

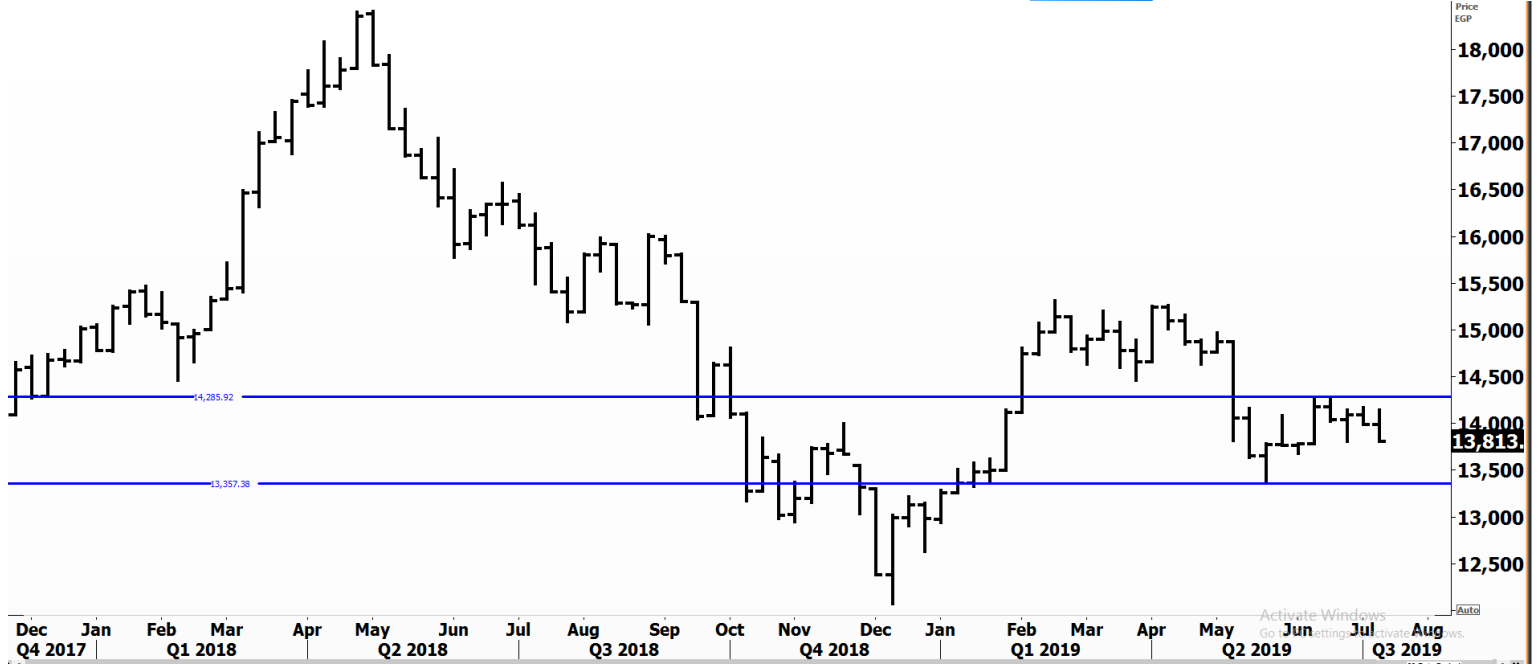


PIONEERSECURITIES

Weekly Overview

14-Jul 19

This report must be read with the disclaimer
on last page



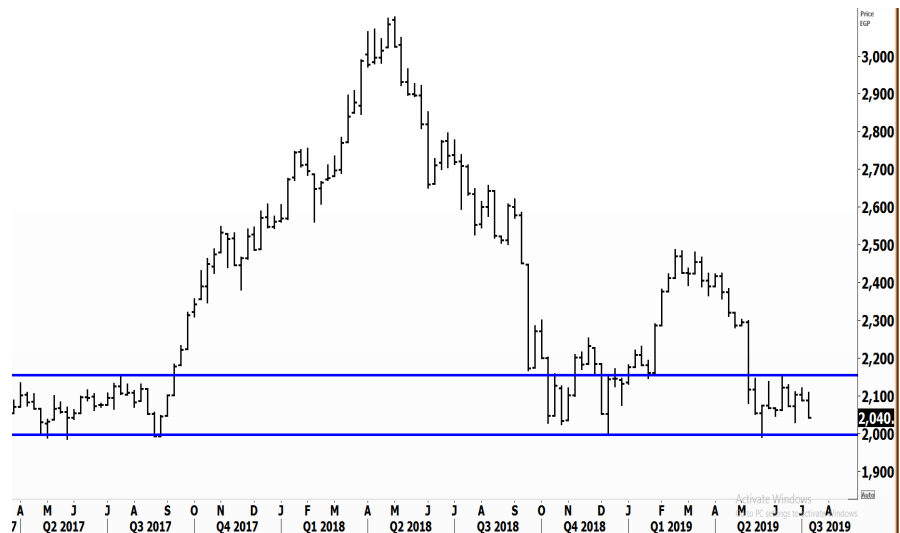
Last week was not a positive week for the stock market as the EGX 30 index closed at 13,813 and is challenging the 13,800 level to break it downwards. Sentiment, as we have all seen, deteriorated sharply as investors began to be very pessimistic as they were few weeks ago. As we have mentioned before, this is an important period that we call “unbelief”; investors are very wary about market direction and any strong decline brings them to the pessimistic state of mind, which is one of the important bottoming signs.

The 13,800 will probably be broken, especially with the current bearish sentiment. Such a violation, however, will not bring the market to new lows; in other words, the 13,800 breakdown might be a bear trap, after which the market will resume its rise.

EGX 50 Index/ Weekly Chart

The most recent market decline brought the EGX 50 near 2,000 (closing at 2,040 on Thursday). As we mentioned before, the 2,000 level is the current support for the index. We might see an intra-week violation of this support, but if we close at the end of the week above it, this will be positive for the market.

