

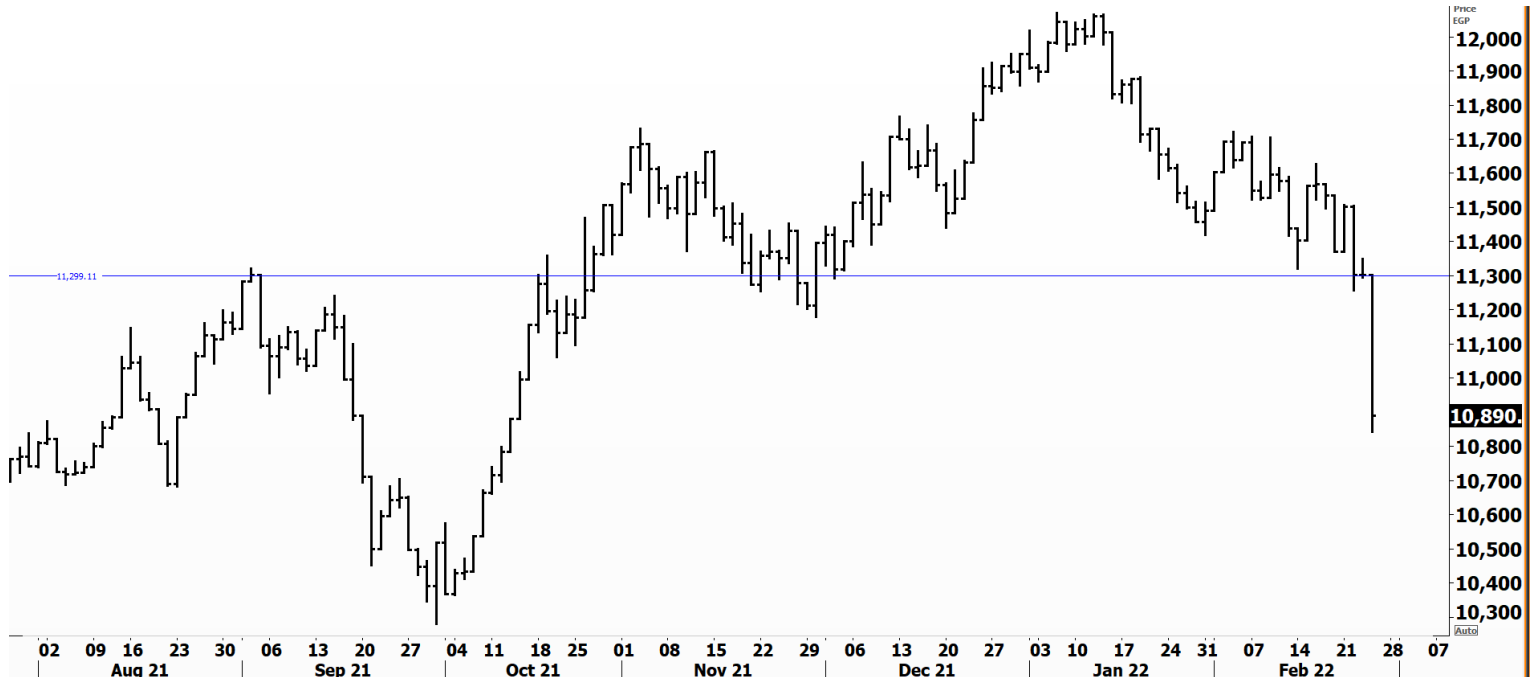


PIONEERSECURITIES

Weekly Overview

27-Feb 2022

This report must be read with the disclaimer
on last page



The Egyptian stock market hit its important support levels on a confirmation basis putting the intermediate-term picture in trouble. The break below 11,400 level was our stop, and it was confirmed when the market traded below it before even it kills the 11,200 completely.

Our first target lies at 10,200; it is not easy to search for a closer level, especially that selling pressure will intensify, regardless what global equities will do. Our market is weak and will not party with any global equity rises.

