

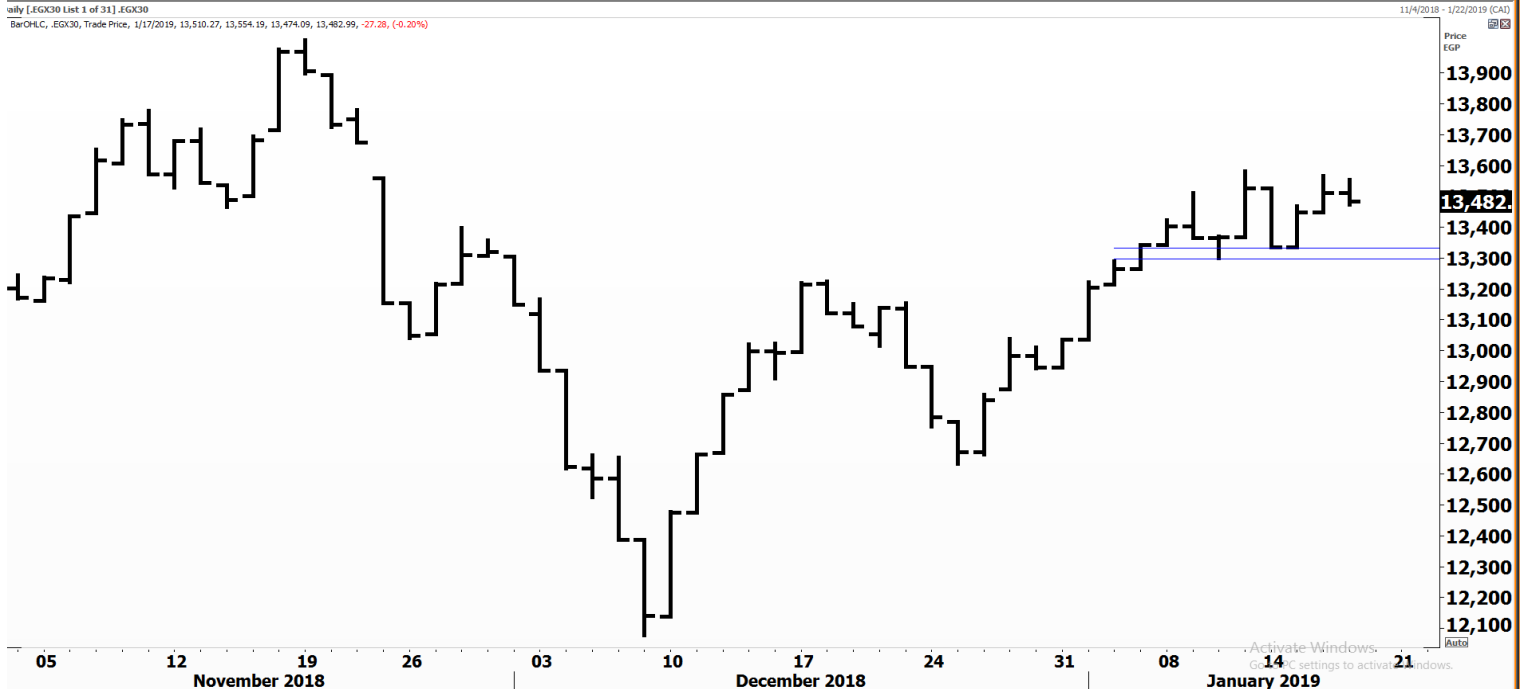


PIONEERSECURITIES

# Weekly Overview

20–Jan 19

This report must be read with the disclaimer  
on last page



It is important to note our important short-term stop that lies at the 13,300-13,335 range. If the index breaks below it, stops will be triggered and selling positions will be recommended. The market on Thursday was stable because of the COMI rise but it was not able to sustain itself and witnessed significant selling pressure that sent most stocks to much lower levels. Those who are interested to know what foreigners are doing, they are selling since the beginning of the year!

