



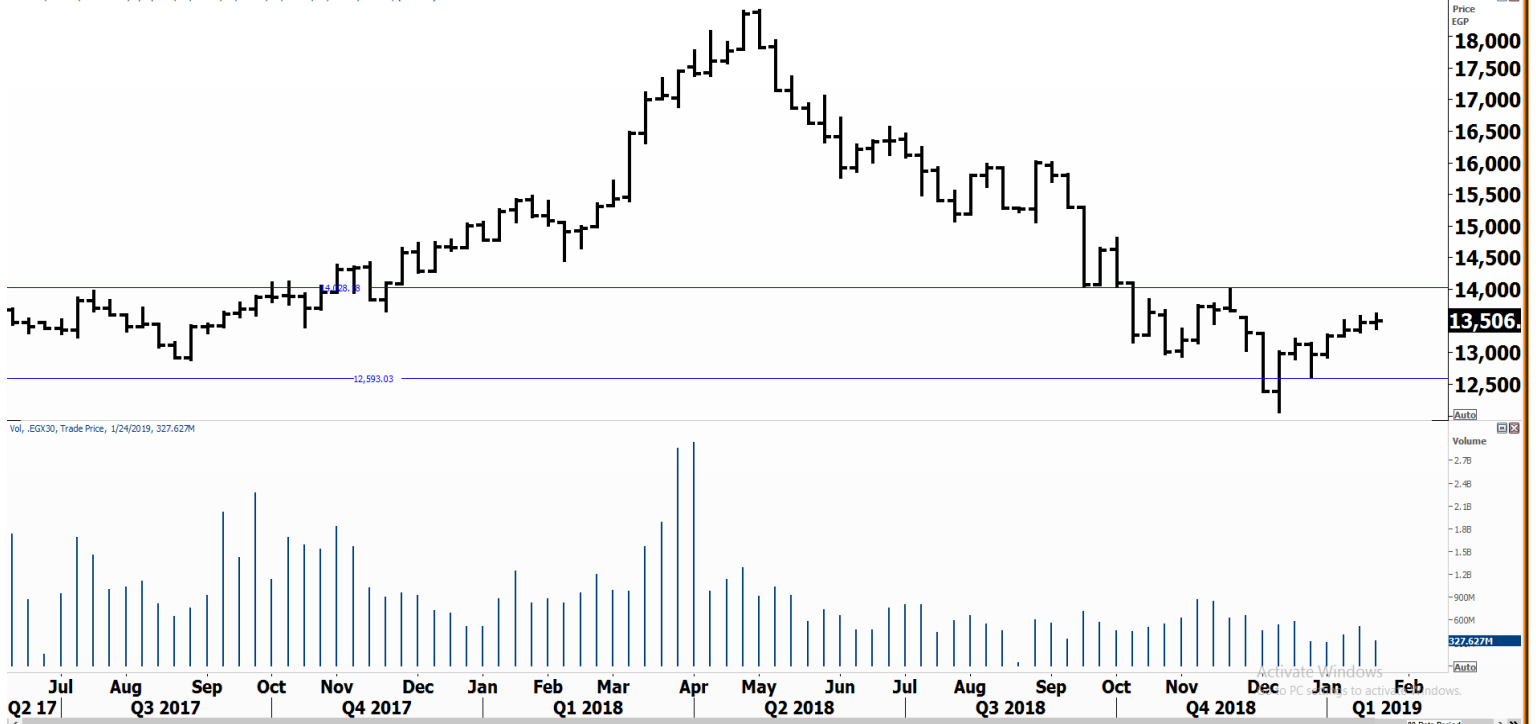
PIONEERSECURITIES

Weekly Overview

27– Jan 19

This report must be read with the disclaimer
on last page

BarOHL, EGX30, Trade Price, 1/24/2019, 13,482.99, 13,622.31, 13,385.39, 13,506.65, +32.10, (+0.23%)



Our important levels to watch on the intermediate-term are 12,600 and 14,000; if the market breaks below 12,600, this will be considered as a bearish signal for our market as the probability of new lows once again will be very high. On the other hand, a confirmed breakout above 14,000 will probably confirm the end of the major correction that began in April 2018, which will lead the market near its highs once again.

