

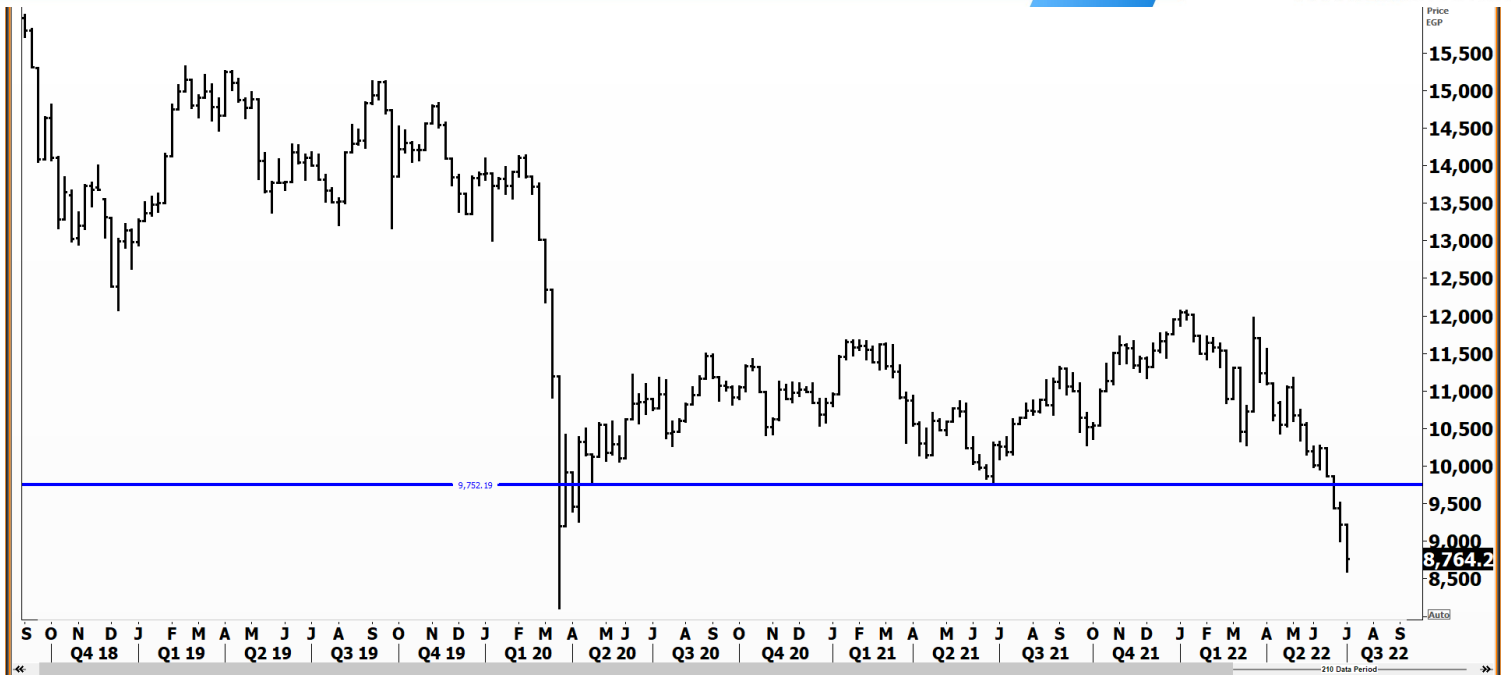


PIONEERSECURITIES

Weekly Overview

17-Jul 2022

This report must be read with the disclaimer
on last page



The current trend is down and this downtrend has not ended yet. Market sentiment is in favor of a market rebound from current levels. We do not see any significant rebound unless the market reprices itself if a new currency devaluation takes place.

Thus, we are still expecting more decline to come as money did not enter yet the market. Our last level of defense was 9,800; its violation confirmed a serious market weakness. Having said that, we expect the index to continue its decline an break below 8,200.

