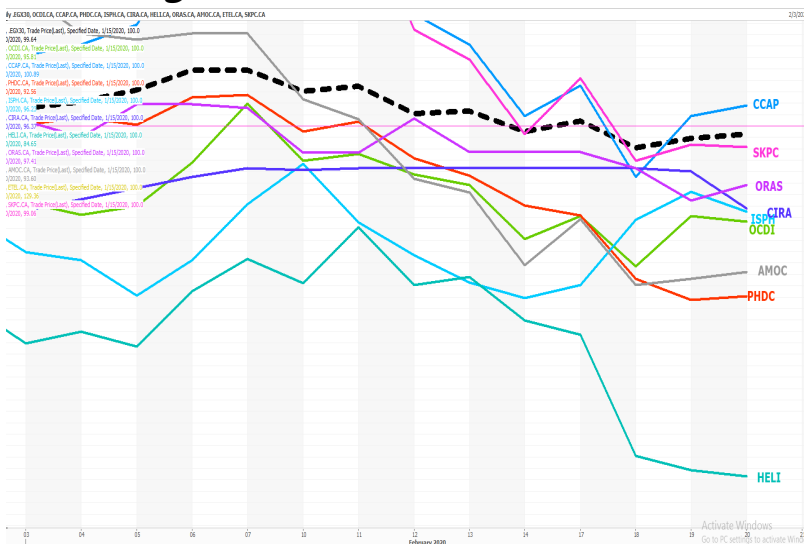
Top index weights



EAST is on top, followed by COMI and HRHO. As for the stocks that are moving below the EGX relative performance curve, CIEB is the best, followed by JUFO and EKHO.

The rest of the stocks are still underperforming and need to witness improvement in their relative performance curve.

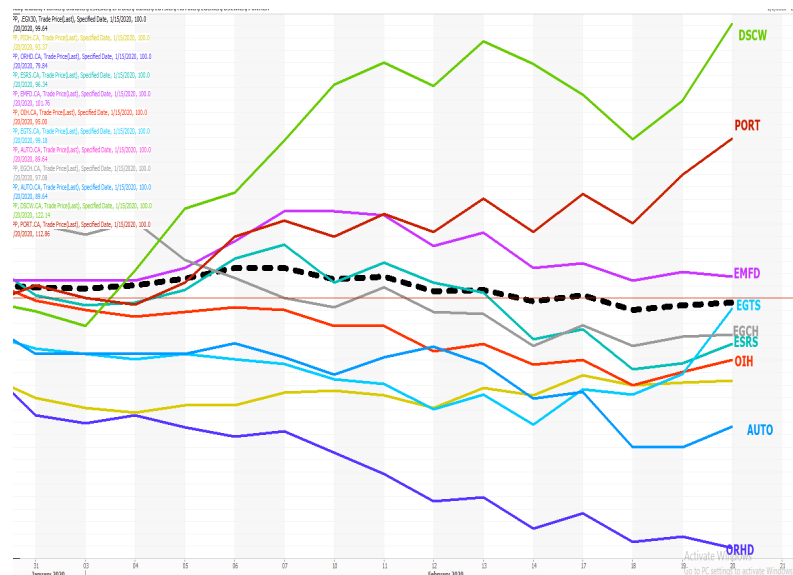
Mid Weights



CCAP is the only stock that is moving above the EGX 30 relative performance curve in this category of stocks. SKPC is a market performer, then comes ORAS, followed by CIRA, ISPH, and OCID.

We believe that SKPC can witness an improvement in its relative performance curve, especially if it begins to look to the North.

Smallest Weights



As a nice welcome for newcomers, DSCW and PORT witnessed a significant improvement in their relative performance curves. They are currently the best two performers in this category of stocks and almost the best performers in the EGX 30 as a whole.

Then comes EMFD which is now outperforming the index. As for the rest, EGTS began to show improvement in its relative performance curve.

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	Above	Buy signal was triggered in Feb 2019
EAST	Below	The 10 weeks moving average is almost breaking above the 20 weeks moving average
EKHO	Below	The 10 weeks moving average is still below its 20 weeks counterpart
TMGH	Below	The 10 weeks moving average is still below its 20 weeks counterpart
HRHO	Below	The 10 weeks moving average is still below 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 still below its 20 weeks counterpart but approaching it
CIEB	Below	The 10 weeks moving average is almost breaking above the 20 weeks moving average
JUFO	Below	The 10 weeks moving average is almost breaking above the 20 weeks moving average
MNHD	Below	The 10 weeks moving average is almost breaking above the 20 weeks moving average
ETEL	Below	The 10 weeks moving average is almost breaking above the 20 weeks moving average
ISPH	Below	The 10 weeks moving average is still below its 20 weeks counterpart
CIRA	Above	Buy signal was triggered in May 2019
ORAS	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
OCDI	Below	The 10 weeks moving average is still below its 20 weeks counterpart
CCAP	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
HELI	Below	The 10 weeks moving average is still below its 20 weeks counterpart
SKPC	Below	The 10 weeks moving average is almost breaking above the 20 weeks moving average
PHDC	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
AMOC	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
AUTO	Below	The 10 weeks moving average is still below its 20 weeks counterpart
ESRS	Below	The 10 weeks moving average is still below its 20 weeks counterpart
ORHD	Below	The 10 weeks moving average is still below its 20 weeks counterpart
EMFD	Below	The 10 weeks moving average is almost breaking above the 20 weeks moving average
OIH	Below	The 10 weeks moving average is still below its 20 weeks counterpart
EGTS	Sell	The 10 weeks moving average just broke below its 20 weeks counterpart
EGCH	Below	The 10 weeks moving average is almost breaking above the 20 weeks moving average
PORT	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
DSCW	Below	The 10 weeks moving average is almost breaking above the 20 weeks moving average

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

This report has been prepared according to the general data available for public, in accordance with the professional standards applied in that career to the best knowledge of the reporter. The recommendations mentioned are a guiding tool representing a professional opinion, and not granting any profits, consequently it is not obligatory for our valued customers and investors. Pioneers Securities©, Egypt shall not be liable for any direct, indirect, incidental, or consequential damages, including limitation losses, lost revenues, or lost profits that may result from these materials. Republishing this report or any of its contents is subject to prior approval; referring to the source is a must. Opinions expressed are subject to change without notice and may differ or be contrary to the opinions or recommendations of Pioneers Securities©, Egypt Research or the opinions expressed by other business areas or groups of Pioneers Securities©, Egypt as a result of depending solely on the historical technical behavior (price and volume).

Technical Analysis Department

Saleh Nasser

Chief Technical Strategist

Ahmed Hassan

Senior Technical Analyst

Dina Fahmy

Senior Technical Analyst