The two minor levels are 13,200-13,300 and 13,600; a clear break beyond one of these two boundaries will be considered as a sign to sell/buy and an early signal of a potential break beyond the more important aforementioned boundary.

Thus, we are looking mainly at the two major levels (12,600 and 14,000), while we are using the two minor levels tactically to exit or to enter earlier.

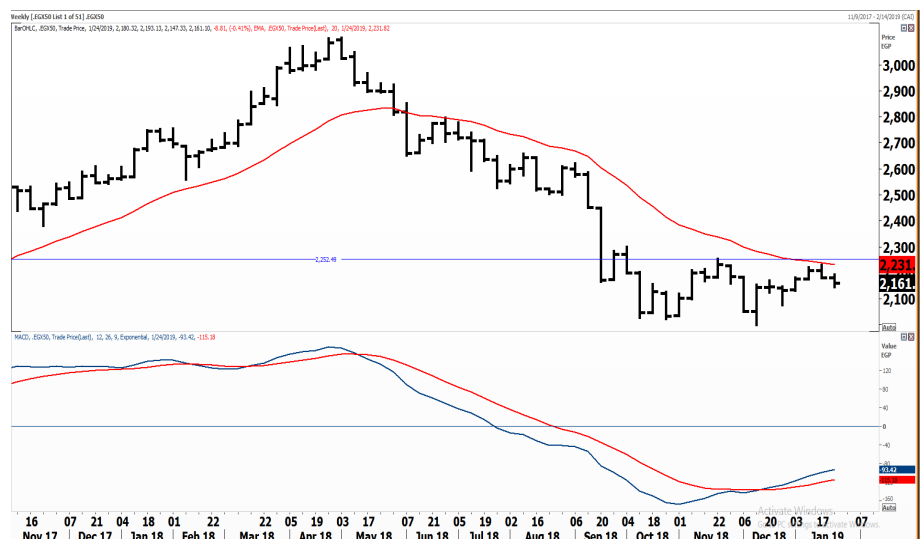
We are expecting the positive scenario (a break above 14,000), which will be bullish for the market, but we are also ready in case the other bad scenario occurs. As we mentioned before, the big decline that took place from 18,000 to 12,000 can be considered as the major market correction of the long-term uptrend. It is important though, not to break below 12,600.

EGX 50 Weekly Chart

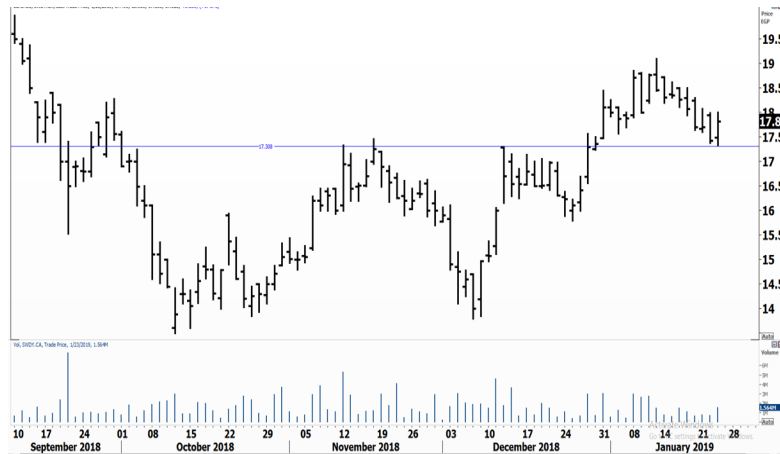
We have mentioned the importance of the 2,250 on the EGX 50 index many times before as a break above it will also coincide with a breakout above the 20-weeks moving average, which will be considered as a bullish signal for the market.

It is important to note too that our bearish signal will be triggered if the 2,100 is violated to the downside.

Our MACD indicator witnessed a bullish crossover on the weekly chart which can be considered as a preliminary sign of a potential breakout above resistance. Our confirmed sign, however, will only be triggered at the breakout.



SWDY



SWDY witnessed a correction lately to test its support that lies at 17.3, and began to rebound again last Wednesday. If the stock does not break the low that was witnessed on Wednesday, it will probably retest its high that lies at 19.

It is worth mentioning that SWDY is one of the outperformers and is expected to continue its major uptrend, especially if the overall market succeeds to break 14,000 upwards.

