

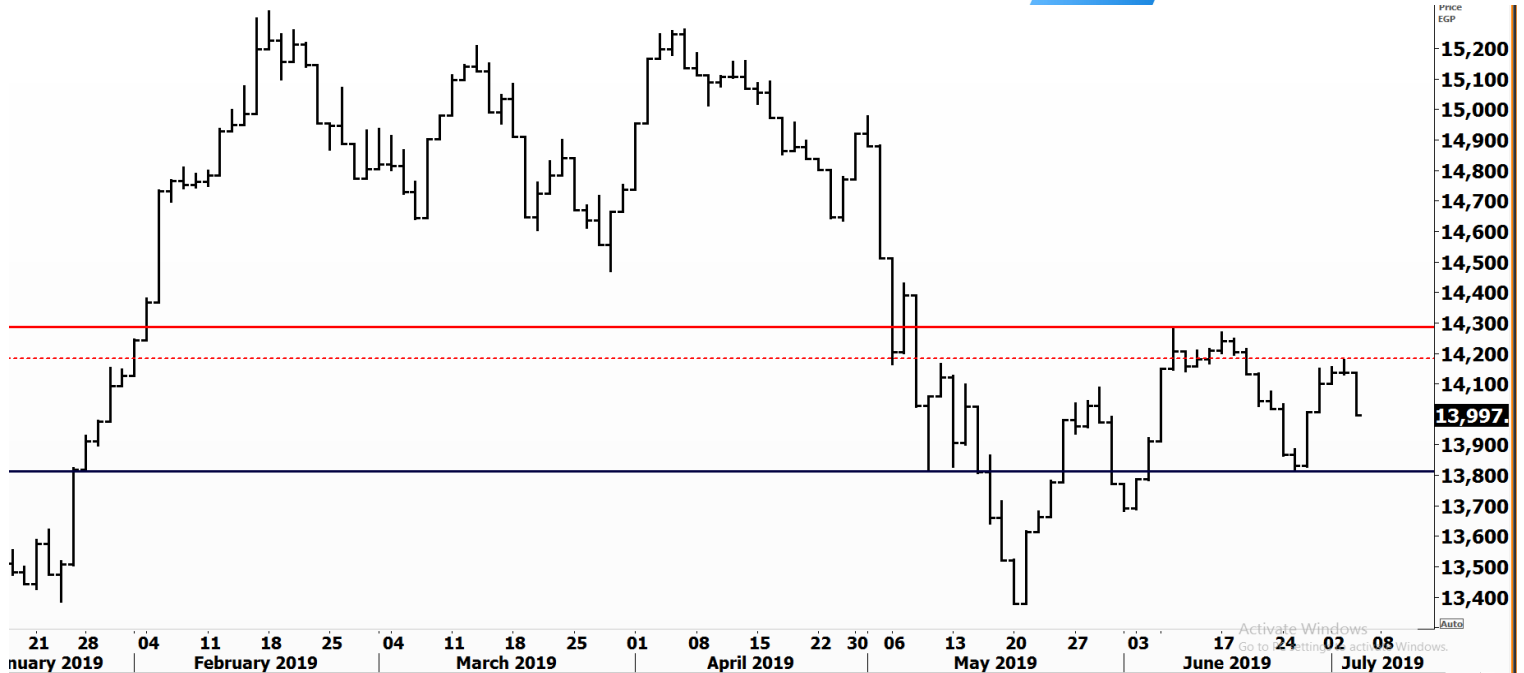


PIONEERSECURITIES

Weekly Overview

7-Jul 19

This report must be read with the disclaimer
on last page



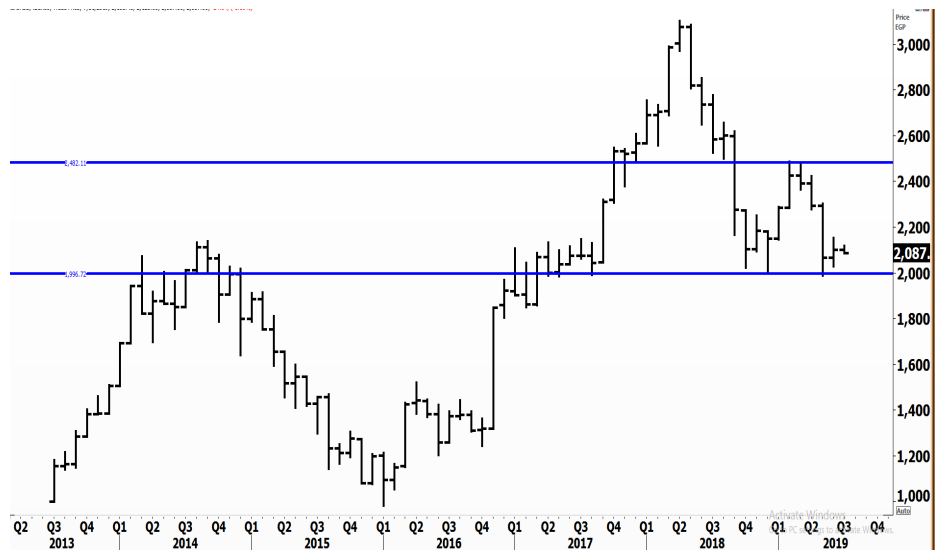
The market declined last Thursday after approaching 14,300, creating another minor peak at 14,180. The current decline should not break below 13,800; any break below this level will be bearish for the market. We expect the index to create a higher low from above 13,800, which will be viewed as a positive scenario.