As we just mentioned, sentiment is very bearish and investors have a feeling that nothing will improve anytime soon. The current market performance is weak, as it is unable to witness any sustainable rise. It is important to note, however, that during such times rises come surprisingly when they are least expected to occur



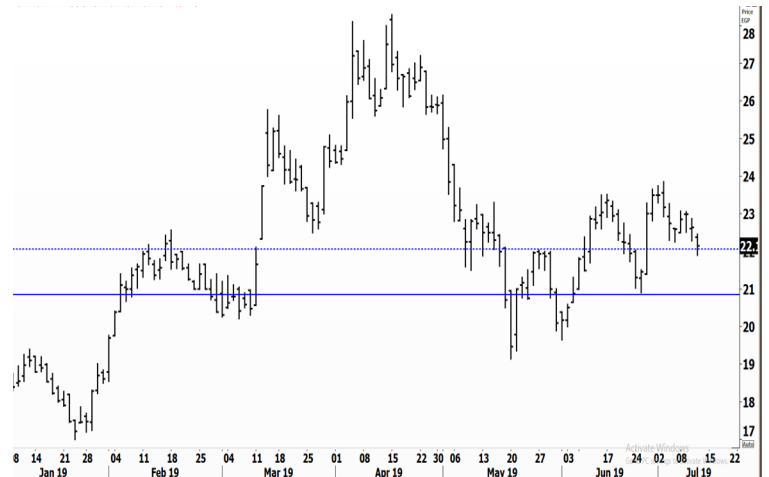
SWDY



SWDY is witnessing a sideways range between 13 and 15. The stock usually rises when it approaches the lower boundary of this trading range and declines as it approaches 14.5-15. Lately, SWDY tested the 13-13.25 area once again and rebounded slightly on Thursday.

Investors are now bearish on the stock, which is a normal scenario, but given the fact that we are near 13, which is an important support, a rebound should occur.

HELI

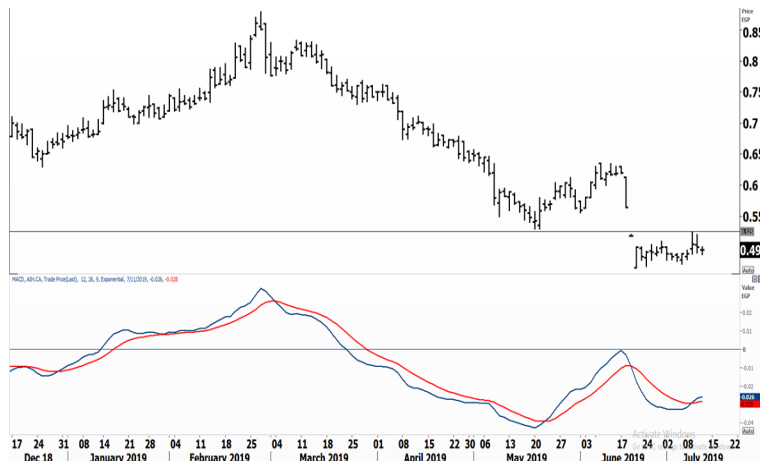


Despite the recent market weakness, HELI is still able to maintain itself. We have two levels to watch; first level is 22, while the second and more important level lies at 20.8.