EKHO



EKHO began to correct after its incredible rise that was witnessed last week. The current decline should be used as a chance to step in, for those who are out of the stock. If EKHO continues its correction and approaches 1.18, a buy signal will be triggered and our target will be set near the recently formed peak.

Those who are already invested in the stock can also step in at the current decline, using the 1.25-1.26 as their target.

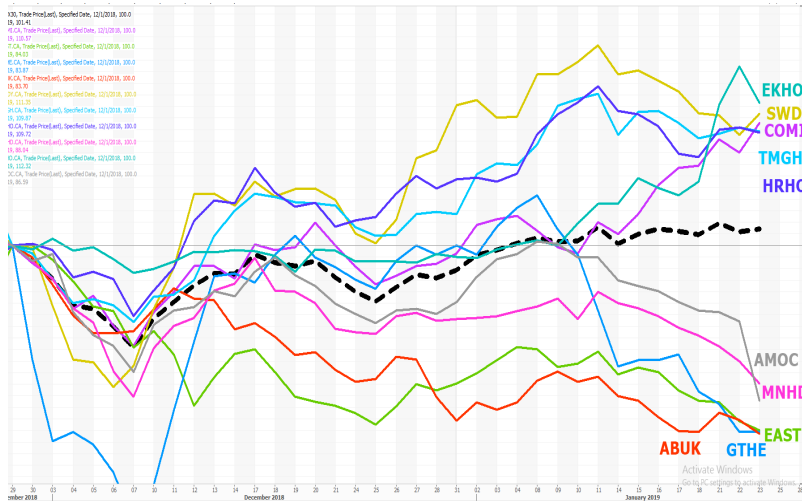
OIH



Despite that OIH is not one of the stocks that many investors are currently following, it is probably preparing itself for a significant rise. There is not confirmation yet, but the stock looks like it is bottoming. Our confirmation is a clear break above 0.6. This level is not far away from current levels, thus a break above this peak will trigger a buy signal with a target near 0.69-0.7.

On the other hand, position holders can place their initial stop below 0.54. Or view, however, is more biased to the bullish side.

Top index weights (3% and above)

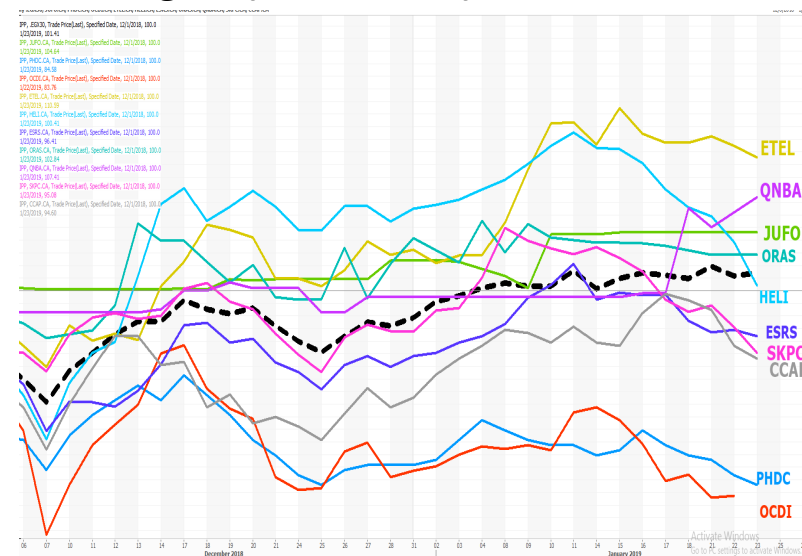


If we look at the top weights we will note clearly that 5 of them are fighting together at the top and the other 5 are struggling at the bottom. Thus, any investor who has been concentrating on outperformers would have clearly outperformed the index. EKHO, SWDY, COMI, TMGH, and HRHO.

The 5 underperformers who are struggling at the bottom are AMOC, MNHD, EAST, GTHE and ABUK.

It is interesting to find that the top 5 stock are getting closer to each other, which means that their relative performance is being close to each other. The same applies to the 5 bottom stocks.

