

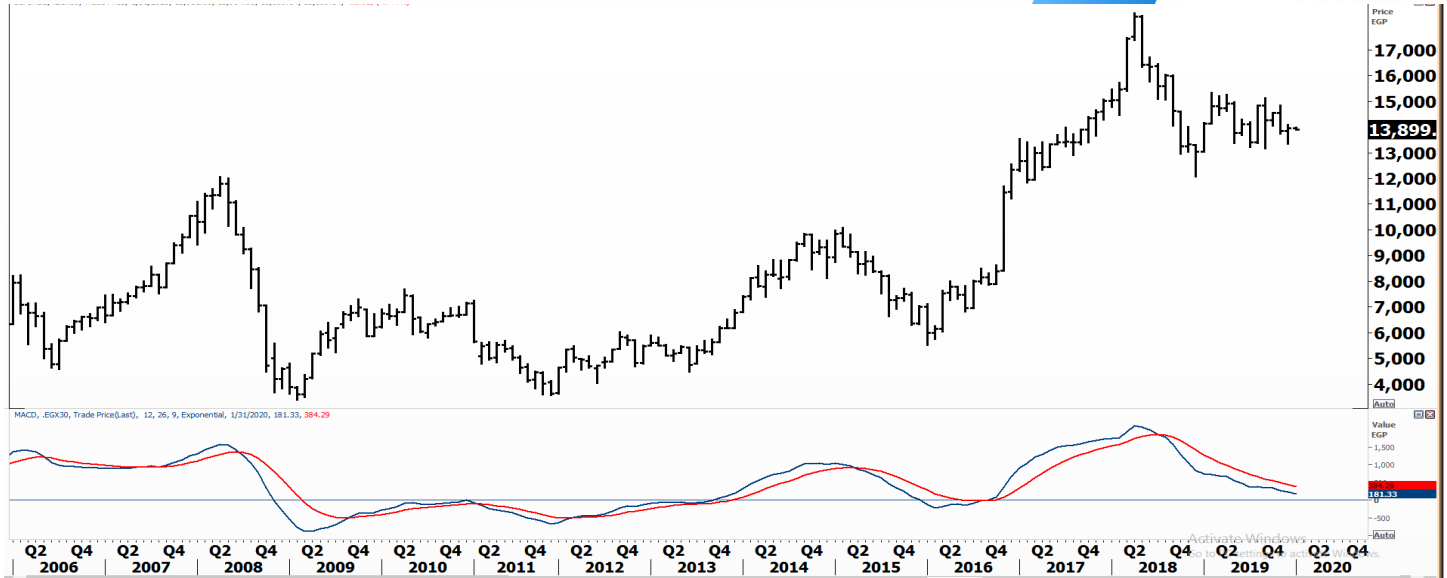


PIONEERSECURITIES

Weekly Overview

5–Jan 2020

This report must be read with the disclaimer
on last page



The EGX 30 index witnessed a trading range during 2019 between 13,000 and 15,000; obviously, the real market declined significantly as the EGX 70 for example fell during 2019 by 40%, while the EGX 50 fell by 8-10%. The EGX 30 index is the only index that closed slightly positive and this is due to its extreme bias to CIB.

Going back to our analysis, the index needs to break clearly above 15,200 before we talk about any potential intermediate-term rise. On the other hand, a break below 13,000 will be considered bearish for the market.