If the market rebounds from here, the first level that can give a very early short-term entry signal is 9,200; in other words, all rises are chances to sell remaining positions. If the 9,200 is broken upwards very short-term traders can enter for a quick but risky trade that can take the index a few hundred points more.

So any rise from here to 9,200 is a sell.

EGX 50 Index, Daily Chart

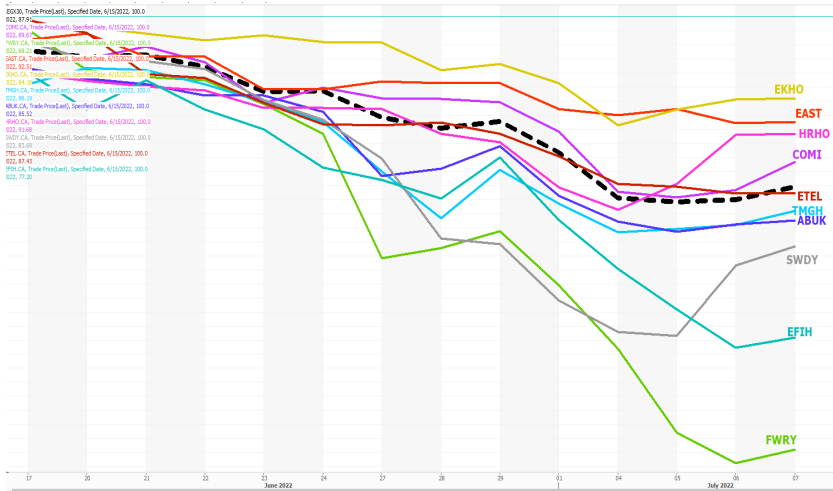
As we can see from the daily chart, the rebound is weak and does not look like it will be sustainable. In all cases, rebounds during such periods are chances to sell.

If we look at the chart we will note that the EGX 50 witnessed a significant rise during March of 13%, next rise took place during April-May; a rise of 7%. Then the June rise was 5.25%. This tells us that the magnitude of the rise is decreasing which makes us expect a smaller rise this time; if the market rises 5% like the last time it will go to 1,650, which is already a minor resistance too.

Having said that, we recommend investors to sell minor rises as the decline did not end yet.



Top index weights

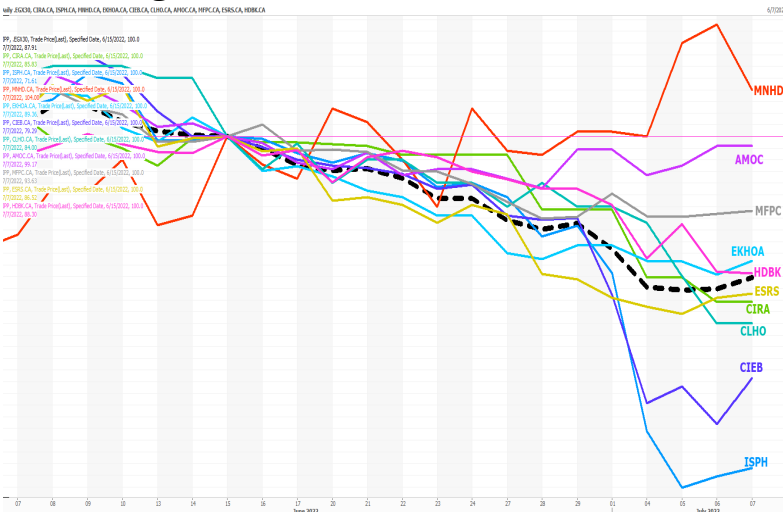


EKHO, EAST, and HRHO are the top performers, followed by COMI, then ETEL.

SWDY is an underperformer but began to show a rising relative performance curve.

We will need to see how the market will act this week before taking any action.

