

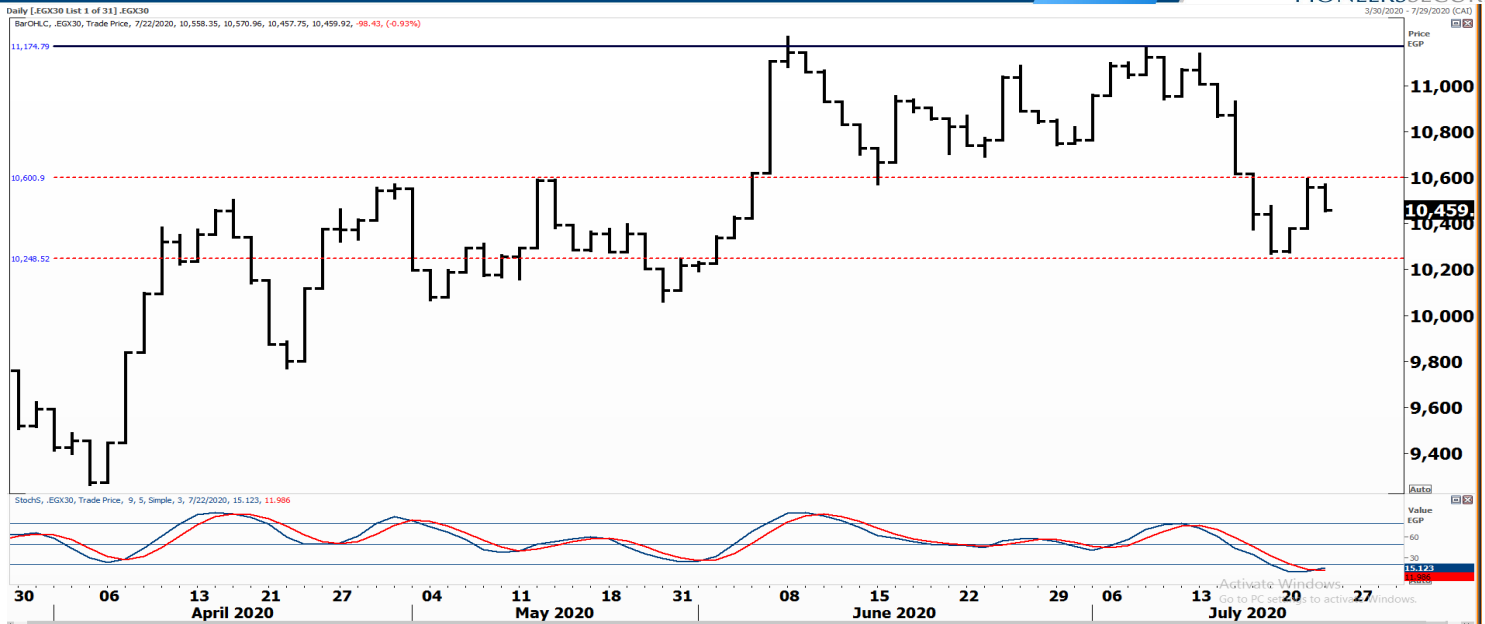


PIONEERSECURITIES

# Weekly Overview

26–July 2020

This report must be read with the disclaimer  
on last page



The EGX 30 index is currently stuck inside a narrow range that lies between 10,250 and 10,600; a break beyond one of these two boundaries will trigger a signal in the direction of the new move; i.e. a break above 10,600 will trigger a new buy signal and vice versa.

Our new stop is set below 10,250, as we know, so it is important for the market to rebound before reaching this level. A break below 10,250 will be a bearish signal for the market and will be considered as an early signal of a potential break below 10,000.

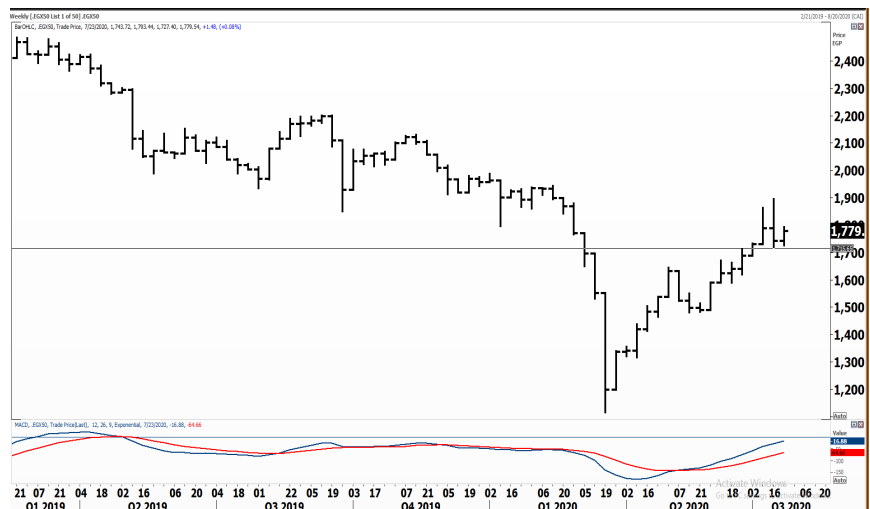
Our recommendation is to wait for an upward breakout before stepping in; this is our expected scenario but we should wait for the market to confirm our view.