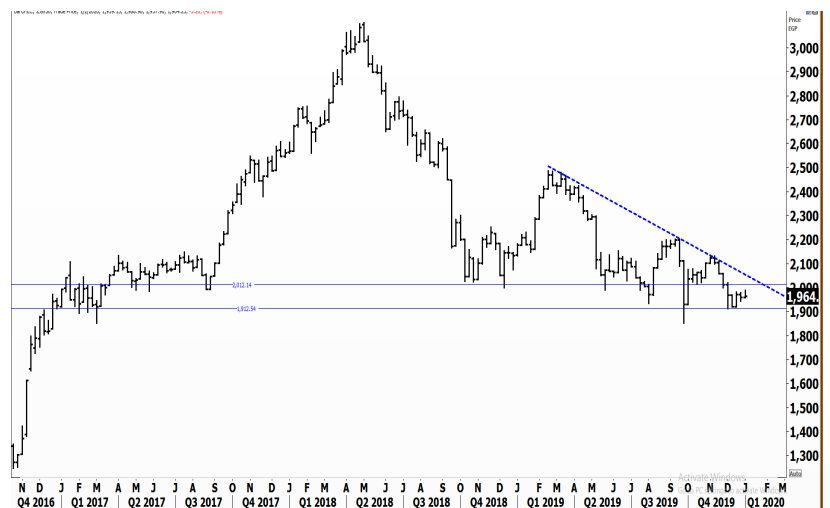
Whether the market will break to the upside or the downside is not an easy job to expect especially with the current market situation. However, it is important to note that the overall situation still looks bad and the probability of a break below 13,000 is high.

Having said that, we recommend investors to stay outside of the market until a clear buy signal appears.

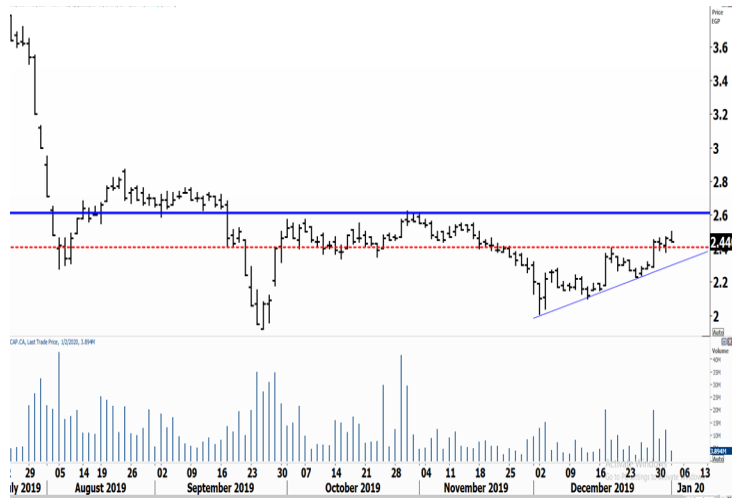
EGX 50 Index/ Weekly Chart

The failure of the EGX 50 index to witness a breakout above its peak during 2019 hints of more decline to come. The 1,900-2,000 is the current support of the index. If this area is broken downwards on a confirmed basis, a big decline will probably follow.

For now, we should wait for a clear breakout above resistance before stepping in. First resistance to watch is the declining trendline that is expected to stop any potential rise.



CCAP



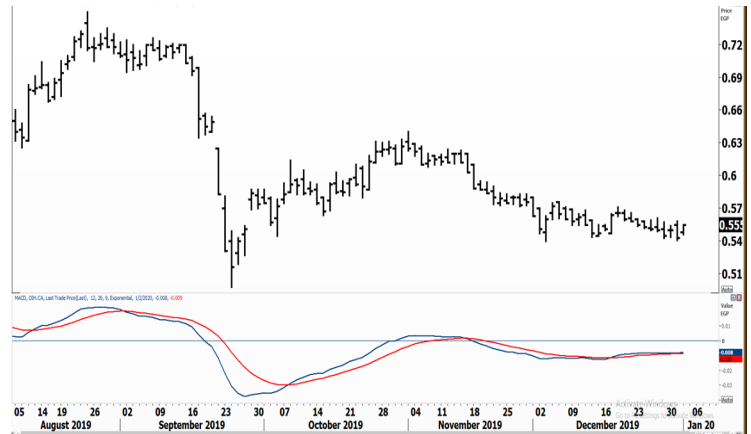
CCAP was able to break 2.4 to the upside but did not witness a significant rise after the breakout. This puts the stock's performance a little bit in jeopardy, as it might witness another decline. It is important to note though that if a dip occurs, it will probably create another higher low, which will trigger a short-term buy signal.

As for investors who want to buy after confirmation, the 2.6 level is the important resistance to watch.