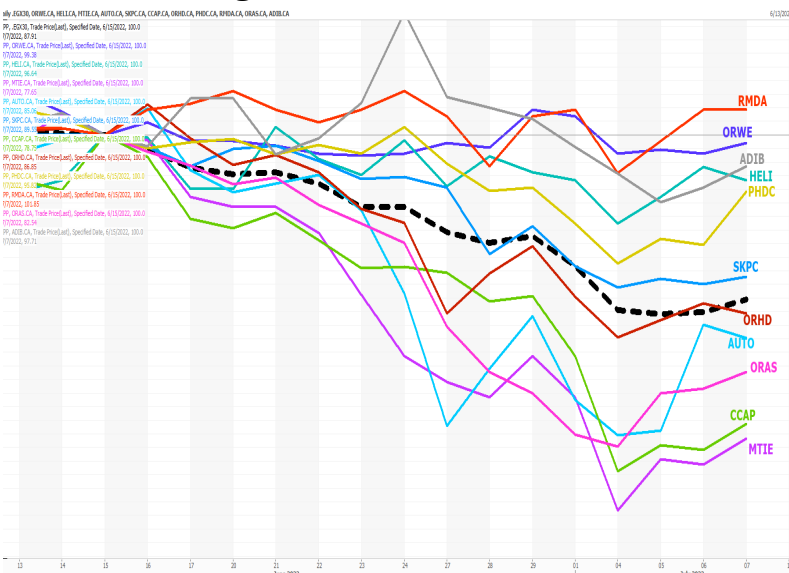
Mid Weights



MNHD is still on top, followed by AMOC, which is still doing ok on a relative basis. MFPC is also maintaining its stable performance.

EKHOA and HDBK come next as they are performing like the index.

Smallest Weights



RMDA is the best performer in this category of stocks. Then comes ORWE, ADIB, HELI, and PHDC. All these stocks are outperforming the index. SKPC is also slightly outperforming.

The rest of the stocks are underperforming despite that they are witnessing a rising relative performance curve.

Stock	10/20 EMA signal	Comments
EGX 30	Below	The 10 weeks moving average broke below its 20 weeks counterpart
COMI	Below	The 10 weeks moving average broke below its 20 weeks counterpart
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	Below	The 10 weeks moving average broke below its 20 weeks counterpart
TMGH	Below	The 10 weeks moving average broke below its 20 weeks counterpart
EKHO	Above	Buy signal was triggered during August 2020
EFIH	N.A.	
SWDY	Below	The 10 weeks moving average broke below its 20 weeks counterpart
ETEL	Below	The 10 weeks moving average broke below its 20 weeks counterpart
EKHOA	N.A.	
CLHO	Below -	The 10 weeks moving average broke below its 20 weeks counterpart
MFPC	Above	Buy signal was triggered in November 2020
CIEB	Below	The 10 weeks moving average broke below its 20 weeks counterpart
CIRA	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
HDBK	Below	The 10 weeks moving average broke below its 20 weeks counterpart
AMOC	Below	The 10 weeks moving average broke below its 20 weeks counterpart
ISPH	Below	The 10 weeks moving average broke below its 20 weeks counterpart
ESRS	Below	The 10 weeks moving average broke below its 20 weeks counterpart
MNHD	Above	Buy signal was triggered during July 2022
HELI	Below	The 10 weeks moving average broke below its 20 weeks counterpart
SKPC	Below	The 10 weeks moving average broke below its 20 weeks counterpart
AUTO	Below	The 10 weeks moving average broke below its 20 weeks counterpart
PHDC	Below	The 10 weeks moving average broke below its 20 weeks counterpart
ORAS	Below	The 10 weeks moving average broke below its 20 weeks counterpart
ORWE	Below	The 10 weeks moving average broke below its 20 weeks counterpart
MTIE	Below	The 10 weeks moving average broke below its 20 weeks counterpart
CCAP	Below	The 10 weeks moving average broke below its 20 weeks counterpart
ORHD	Below	The 10 weeks moving average broke below its 20 weeks counterpart
RMDA	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
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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