Our sell will be automatically triggered at a violation of the 13,300 level; we will then look at the 12,600 level or slightly above; we should expect a new higher low as the market is currently witnessing an uptrend after the higher lows and higher highs that were witnessed recently.

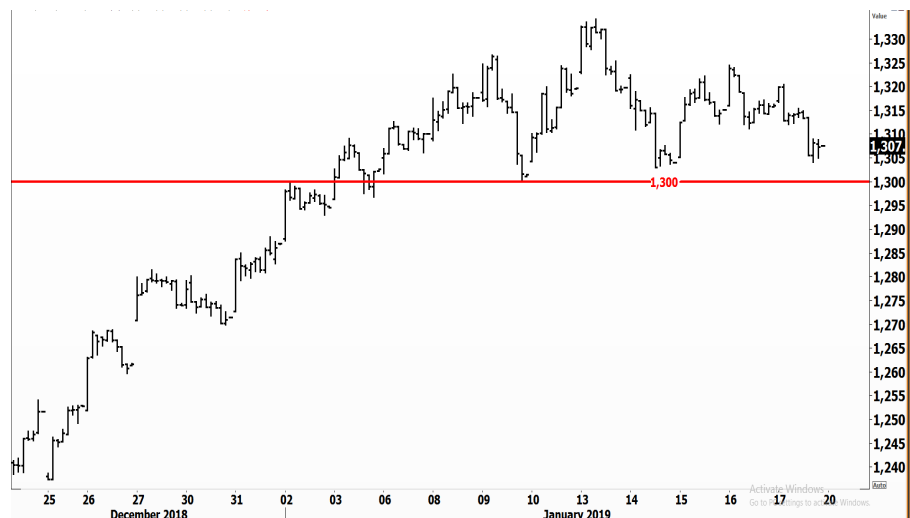
Buying action should be halted at current levels until the market witnesses a significant correction or if the 13,500 level is broken to the upside. If this level is broken upwards, this will be considered as an early sign of a potential breakout above 14,000.

The probability of a break below 13,300 has increased after Thursday's nasty day.

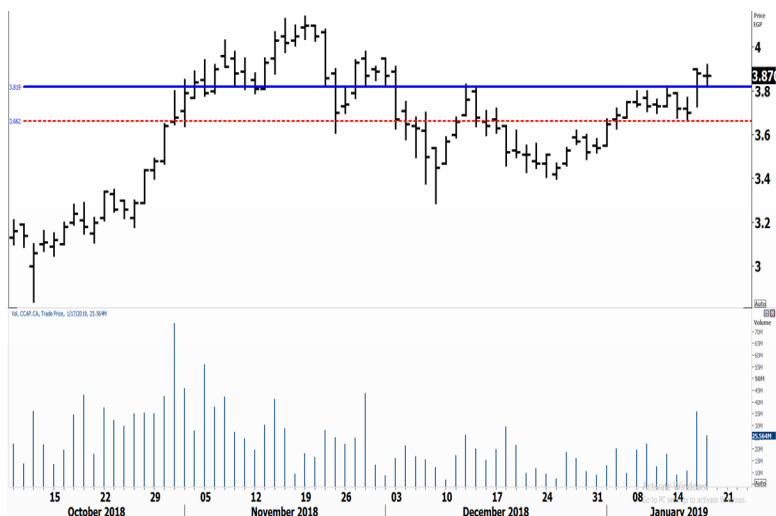
## Hermes Last Index/ 30-minutes chart

The 1,300 level on the Hermes Last Index coincides with the 13,300 on the EGX 30. If we look at the 30-minutes chart on the right we will note that the Hermes Last Index is very close to its Stop Loss. We recommend short-term investors to act on this index and sell if the 1,300 is broken downwards. Despite that this is a short-term level, its violation will lead to more significant selling pressure that will lead the market to lower levels.