## EGX 50 Index/ Weekly Chart

The EGX 50 index is currently in an uptrend, especially after it broke 1,600 upwards and confirmed a higher low and higher high on the weekly chart.

The index is currently in a corrective phase which is actually taking a lateral shape. The low of the past three weeks that lies at 1,715 should be watched as it can be used as a stop for short-term investors. Thus position holders should place their stop below 1,715.

If the index rebounds from here, it will probably witness a significant rise.



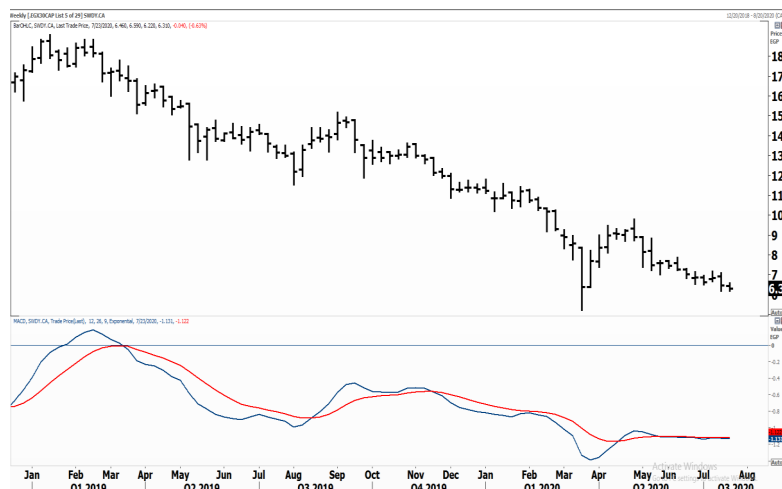
## ORWE



The 6-6.15 area is an important resistance for the stock. ORWE looks good and is probably preparing itself for a strong move. A confirmed breakout above 6.15 should lead the stock to a strong rise that will take it close to 7.

Those who want to buy are recommended to enter at the breakout.

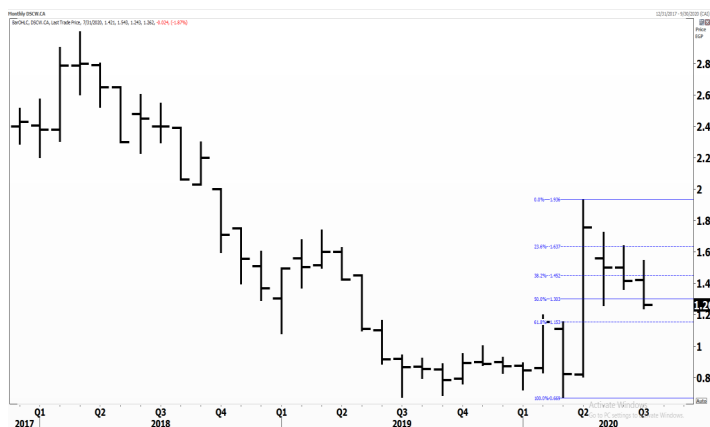
## SWDY



It is important first to understand that SWDY is one of the underperformers and did not witness yet any clear sign of strength. The stock, however, began to show positive divergences with momentum indicators and is also approaching its bottom that lies around 5.5.

We recommend investors to wait for a clear rebound before stepping in. Such a stock might witness a quick and sharp rise if it rises from current levels.

## DSCW

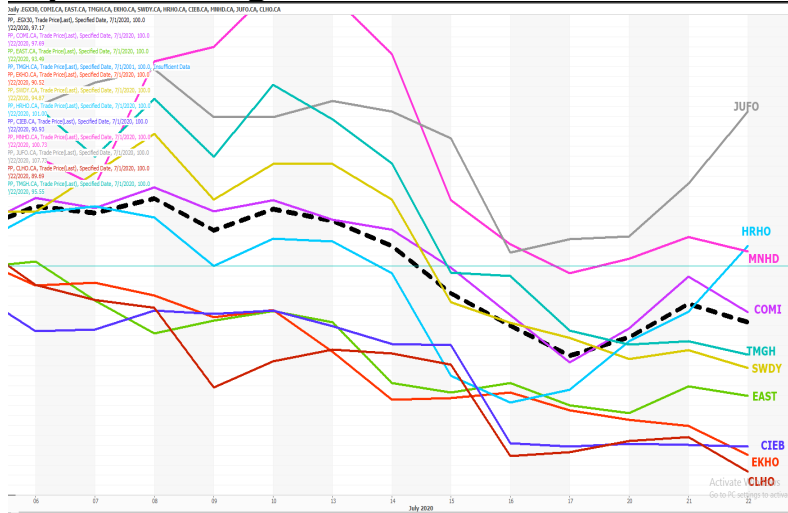


This chart is a monthly chart of Dice and it shows the strong rise that the stock witnessed, followed by the significant correction that is still intact.

