

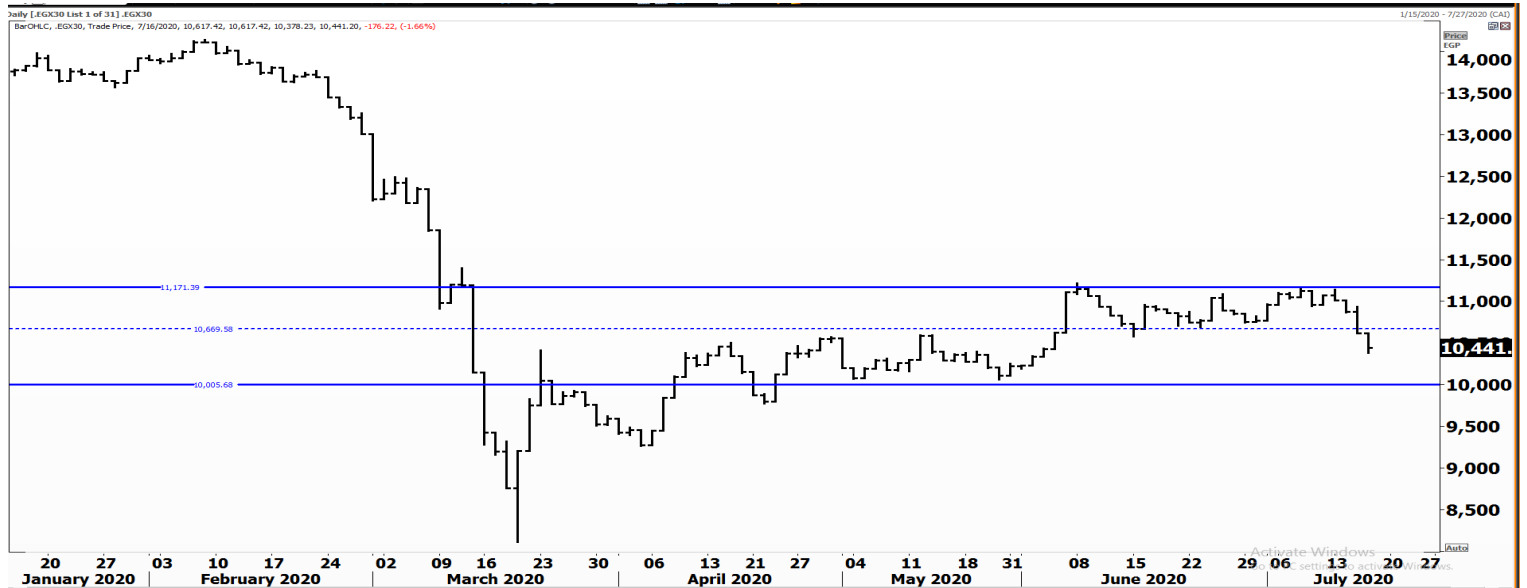


PIONEERSECURITIES

Weekly Overview

19–July 2020

This report must be read with the disclaimer
on last page



After Wednesday's market crash, prices stabilized on Thursday while some of the stocks tried to witness a rebound to close near the session's high. Wednesday's market panic sent most prices to new levels which should create potential selling pressure that can postpone the market rise, unless the index trades back above 10,650-10,700 quickly.

If the EGX 30 does not break above 10,700 in the next few days, it will probably witness another selling pressure that might lead it near 10,000 initially.

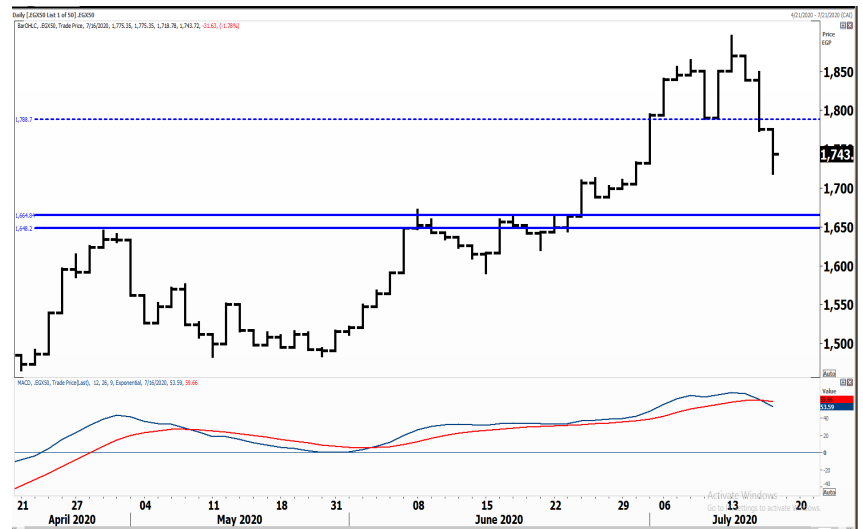
In other words, after Wednesday's market severe panic, we should reduce exposure at the current market rise and see how the market will act. A clear break through 10,700 will be a signal to re-enter positions.

