

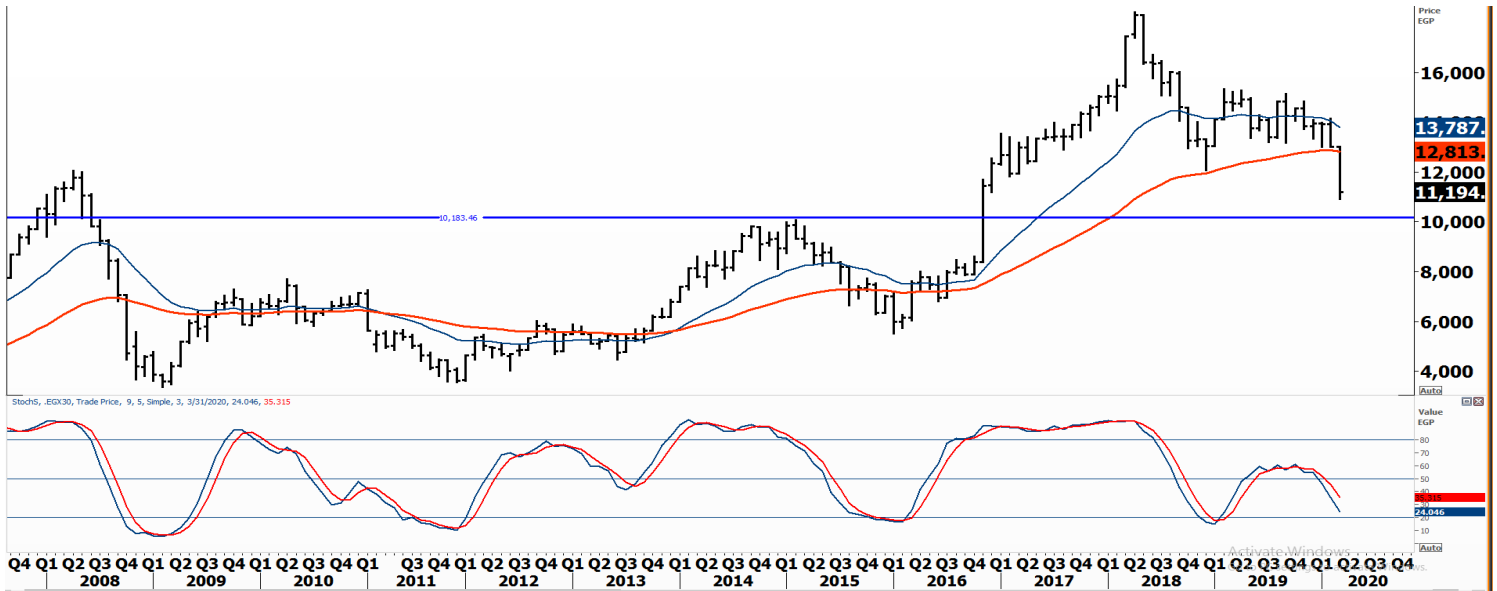


PIONEERSECURITIES

# Weekly Overview

15–Mar 2020

This report must be read with the disclaimer  
on last page



The market, as we know, is still in its declining phase. The EGX 30 closed at 11,190 and is only 1000 points away from the EGP flotation breakout level at 10,000. In other words, we are approaching this important major support and we are expecting a market rebound anytime soon.

It is important to note that we already broke below 12,000 and confirmed this breakout on a weekly basis. A rebound, however, that takes us to test resistance is a big upward move that can reduce current losses if we took advantage of this potential rise.

Those who want to create new positions should wait for some confirmation before entering and should use strict stops and pre-determined upward targets.

## Dow Jones Weekly Chart/ .DJI

If you google the US stock market you will only find headings like *"U.S. stock market suffers worst crash since 1987, Washington Post"*, and other headings talking about the current major bear market of US equities. It is obvious that things look bad, especially that the declines were 8 and 10% per day so the markets crashed literally.

