

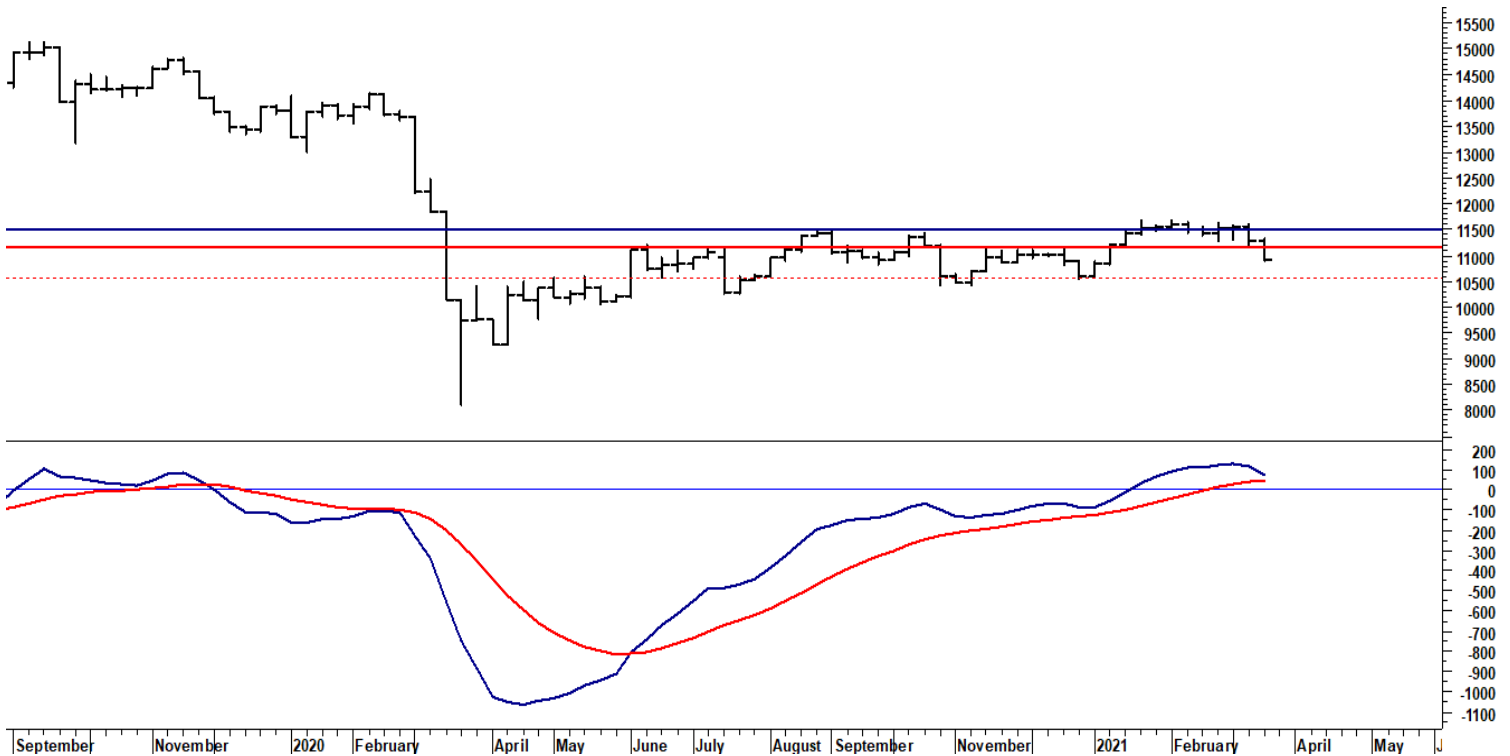


PIONEERSECURITIES

Weekly Overview

21–Mar 2021

This report must be read with the disclaimer
on last page



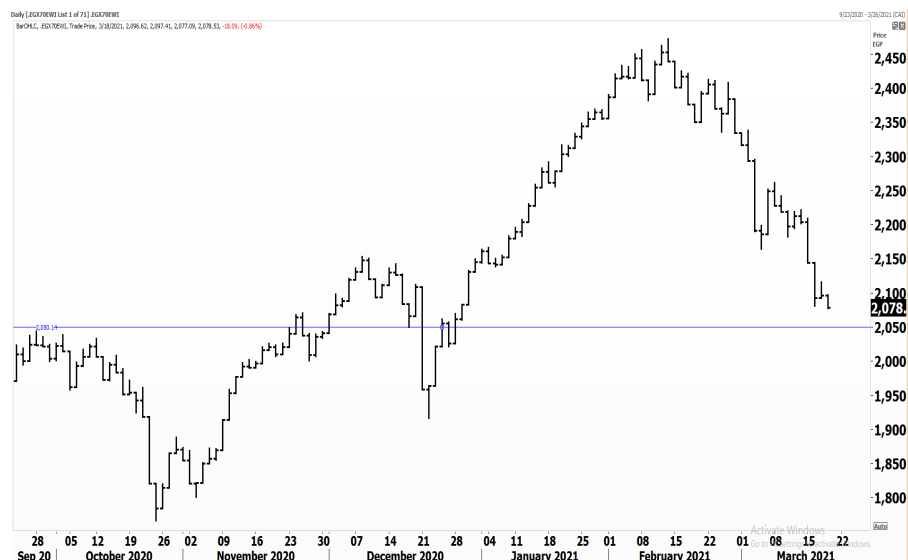
Last week was a negative week as the market declined significantly, leading the EGX 30 index below its support that lies at 11,300. The index is approaching our target that lies at 10,700 and should begin to rebound once again near this area. It is important, however, not to break below 10,400-10,500 as a violation below this major support will have real bearish implications on the market.

We will be watching the market closely in the coming period to see whether it will be able to rebound or not; we are not expecting a break below 10,400 but we should be ready that if this unlikely scenario takes place, things will be bad.

EGX 70 Index/ Daily Chart