Despite that our view is biased to the bullish side, as we believe that the 12,000 is probably the market bottom and are expecting the next rebound to occur from a level above 12,600, we prefer to be stopped out if the short-term level (13,300/1,300 on the EGX and Hermes Last) is broken to the downside;



## CCAP



CCAP was able to break above 3.82 and trade above it on Thursday. If we continue trading above this level, CCAP will probably witness a new high, which will lead it to much higher levels. Those who have positions and those who are buying at this breakout are recommended to place their stop below 3.66. A break below this level must trigger stops.

Based on the last few days performance, the stock is expected to witness a new higher high. But as we know, we must always be ready for any scenario to occur.

Maintaining itself well despite that recent market fall. ETEL is expected to find support at the 13-13.1 range. If a decline occurs, buyers will probably enter as the stock approaches 13.

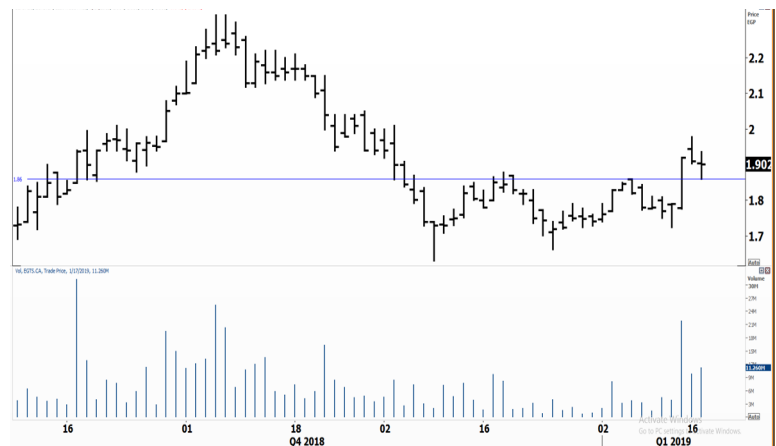
Our recommendation is to step in at minor declines as we should reach 16.

It is important to note though that the 14-14.5 range is a tough range and there will be some struggle before the stock succeeds to break it upwards.

## ETEL



## EGTS

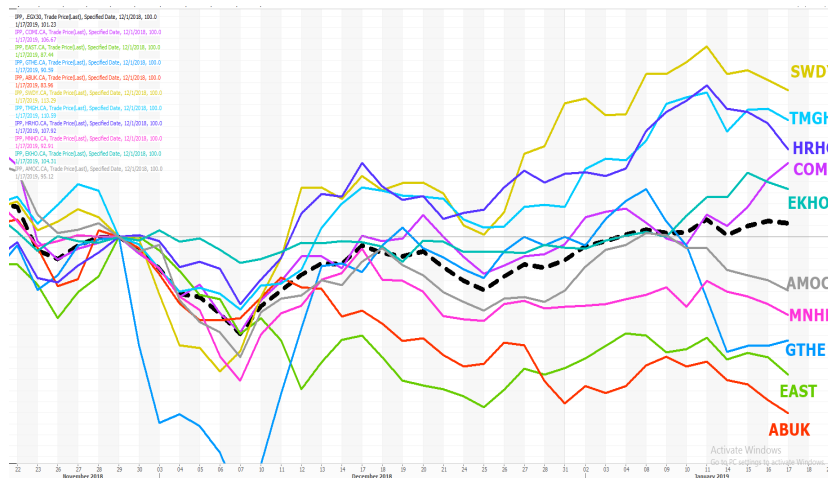


The 1.85 level is the current support of EGTS and is also the mid range of the strong breakout day (Tuesday's breakout which came on high volumes).

Thus, a test of the 1.85 is a normal scenario and a continuation of the current short-term rise is expected.

Our first target to watch lies near 2.05. Those who are buying at this breakout can use the 2.05 as their first target.