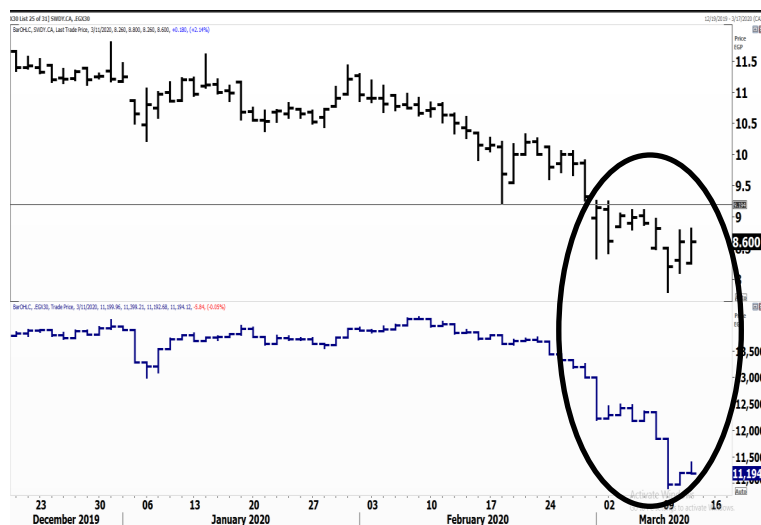
However, if we look at the chart, we will see that the Dow hit its major support that lies at 21,700; violated it on Thursday, but traded above this level on Friday, closing the week above this major support.

A rebound is expected from here, especially that the 20 weeks is approaching its 50 weeks weekly moving average. If this rebound occurs, it will probably reach the 24,500 level initially.

We are not declaring the end of this big decline, cause we do not know whether we are reversing the major uptrend or not, but we believe that we are going to see a big rise soon.



## SWDY



The chart shows the stock in the upper panel of the chart and the EGX 30 in the lower panel.

If we look at both charts, especially during March, we will note that SWDY did not decline, unlike the index which witnessed a strong selloff. This is a sign that SWDY began to outperform the index significantly since the beginning of the month.

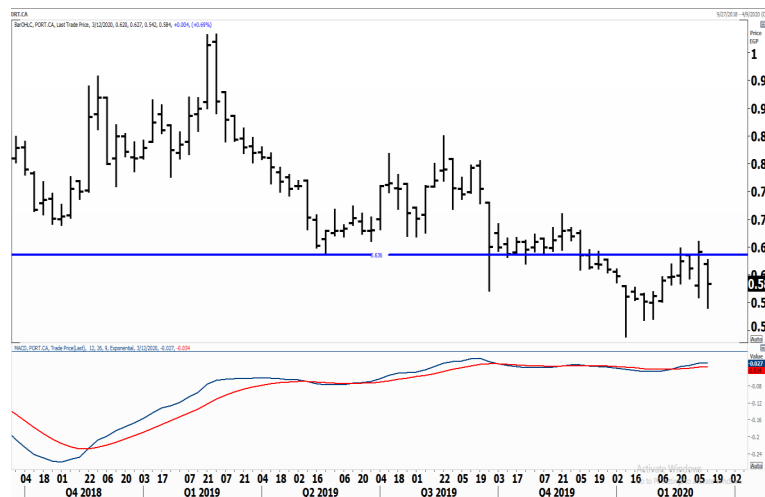
Those who want to buy after confirmation are recommended to enter at the breakout of 9.2; a break above this level will lead SWDY near 10.25 initially.

The 0.635 level is the resistance that PORT tried to break but declined once again along with the market selloff. PORT is a clear outperformer and is probably preparing itself for a significant rise.

The 0.635 is the first level to watch. Those who want more confirmation, however, can wait for a breakout above 0.65. We believe, though, that testing the waters here is not a bad idea.