Our early entry signal is a break above 14,180; if the EGX 30 index breaks above this level it will probably break above the initial peak at 14,300. In other words, a break above 14,180 will trigger an early signal to enter the market with a target near 15,000.

EGX 50 Index/ Monthly Chart

The major support lies at 2,000; the index is already trading near this bottom, thus a rebound from here should take place. Obviously, stops should be placed below 2,000 as any confirmed break below it will lead to a continuation of the decline.

The current sideways range lies between 2,000 and 2,500; this is the major range that we are watching. Those who want to enter early can buy near current levels with a stop below 2,000. Investors who want to wait for some confirmation before entering should wait for a breakout above 2,150 before entering.



EGCH



EGCH needs to break 6.25 to trigger a new buy signal. We believe that if the stock trades above 6.25 in the next few days, it will reach 7.5 in a relatively short period of time.

The 7.5 is the current major peak and any clear breakout above it will be bullish on the intermediate-term picture. For now, we will buy at the 6.25 breakout with a target at 7.5.

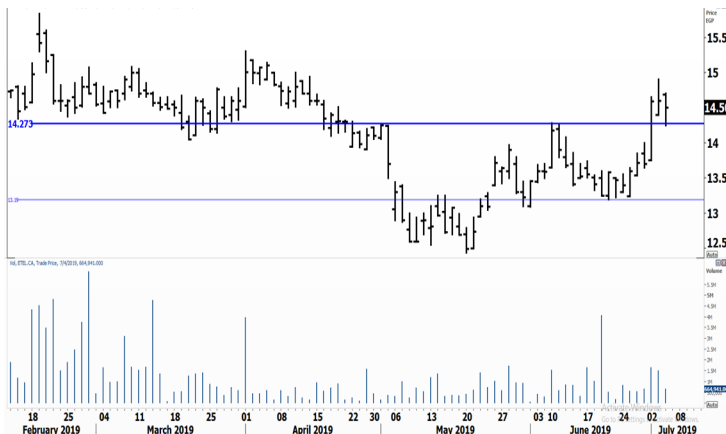
Broke 0.72 upwards with very high volumes, to close at 0.76 at the end of the session.

PORT triggered a buy signal and is expected to reach 0.85 initially as a minimum target. Intraday declines are chances to step in.

PORT



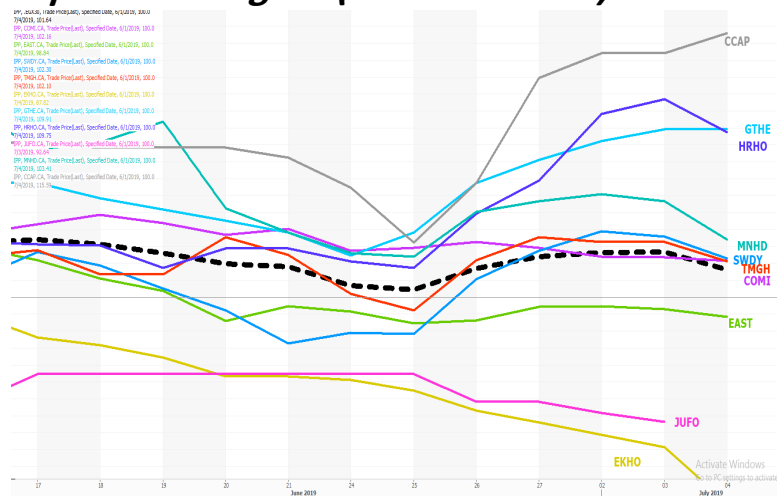
ETEL



The 14.25 should act as support for ETEL. Thus, short-term investors can place their short-term stops below this level. It is important to note, however that a higher low will probable occur if the 14.25 is violated. In other words, a break below 14.25 is not a bearish scenario for ETEL as it will most probably rebound from above the bottom that lies near 13.

As for the current performance, we expect the 14.25 to serve as support for intraday declines. Our upward target lies initially at 15.5.