DSCW corrected more than 50% of the rise and is heading towards the 62% retracement that lies at 1.15.

Thus, based on the stock's overall performance, we do not think that it can go lower than 1.15; in other words, if the stock continues its decline today it will be considered as a chance to step in slightly, with a stop below 1.15. If a rebound occurs, the stock will probably witness a significant rise.

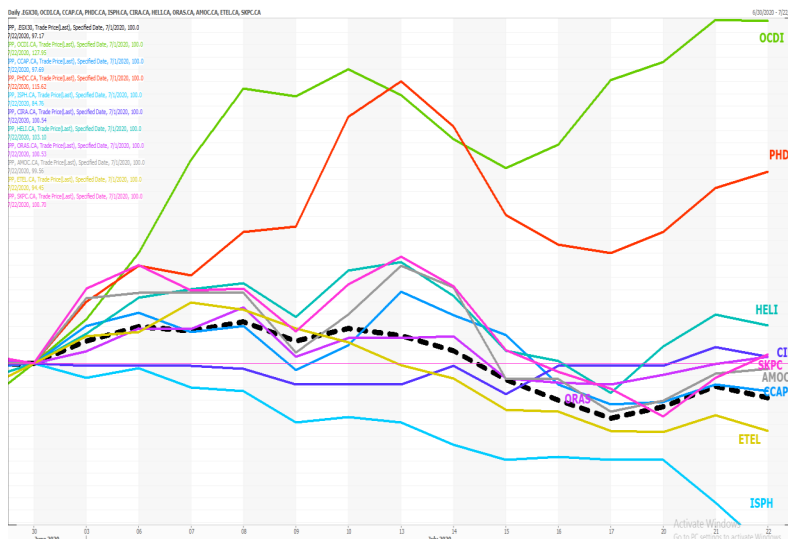
## Top index weights



JUFO is on top, followed by HRHO, MNHD, and COMI which began to improve once again.

As for the rest of the stocks, TMGH, SWDY, and EAST are slightly underperforming the index while the rest are still doing bad.

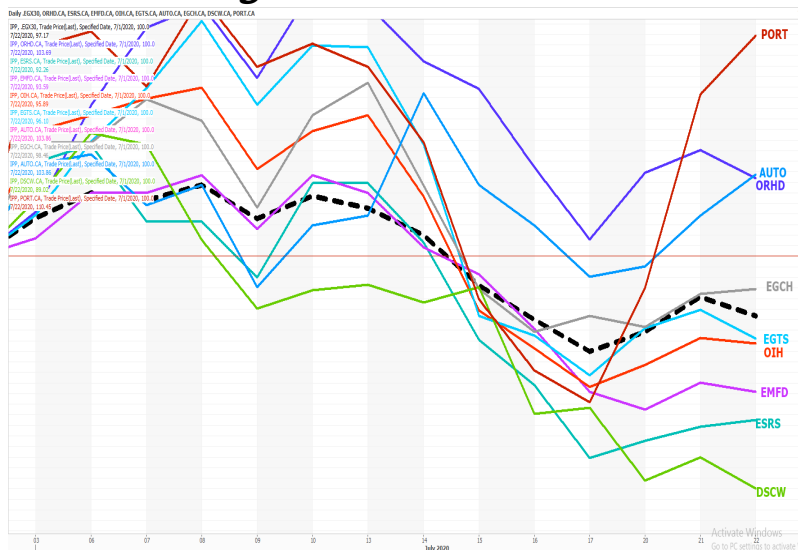
## Mid Weights



The strongest performer is OCIDI, followed by PHDC. Both stocks are doing very good and expected to continue their strong performance.

Then comes HELI, CIRA, and SKPC which are also outperforming the EGX 30 index.

## Smallest Weights



PORT is clearly the strongest performer in this category of stocks. Then comes AUTO and ORHD.

EGCH is also improving as its relative performance curve is moving above the EGX 30.

The rest of the stocks are underperforming and need to improve.

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	Buy *	The 10 weeks moving average just broke 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	Above	Buy signal was triggered in June 2020
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.

## Disclaimer

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