## Top index weights (3% and above)

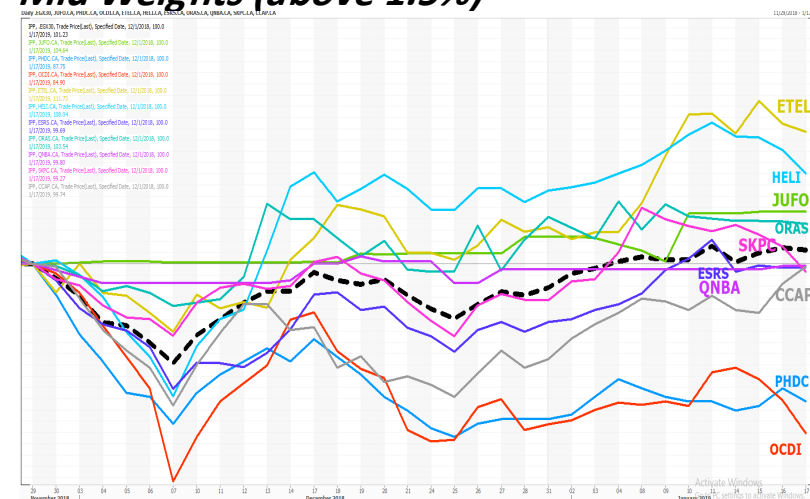


If we look at top performers we will note that their relative performance curves are looking down with the exception of COMI which has a rising relative performance curve.

SWDY, TMGH, HRHO, and COMI along with EKHO are the top 5 performers. COMI is still rising, TMGH, EKHO are moving laterally (maintaining their performance) while SWDY and HRHO are looking down (losing some of their strong performance).

Those who find an intermediate-term buy signal on SWDY in the next page should not feel confused because we are talking about a different time dimension here.

## Mid Weights (above 1.5%)

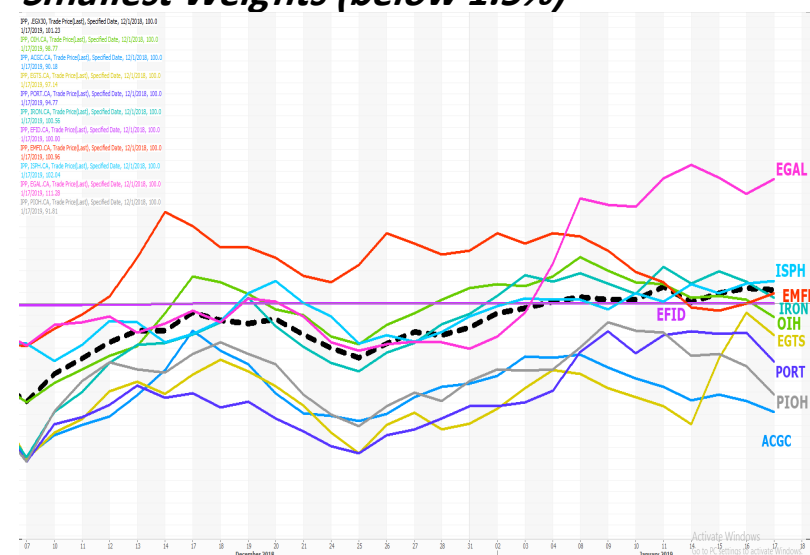


ETEL is still on top and is able to maintain its top performance. Then comes HELI, which began to look down slightly. Then JUFO and ORAS.

As for the rest, the worst performing stocks are PHDC and OCDI; especially the latter which is witnessing severe under-performance since a long time.

CCAP's relative performance curve began to look upward once again after a period of weak performance, while ESR and QNBA are having moderate and stable performance.

## Smallest Weights (below 1.5%)



EGAL is the top performer in this category of stocks. We have been talking about the stock since many weeks and it is proving its strength week after week. Then comes ISPH, which is also a good performing stock. The rest of the stocks are below the EGX 30 relative performance curve.

EMFD, IRON, and OIH are moving close to the index relative performance curve, while the rest are far away and falling with the exception of EGTS which began to show some improvement lately.