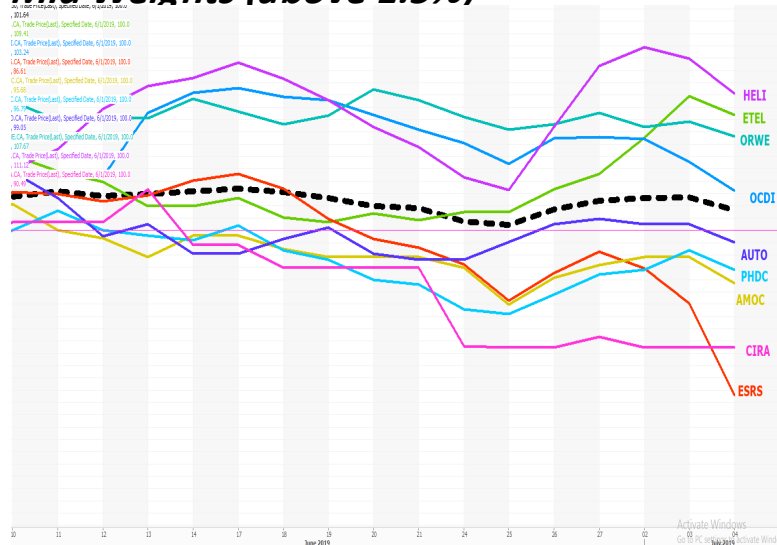
Top index weights (3% and above)



As we can see from the relative performance curves, the number of stocks that are outperforming the EGX 30 index improved; CCAP, GTHE, and HRHO are on top, then comes MNHD, SWDY, TMGH, and COMI.

As for JUFO and EKHO, they are clearly underperforming the index. The weakness of these two stocks can be considered as a hint that the market might be preparing itself for a significant rise.

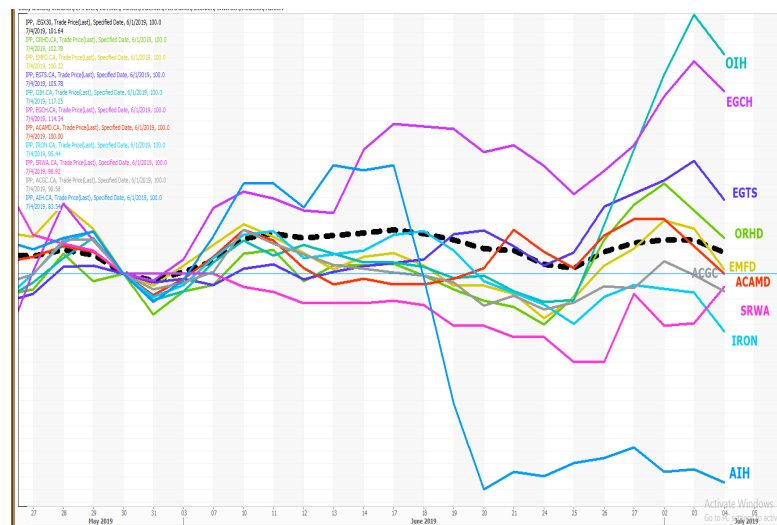
Mid Weights (above 1.5%)



HELI, ETEL, ORWE, and OCDI are the current outperformers. As for the rest, PHDC began to weaken again after its latest outperformance, while ESRS remains the weakest stock in the Egyptian market.

It is worth noting that we like ETEL, especially that its relative performance curve looks strong.

Smallest Weights (below 1.5%)



OIH witnessed a strong performance lately, bringing its relative performance curve in the top of this category of stocks. EGCH also improved, then comes EGTS and ORHD.

If we look at underperformers we will find that SRWA is trying to improve despite its current underperformance.

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 (18th 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 (17th week)
HRHO	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered (2nd 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	SELL*	The 10 weeks MA Broke below the 20 weeks MA/ Buy signal triggered
ETEL	SELL*	The 10 weeks MA Broke below the 20 weeks MA/ Buy signal triggered
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 (12th 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	SELL*	The 10 weeks MA Broke below the 20 weeks MA/ Buy signal triggered
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

This report has been prepared according to the general data available for public, in accordance with the professional standards applied in that career to the best knowledge of the reporter. The recommendations mentioned are a guiding tool representing a professional opinion, and not granting any profits, consequently it is not obligatory for our valued customers and investors. Pioneers Securities©, Egypt shall not be liable for any direct, indirect, incidental, or consequential damages, including limitation losses, lost revenues, or lost profits that may result from these materials. Republishing this report or any of its contents is subject to prior approval; referring to the source is a must. Opinions expressed are subject to change without notice and may differ or be contrary to the opinions or recommendations of Pioneers Securities©, Egypt Research or the opinions expressed by other business areas or groups of Pioneers Securities©, Egypt as a result of depending solely on the historical technical behavior (price and volume).

Technical Analysis Department

Saleh Nasser

Chief Technical Strategist

Ahmed Hassan

Senior Technical Analyst

Dina Fahmy

Senior Technical Analyst