Mid Weights (above 1.5%)

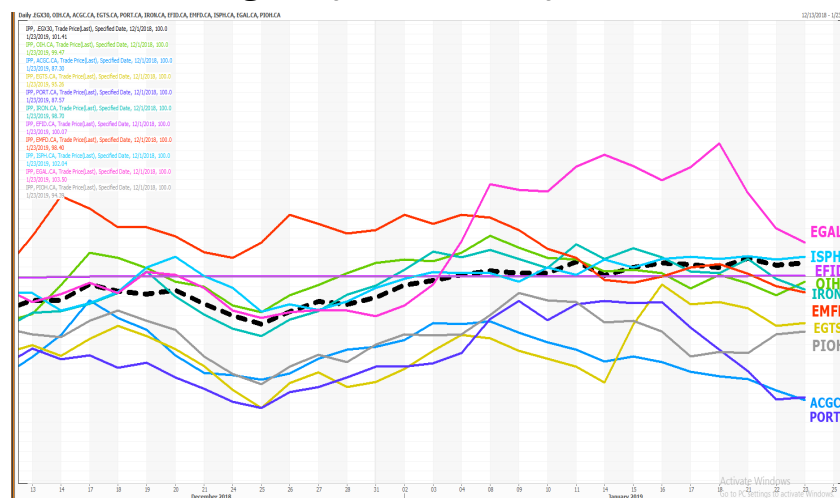


ETEL, QNBA, JUFO, and ORAS are the outperformers. HELI witnessed a deterioration in its performance after it began to improve, while PHDC and OCIDI are always the two worst performing stocks.

Unfortunately, HELI was viewed as potentially strong, especially after its relative performance improvement during the past few weeks. The stock was not able to sustain its performance and witnessed a severe deterioration. By the same token, SKPC was not able to maintain its improvement that began to appear lately.

Thus, we are still sticking on the top performers and will put both HELI and SKPC on our radar.

Smallest Weights (below 1.5%)



Only EGAL and ISPH are above the EGX 30 relative performance curve, while the rest of the small weights stocks are underperforming. EGAL also witnessed some deterioration in its performance this week and is approaching the EGX 30 curve.

ISPH is maintaining itself. EFID is also maintaining itself slightly below the index' curve, while OIH is trying to improve.

Stock	10/20 EMA signal	Comments
EGX 30	Below	The 10 weeks MA is below its 20 weeks counterpart but is approaching it
COMI	Below	The 10 weeks MA is below its 20 weeks counterpart but is approaching it
EAST	Below	The 10 weeks MA is below its 20 weeks counterpart but is approaching it
GTHE	Below	The 10 weeks MA is almost breaking above the 20 weeks MA/ watch closely
ABUK	Below	The 10 weeks moving average is still below its 20 weeks counterpart
SWDY	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (2nd week)
TMGH	Below	The 10 weeks MA is almost breaking above the 20 weeks MA/ watch closely
HRHO	Below	The 10 weeks MA is below its 20 weeks counterpart but is approaching it
MNHD	Below	The 10 weeks moving average is still below its 20 weeks counterpart
EKHO	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered
AMOC	Below	The 10 weeks moving average is still below its 20 weeks counterpart
JUFO	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (3rd week)
PHDC	Below	The 10 weeks moving average is still below its 20 weeks counterpart
OCDI	Below	The 10 weeks moving average is still below its 20 weeks counterpart
ETEL	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (3rd week)
HELI	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
ORAS	Below	The 10 weeks MA is below its 20 weeks counterpart but is approaching it
SKPC	Below	The 10 weeks moving average is still below its 20 weeks counterpart
CCAP	Above	Buy signal was triggered on the 17th of August 2017
QNBA	Below	The 10 weeks MA is below its 20 weeks counterpart but is approaching it
OIH	Below	The 10 weeks MA is below its 20 weeks counterpart but is approaching it
ACGC	Below	The 10 weeks moving average is still below its 20 weeks counterpart
EGTS	Below	The 10 weeks MA is below its 20 weeks counterpart but is approaching it
PORT	Below	The 10 weeks moving average is still below its 20 weeks counterpart
IRON	Below	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 (3rd week)
EFID	Below	The 10 weeks moving average is still below its 20 weeks counterpart
EMFD	Below	The 10 weeks moving average is still below its 20 weeks counterpart***
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.

*** EMFD deteriorated from brown to red

Please note that JUFO, ETEL and ISPH are giving their buy for the third week, while SWDY is giving its 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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