As for our "stock trades" we are already out of almost all stocks with the exception of ESRS as it was not sold before the panic day.

EGX 50 Index/ Daily Chart

The EGX 50 index by the violation of its minor bottom that lies at 1,790, triggered a short-term sell signal. The daily MACD indicator also witnessed a bearish crossover. Thus, short-term investors are recommended to sell rises as our target lies around 1,650-1,670. This is our support range which should stop the decline, if it continues.

On the other hand, our re-entry signal will be triggered if the 1,775 level is broken to the upside, which also coincides with Thursday's high.



ABUK



In our previous reports, and when ABUK was trading near 12 we recommended it and our target was set around 16-17.

The stock approached its resistance range and is challenging it. Obviously, this is an important resistance area that should be watched.

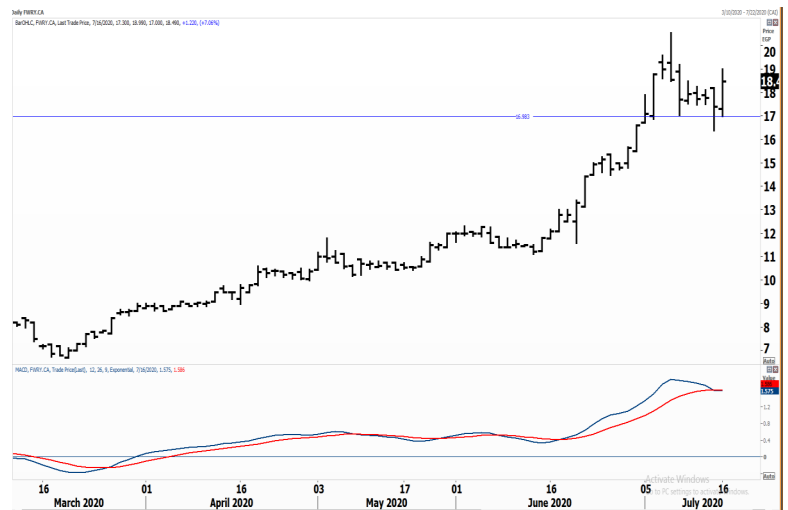
The weekly MACD indicator triggered a buy signal, and our clear and confirmed buy will be triggered if a break above the 16-17 range takes place.

Those who want to buy are recommended to step in at the breakout.

Investors who saw FWRY booming while they were stuck in other stocks can begin to reassess their situation after the stock witnessed a minor correction, giving a chance to enter with a clear stop.

The 17-support level can be used as a stop; those who want to buy can place a stop below this level and use a first target near 20.5. We expect the next rise, however, to surpass its peak and reach new historical highs.

FWRY



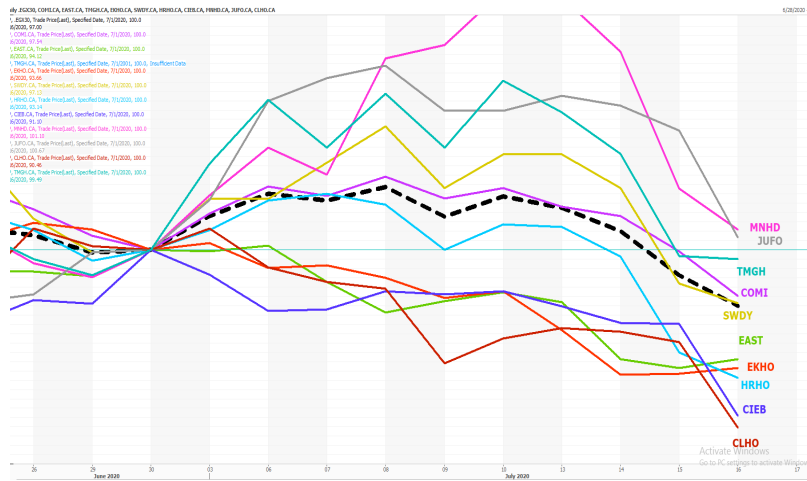
ACGC



The 1.6-1.9 range is the current trading area. Those who trade the stock can buy and sell within this range; a break, however, beyond one of these two boundaries will trigger an important signal on the short-term.

A break above 1.9 will trigger a new signal and a rise will be expected to occur. Those who want to enter at current levels can do so with a stop below 1.6.