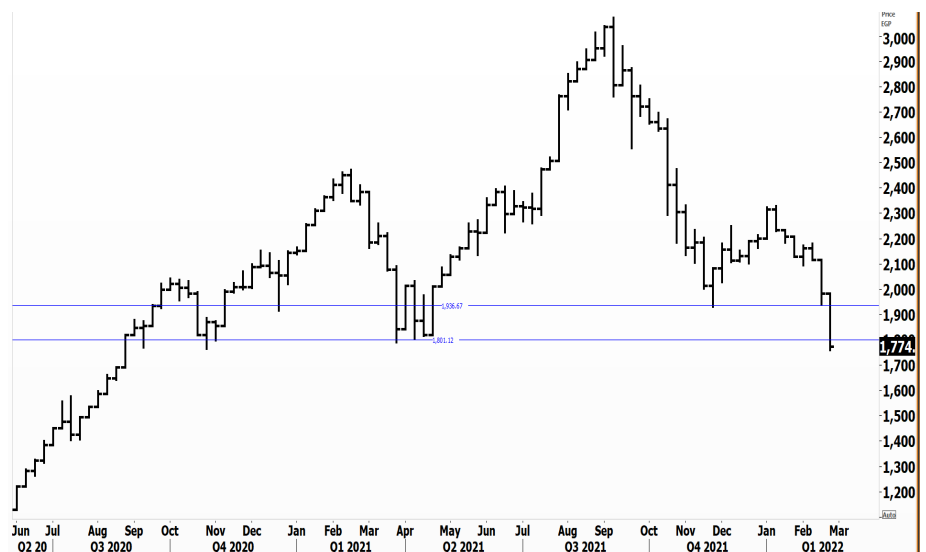
Let us look at the other scenario, if suddenly (and because of the sudden rise that took place on Thursday and Friday in USA equity), our market rebounds from here, we will not touch anything before a renewed clear and confirmed breakout above 11,300; this is Thursday's high and must be broken to the upside if we will talk about any potential trades. Any rise before this break is a clear sell.

Thus, we recommend selling the market and not enter until the 11,300 level is broken upwards, which, given the current weak market circumstances since the beginning of the year, is an unlikely scenario to take place.

EGX 70 Index, Weekly Chart

The EGX 70 index annihilated its support that lies at 1,900 and 1,800 making the whole picture bearish; We do not have targets for entry; we must see a rebound first and a breakout before even thinking of opening short-term positions. Unfortunately, things look bad and not expected to improve soon unless the market tells us we are wrong.

Any rise is a chance to sell; only a clear break above 2,000 can open the door slightly for short-term positions. Without such a breakout investors are recommended to sell.



ABUK



The ability of the stock to close at 20.8 after hitting major support is not a bad sign. We believe, however, that we should wait until a clear rebound above 22 takes place before taking actions.

The 19.5 is the current stop.

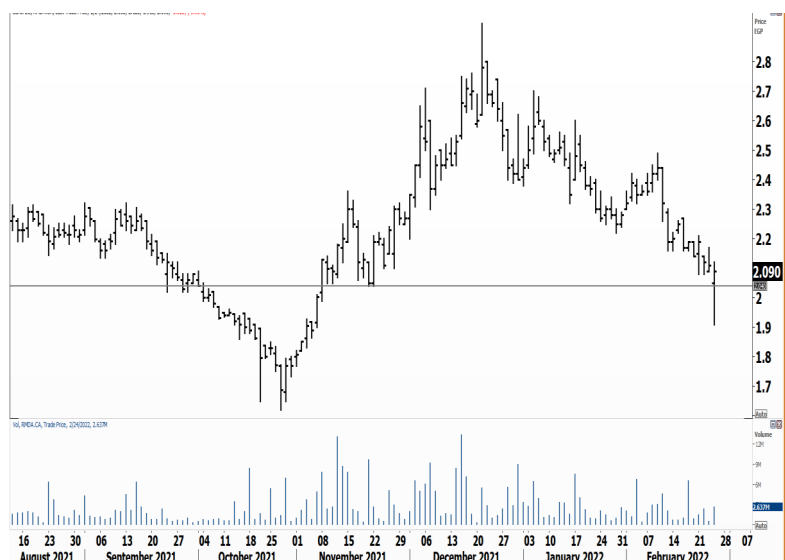
Our stop is placed below 1.3. As long as EKHO is trading above this level position holders can hold.

A breakout above 1.45 will be bullish for the stock and higher targets will probably be seen.

EKHO



RMDA



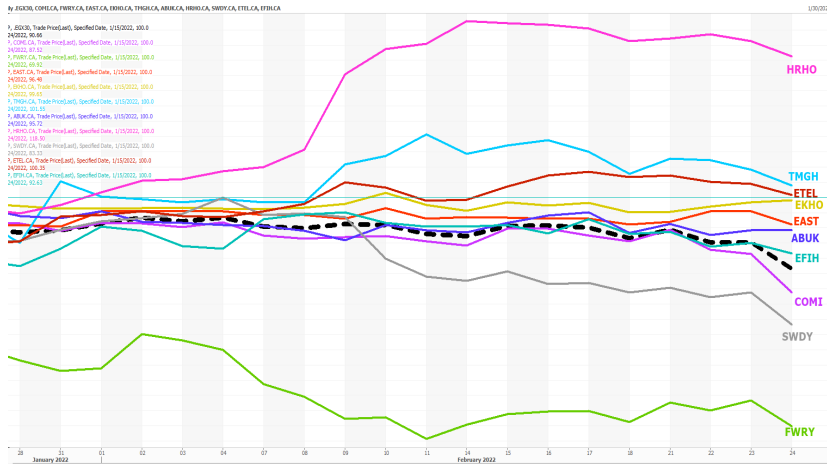
RMDA is one of the stocks that witnessed a very strong decline in 2022 unlike previous expectations.