Thus, we do not mind buying partially here and adding at the 0.635 (or 0.65) breakout.

## PORT



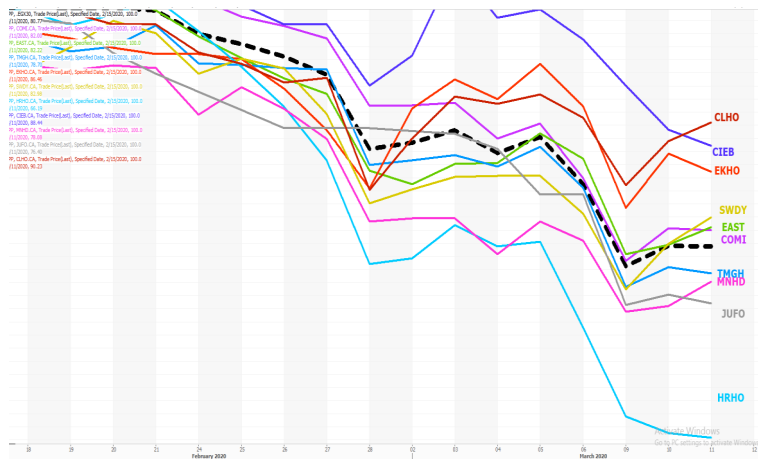
## EMFD



EMFD did not witness a decline since the beginning of the month, which places it as an outperformer. The stock is trading between the 2.45 and 2.8 levels; we expect a breakout above the latter. A break above 2.8, along with an MACD bullish crossover, will trigger a buy signal with a minimum target near 3-3.05.

Those who want to enter are recommended to buy at the 2.8 breakout.

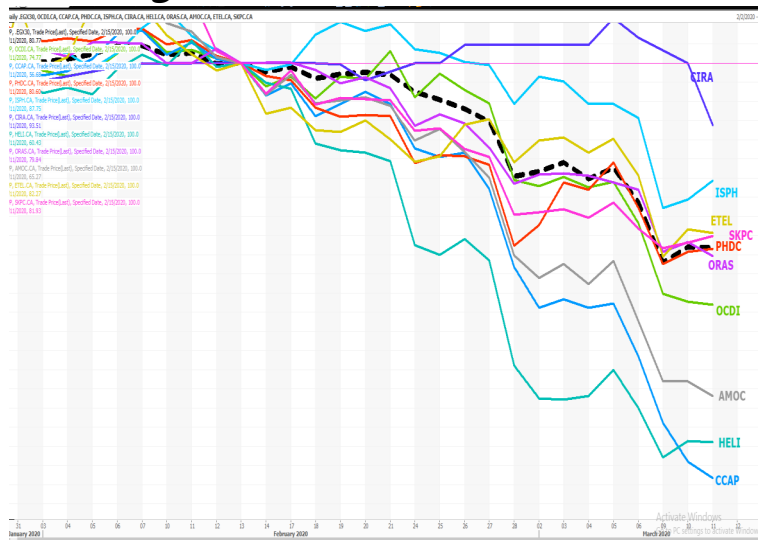
## Top index weights



CLHO, CIEB, and EKHO are the current top three. SWDY began to show improvement lately and was able to maintain itself during the past two weeks despite the big market decline. Such an action is considered bullish for the stock as it bugged the market selloff that occurred lately.

As for the rest, EAST and COMI are market performers, while TMGH and MNHD are trying to show some improvement. If we bet on one stock here, it will be SWDY.