Those who want to place their stop loss are recommended to use 20.8 as the 22 level can be violated temporarily.

On the other hand, any rise from these levels will be considered as an early signal of a potential breakout above 23.5-24

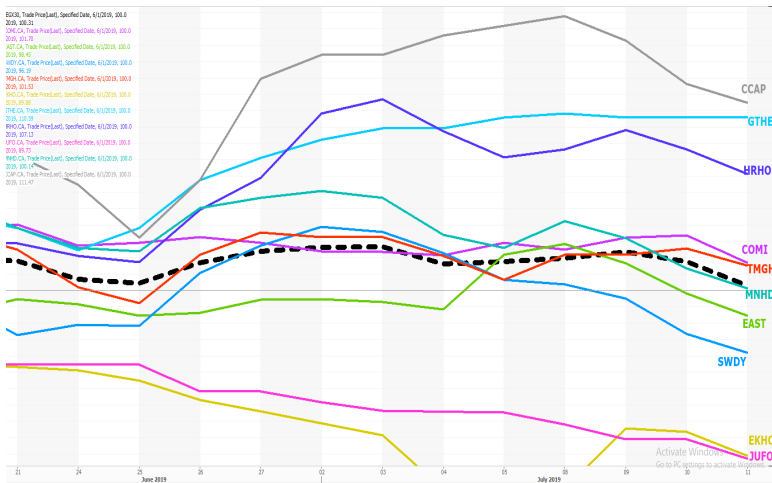
AIH



Despite that AIH is a clear underperformer, it began to stabilize at current levels. Such sideways range can be a continuation pattern, however, the current MACD divergence gives hope that a rise can occur. Our entry signal will be triggered at a breakout above 0.525; we do not recommend stepping in before the breakout.

If this resistance is broken upwards, our target will be set around 0.62.

Top index weights (3% and above)

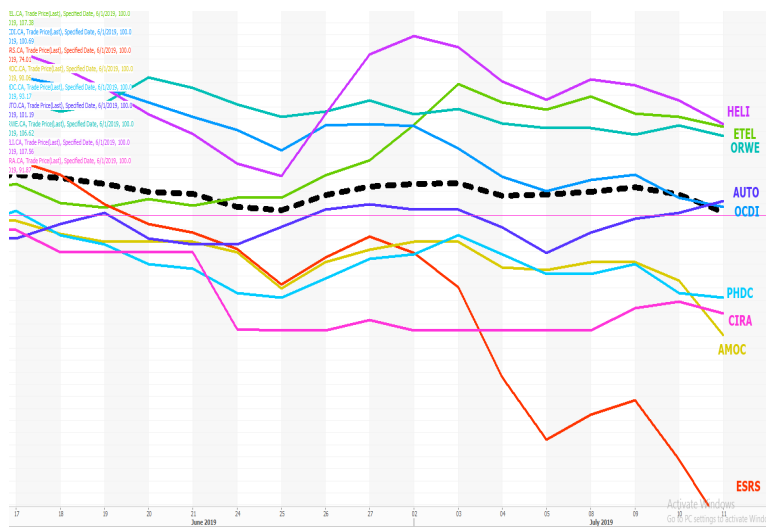


CCAP, GTHE, HRHO are still on top, followed by COMI and TMGH.

MNHD's relative performance curve is moving slightly below that of the EGX 30, while EAST, SWDY, EKHO, and JUFO are still in their underperforming phase.

We do not have any significant movement in any of these curves yet.