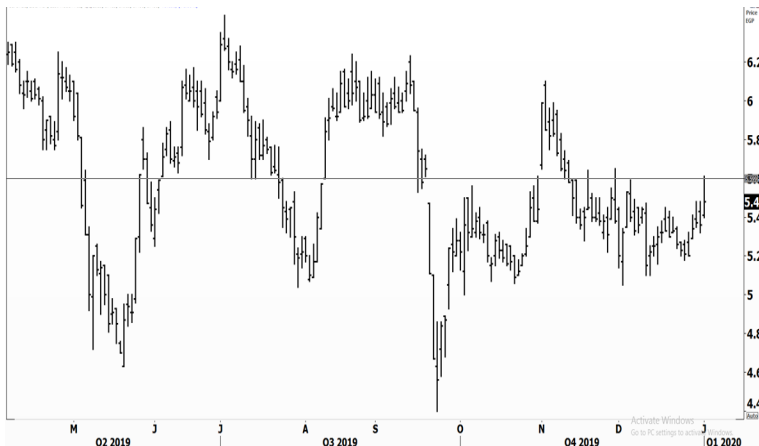
OIH is witnessing a clear trading range between 0.54 and 0.57. Thus, any buyers here should place their stops clearly below 0.54. On the other hand, a break above 0.57 will trigger a new buy signal.

As for our advise, we recommend investors to wait for the 0.57 breakout before stepping in.

OIH



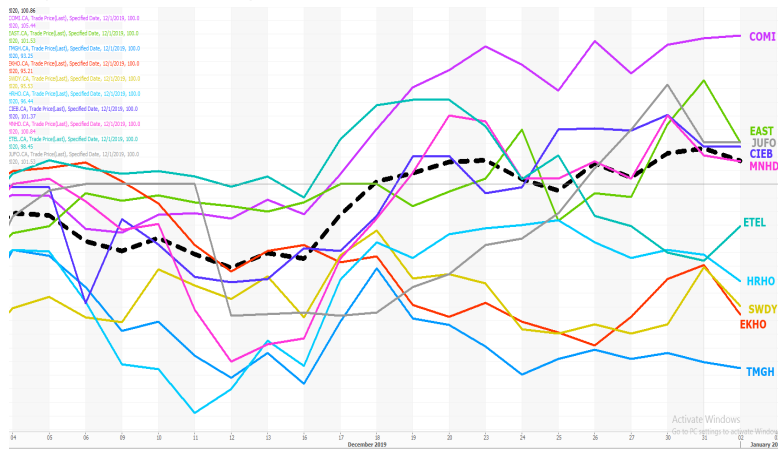
EGCH



The stock is performing well, especially with the current market weakness. The stock's relative performance curve is doing ok, this is why we are analyzing EGCH in this report.

The 5.6 is the current resistance for the stock; those who want to step in are recommended to buy at the breakout. Such a break will probably lead the stock near 6.

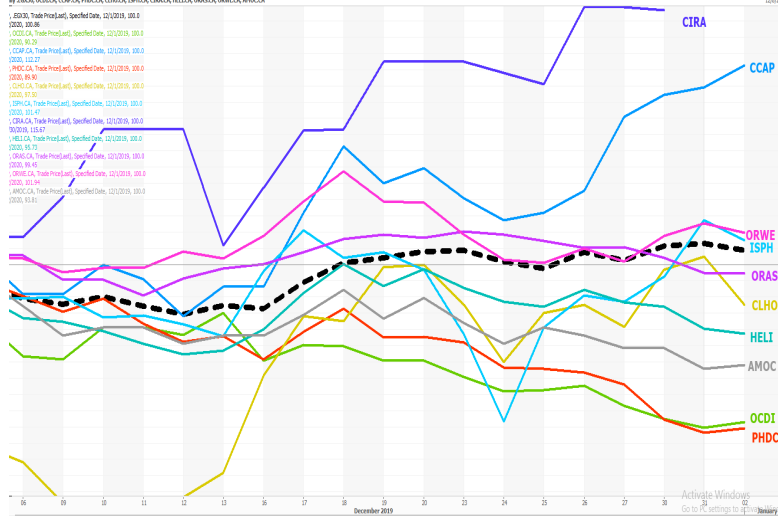
Top index weights



COMI is still on top, followed by EAST, JUFO, CIEB, and MNHD.