Despite that the EGX 70 index broke its support earlier than the EGX 30 index, the decline was weak in the last two days of the week. The EGX 70 has a support near 2,050, if it rebounds from this area, it will revive hopes of another market rebound, which will also affect the EGX 30 positively.

Let us see how things will go this week as we should be expecting a significant rebound to take place.



PHDC



PHDC is a stock that looks strong and has lots of upward potential. The stock was able to buck the recent decline and maintain itself almost at the same levels despite the strong market decline that took place last week.

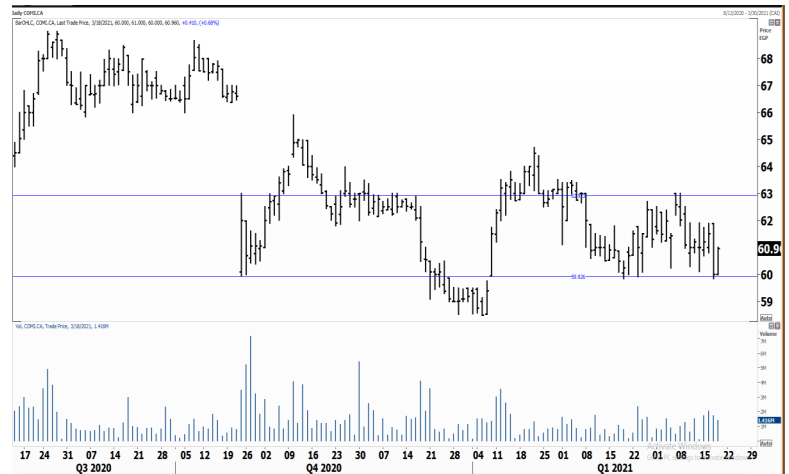
The 1.72-1.73 is expected to be broken to the upside. A breakout above this resistance will trigger a new buy signal with a target around 2.

The ability of COMI to rebound from 60 is a good sign and should lead it to the upper boundary of this trading range near 63.