The stock on Thursday was able to rebound at the end of the session to close above 2.05, and giving hope of a potential rebound.

Our next target lies near 2.4.

No Recommended Stocks

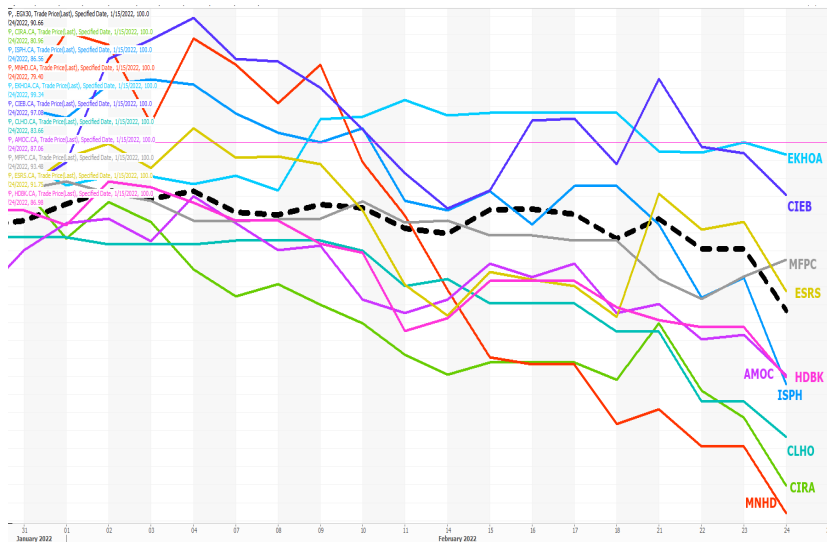
Top index weights



Same order; HRHO, TMGH, ETEL, EKHO, EAST, and EKHO. ABUK also looks ok and EFIH is near market performance.

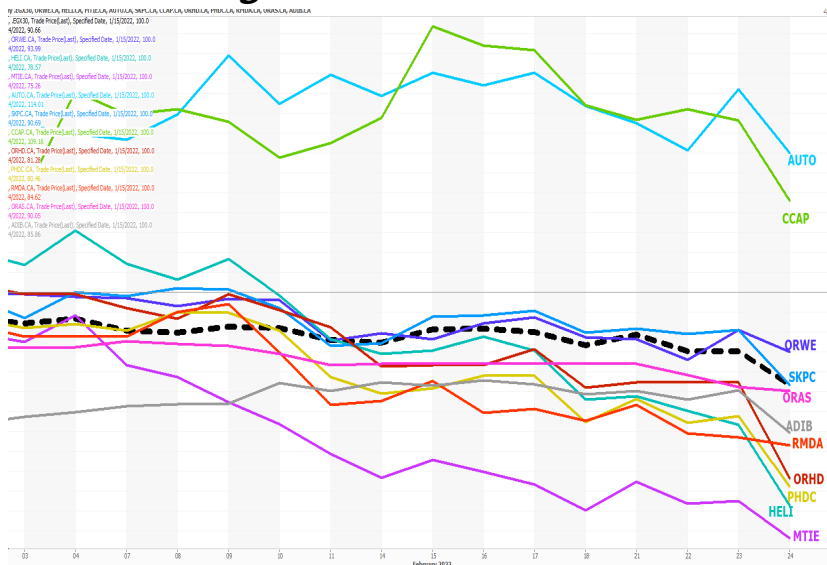
The rest are underperforming, including CIB which violated its important support.

Mid Weights



With the exception of EKHOA and MFPC all the stocks in this category are having a falling relative performance curve. We do not recommend looking at any of them until their performance improves.

Smallest Weights



AUTO and CCAP are on top, while the rest are underperforming, with the exception of ORWE which is slightly outperforming.

AUTO and CCAP are having a falling relative performance curve despite their overall outperformance, so we do not recommend them until we see a rebound once again.

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 broke below its 20 weeks counterpart
ABUK	Above	Buy signal was triggered during July 2021
EAST	Below -	The 10 weeks moving average broke below its 20 weeks counterpart
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	Below -	The 10 weeks moving average broke below its 20 weeks counterpart
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	Below -	The 10 weeks moving average broke below its 20 weeks counterpart
MNHD	Below -	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
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	Below	The 10 weeks moving average broke below its 20 weeks counterpart
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	Below -	The 10 weeks moving average broke below its 20 weeks counterpart
CCAP	Above	Buy signal was triggered during Feb 2022
ORHD	Below -	The 10 weeks moving average broke below its 20 weeks counterpart
RMDA	Above	Buy signal was triggered during November 2021
ADIB	Below -	The 10 weeks moving average broke below its 20 weeks counterpart

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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