As for the rest, only ETEL is trying to maintain itself but nothing significant yet. TMGH is still at the bottom of the scale and is considered as one of the worst performers in the EGX 30 index.

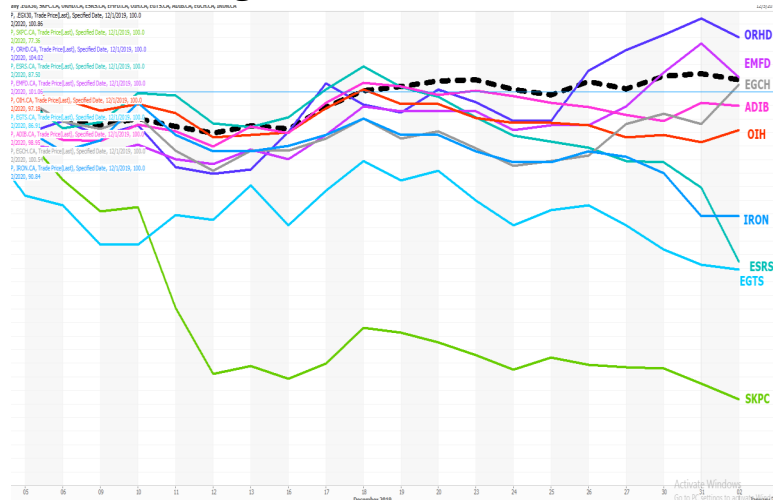
Mid Weights



Same alignment of stocks as last week; CIRA followed by CCAP. As for the rest, ORWE, ISPH, and ORAS are hovering around the EGX 30 relative performance curve, followed by CLHO.

As for the rest, we recommend to avoid them until they show significant improvement.

Smallest Weights



ORHD is currently on top of this category of stocks, followed by EMFD; then comes EGCH, ADIB, and OIH.

The rest are still significantly underperforming, so we recommend only looking at the aforementioned stocks for now.

Stock	10/20 EMA signal	Comments
EGX 30	Sell	The 10 weeks moving average just broke below its 20 weeks counterpart
COMI	Above	Buy signal was triggered in Feb 2019
EAST	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
TMGH	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
HRHO	Below	The 10 weeks moving average is still below its 20 weeks counterpart
CIEB	Below	The 10 weeks moving average is almost breaking above the 20 weeks moving average
MNHD	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
ETEL	Below	The 10 weeks moving average is still below its 20 weeks counterpart
JUFO	Below	The 10 weeks moving average is still below its 20 weeks counterpart
OCDI	Sell	The 10 weeks moving average just broke below its 20 weeks counterpart
CCAP	Below	The 10 weeks moving average is still below its 20 weeks counterpart
PHDC	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
ISPH	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
CIRA	Above	Buy signal was triggered in May 2019
HELI	Sell	The 10 weeks moving average just broke below its 20 weeks counterpart
ORAS	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered
ORWE	Below	The 10 weeks moving average is almost breaking above the 20 weeks moving average
AMOC	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
SKPC	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
ORHD	Sell	The 10 weeks moving average just broke below its 20 weeks counterpart
ESRS	Below	The 10 weeks moving average is almost breaking above the 20 weeks moving average
EMFD	Below	The 10 weeks moving average is still below its 20 weeks counterpart
OIH	Below	The 10 weeks moving average is still below its 20 weeks counterpart
EGTS	Above	Buy signal was triggered in June 2019
ADIB	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered
EGCH	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
IRON	Below	The 10 weeks moving average is still below its 20 weeks counterpart but 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, 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.

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Technical Analysis Department

Saleh Nasser

Chief Technical Strategist

Ahmed Hassan

Senior Technical Analyst

Dina Fahmy

Senior Technical Analyst