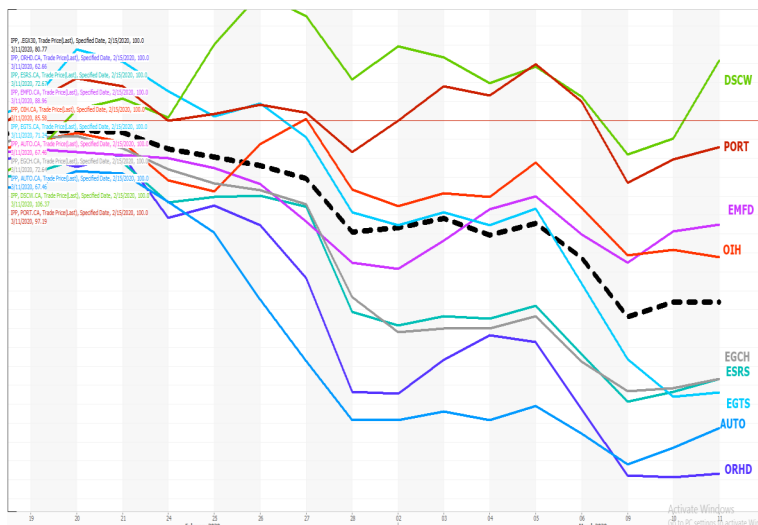
## Mid Weights



CIRA is still on top despite its recent decline. Then comes ISPH, followed by ETEL, SKPC, PHDC, and ORAS.

As for the rest, we recommend waiting until they show strength.

## Smallest Weights



DSCW and PORT are still on top, then comes EMFD and OIH. The rest are underperformers and might continue their relative weakness.

Those who want to trade in outperformers are recommended to open short-term positions in the aforementioned stocks.

Stock	10/20 EMA signal	Comments
EGX 30	<b>Below -</b>	The 10 weeks moving average is still below its 20 weeks counterpart
COMI	<b>Sell -</b>	The 10 weeks moving average just broke below its 20 weeks counterpart
EAST	<b>Below -</b>	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
EKHO	<b>Below</b>	The 10 weeks moving average is still below its 20 weeks counterpart
TMGH	<b>Below</b>	The 10 weeks moving average is still below its 20 weeks counterpart
HRHO	<b>Below</b>	The 10 weeks moving average is still below its 20 weeks counterpart
SWDY	<b>Below</b>	The 10 weeks moving average is still below its 20 weeks counterpart
CLHO	<b>Below -</b>	The 10 weeks moving average is still below its 20 weeks counterpart
CIEB	<b>Below -</b>	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
JUFO	<b>Below -</b>	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
MNHD	<b>Below -</b>	The 10 weeks moving average is still below its 20 weeks counterpart
ETEL	<b>Below</b>	The 10 weeks moving average is almost breaking above the 20 weeks moving average
ISPH	<b>Below</b>	The 10 weeks moving average is still below its 20 weeks counterpart
CIRA	<b>Above</b>	Buy signal was triggered in May 2019
ORAS	<b>Below -</b>	The 10 weeks moving average is still below its 20 weeks counterpart
OCDI	<b>Below</b>	The 10 weeks moving average is still below its 20 weeks counterpart
CCAP	<b>Below -</b>	The 10 weeks moving average is still below its 20 weeks counterpart
HELI	<b>Below</b>	The 10 weeks moving average is still below its 20 weeks counterpart
SKPC	<b>Below</b>	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
PHDC	<b>Below</b>	The 10 weeks moving average is still below its 20 weeks counterpart
AMOC	<b>Below -</b>	The 10 weeks moving average is still below its 20 weeks counterpart
AUTO	<b>Below</b>	The 10 weeks moving average is still below its 20 weeks counterpart
ESRS	<b>Below</b>	The 10 weeks moving average is still below its 20 weeks counterpart
ORHD	<b>Below</b>	The 10 weeks moving average is still below its 20 weeks counterpart
EMFD	<b>Below -</b>	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
OIH	<b>Below</b>	The 10 weeks moving average is still below its 20 weeks counterpart
EGTS	<b>Below</b>	The 10 weeks moving average is still below its 20 weeks counterpart
EGCH	<b>Below -</b>	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
PORT	<b>Below</b>	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
DSCW	<b>Buy</b>	The 10 weeks moving average broke above the 20 weeks moving average

*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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