Stock	10/20 EMA signal	Comments
EGX 30	<b>Below</b>	The 10 weeks MA is below its 20 weeks counterpart but is approaching it ***
COMI	<b>Below</b>	The 10 weeks MA is below its 20 weeks counterpart but is approaching it
EAST	<b>Below</b>	The 10 weeks MA is below its 20 weeks counterpart but is approaching it
GTHE	<b>Below</b>	The 10 weeks MA is almost breaking above the 20 weeks MA/ watch closely
ABUK	<b>Below</b>	The 10 weeks moving average is still below its 20 weeks counterpart
SWDY	<b>BUY</b>	<b>The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered ***</b>
TMGH	<b>Below</b>	The 10 weeks MA is almost breaking above the 20 weeks MA/ watch closely ***
HRHO	<b>Below</b>	The 10 weeks MA is below its 20 weeks counterpart but is approaching it
MNHD	<b>Below</b>	The 10 weeks moving average is still below its 20 weeks counterpart
EKHO	<b>Below</b>	*The 10 weeks MA just broke below its 20 weeks counterpart
AMOC	<b>Below</b>	The 10 weeks moving average is still below its 20 weeks counterpart
JUFO	<b>BUY</b>	<b>The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (2nd week)</b>
PHDC	<b>Below</b>	The 10 weeks moving average is still below its 20 weeks counterpart
OCDI	<b>Below</b>	The 10 weeks moving average is still below its 20 weeks counterpart
ETEL	<b>BUY</b>	<b>The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (2nd week)</b>
HELI	<b>Below</b>	The 10 weeks moving average is still below its 20 weeks counterpart
ESRS	<b>Below</b>	The 10 weeks moving average is still below its 20 weeks counterpart
ORAS	<b>Below</b>	The 10 weeks MA is below its 20 weeks counterpart but is approaching it
SKPC	<b>Below</b>	The 10 weeks moving average is still below its 20 weeks counterpart
CCAP	<b>Above</b>	Buy signal was triggered on the 17th of August 2017
QNBA	<b>Below</b>	The 10 weeks MA is below its 20 weeks counterpart but is approaching it
OIH	<b>Below</b>	The 10 weeks MA is below its 20 weeks counterpart but is approaching it
ACGC	<b>Below</b>	The 10 weeks moving average is still below its 20 weeks counterpart
EGTS	<b>Below</b>	The 10 weeks MA is below its 20 weeks counterpart but is approaching it
PORT	<b>Below</b>	The 10 weeks moving average is still below its 20 weeks counterpart
IRON	<b>Below</b>	The 10 weeks MA is below its 20 weeks counterpart but is approaching it

Stock	10/20 EMA signal	Comments
ISPH	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (2nd week)
EFID	Below	The 10 weeks moving average is still below its 20 weeks counterpart
EMFD	Below	The 10 weeks MA is below its 20 weeks counterpart but is approaching it
PIOH	Below	The 10 weeks MA is below its 20 weeks counterpart but is approaching it
EGAL	Below	The 10 weeks MA is below its 20 weeks counterpart but is approaching it ***

*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 which are stocks that possess moving averages that are approaching from each other, then the red ones which are not recommended for intermediate-term investors.*

\*\*\* EGX 30 index and EGAL improved from red to brown; as we know, EGAL is one of the stocks that are witnessing a significant improvement in their performance

SWDY improved from blue to a “Buy”.

TMGH improved from brown to blue.

*Please note that JUFO, ETEL and ISPH are giving their buy for the second week. They are still recommended from an intermediate-term time perspective*

There is an important notice here; there is a difference between “Above” and “Buy”. The Above stock (like CCAP) is not a buy signal today. It already witnessed its buy sometime ago. For example, CCAP triggered its buy signal during August of 2017, and it is still intact until now. On the other hand, SWDY just witnessed a buy signal, so it is recommended this week. This means that if it continues its rise, we will put it as “above” in the future.

Let us reiterate the fact that stocks that are Below (i.e. written in blue) are the closest stocks to witness a “Buy”. So investors should pay special attention to them as well as paying attention to stocks that just witnessed their buy signals.

## Disclaimer

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