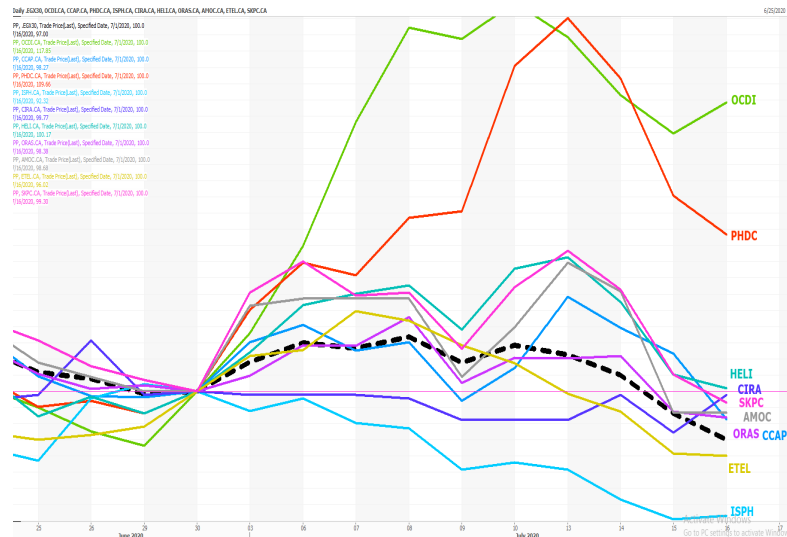
Top index weights



As we can see, from the beginning of July all of the stocks have a declining relative performance curve; the two worst are CIEB and CLHO, while on top we can see MNHD, JUFO, TMGH, and COMI.

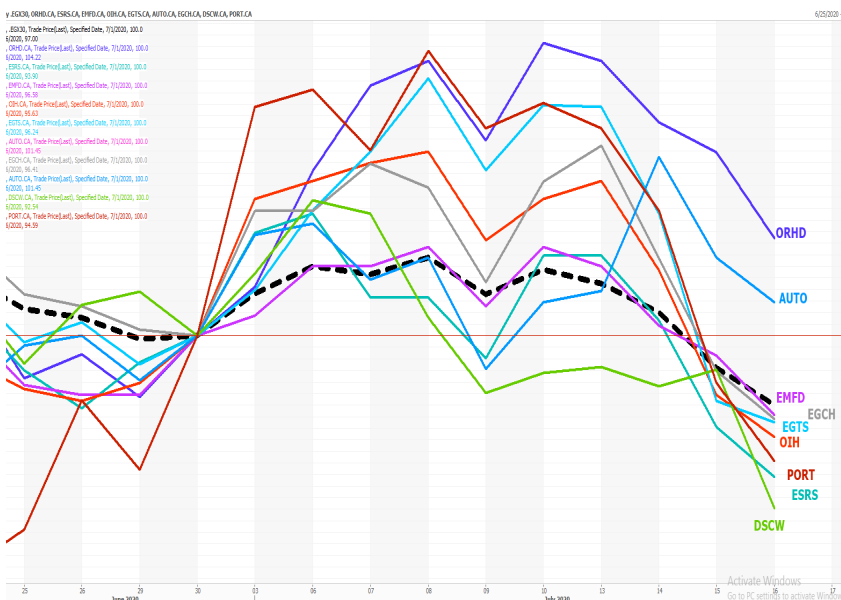
We will note that EAST and EKHO are moving below the EGX relative performance curve but their curve is not looking down.

Mid Weights



In this category, stocks are having almost same performance as their relative performance curves are moving very close to each other, with the exception of OCCI and PHDC which are clearly on top and ISPH which is the worst performer so far during July.

Smallest Weights



Stocks in this category are doing bad as most of them are moving below the index' relative performance curve.

ORHD and AUTO are still on top, despite their declining curve, while the rest are underperforming the index.

As we can see, none of these stocks was able to buck the trend and witness superior performance.

Stock	10/20 EMA signal	Comments
EGX 30	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
COMI	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
EAST	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
EKHO	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 but approaching it
HRHO	Below	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
SWDY	Below	The 10 weeks moving average is still below its 20 weeks counterpart
CLHO	Below	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
CIEB	Below	The 10 weeks moving average is still below its 20 weeks counterpart
JUFO	Below	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
MNHD	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
ETEL	Above	Buy signal was triggered in June 2020
ISPH	Below	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
CIRA	Buy	The 10 weeks moving average just broke above its 20 weeks counterpart
ORAS	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
OCDI	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
CCAP	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
HELI	Below	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
SKPC	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
PHDC	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
AMOC	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
AUTO	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
ESRS	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
ORHD	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
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 but approaching it
EGTS	Below	The 10 weeks moving average is still below its 20 weeks counterpart
EGCH	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
PORT	Below	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
DSCW	Above	Buy signal was triggered in early April 2020

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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