Mid Weights (above 1.5%)

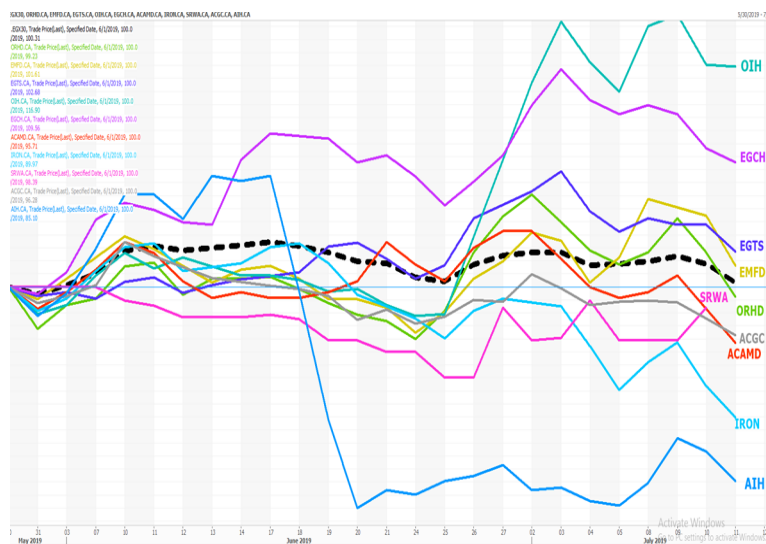


HELI, ETEL, and ORWE are the top three outperformers in this category of stocks.

AUTO and OCIDI are having same performance, while PHDC, CIRA, and AMOC are in their underperformance phase.

ESRS is diving all by itself winning the worst performer prize.

Smallest Weights (below 1.5%)



Almost all of the stocks in this category have a declining relative performance curve, even those that are outperforming the index. OIH and EGCH are the two top performers, followed by EGTS and EMFD which are performing like the index. The rest of the stocks are moving below the EGX's relative performance curve.

Stock	10/20 EMA signal	Comments
EGX 30	SELL*	The 10 weeks MA Broke below the 20 weeks MA/ Buy signal triggered
COMI	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (19th week)
EAST	SELL*	The 10 weeks MA Broke below the 20 weeks MA/ Buy signal triggered
SWDY	SELL*	The 10 weeks MA Broke below the 20 weeks MA/ Buy signal triggered
TMGH	SELL*	The 10 weeks MA Broke below the 20 weeks MA/ Buy signal triggered
EKHO	Above	Buy signal was triggered in mid Jan 2019
GTHE	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (18th week)
HRHO	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (3rd week)
JUFO	SELL*	The 10 weeks MA Broke below the 20 weeks MA/ Buy signal triggered
MNHD	Below	The 10 weeks moving average is still below its 20 weeks counterpart
CCAP	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (1stweek)
ETEL	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (1stweek)
OCDI	SELL*	The 10 weeks MA Broke below the 20 weeks MA/ Buy signal triggered
ESRS	Below	The 10 weeks moving average is still below its 20 weeks counterpart
AMOC	Below	The 10 weeks moving average is still below its 20 weeks counterpart
PHDC	SELL	The 10 weeks MA Broke below the 20 weeks MA/ Buy signal triggered
AUTO	Below	The 10 weeks moving average is still below its 20 weeks counterpart
ORWE	SELL*	The 10 weeks MA Broke below the 20 weeks MA/ Buy signal triggered
HELI	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (13th week)
ORHD	SELL*	The 10 weeks MA Broke below the 20 weeks MA/ Buy signal triggered
EMFD	SELL*	The 10 weeks MA Broke below the 20 weeks MA/ Buy signal triggered
EGTS	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (sideways trend)
OIH	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (1stweek)
EGCH	SELL*	The 10 weeks MA Broke below the 20 weeks MA/ Buy signal triggered
ACAMD	SELL*	The 10 weeks MA Broke below the 20 weeks MA/ Buy signal triggered
IRON	Below	The 10 weeks moving average is still below its 20 weeks counterpart
ACGC	SELL*	The 10 weeks MA Broke below the 20 weeks MA/ Buy signal triggered
AIND	SELL*	The 10 weeks MA Broke below the 20 weeks MA/ Buy signal triggered

Stock	10/20 EMA signal	Comments
ISPH	Above	Buy signal was triggered in the first week of January 2019
EFID	Above	Buy signal was triggered in the first week of March 2019
ORAS	Below	The 10 weeks moving average is still below its 20 weeks counterpart
SKPC	Below	The 10 weeks moving average is still below its 20 weeks counterpart
ABUK	Below	The 10 weeks moving average is still below its 20 weeks counterpart
PORT	Below	The 10 weeks moving average is still below its 20 weeks counterpart
EGAL	Below	The 10 weeks moving average is still below its 20 weeks counterpart

The first page contains the EGX 30 stocks with the exception of CIRA and SRWA which are not in our universe of stocks. The 7 stocks in this page are those that were kicked off the index, but we will keep them in our report so they do not get sad!

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.

Disclaimer

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