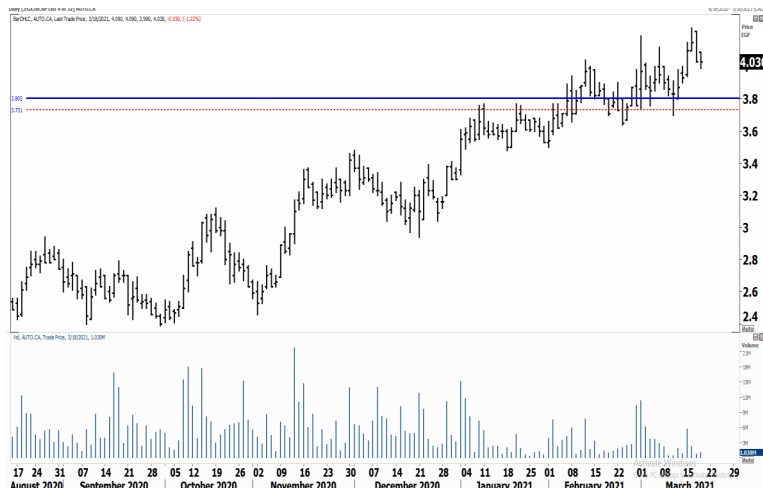
Those who want to buy at confirmation are recommended to wait for a break above 63; such a breakout will be a bullish sign for the stock and will lead to higher levels.

On the other hand, a break below 60 will be considered negative but we recommend to place stops below 58.

COMI



AUTO

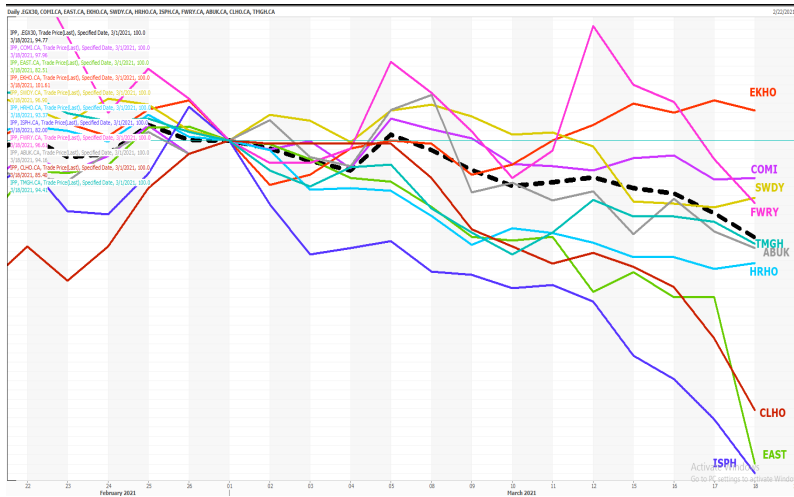


The recent decline of AUTO should be used as a chance to step in as the stock is one of the outperformers.

If this decline continues it can go to 3.8; we believe, however, that it will rebound before even reaching this support.

Those who want to buy AUTO are recommended to step in at the next rebound, especially if it takes place from above 3.8.

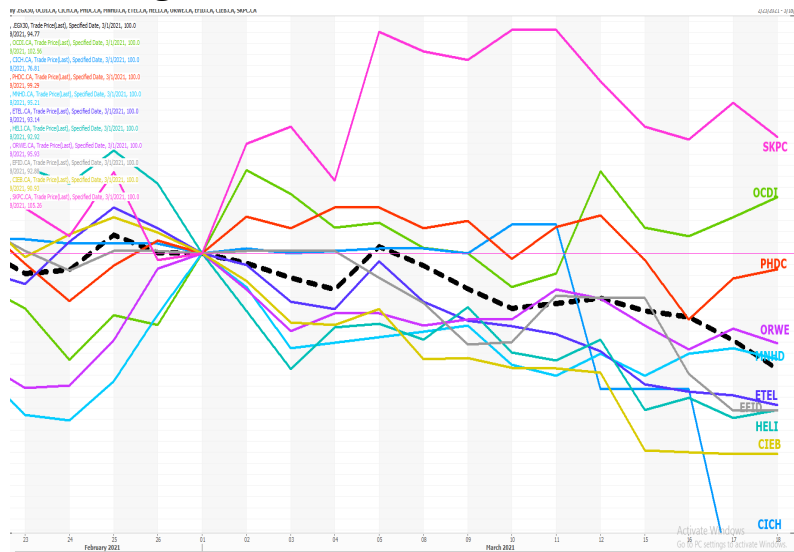
Top index weights



EKHO is on top, followed by COMI which is now one of the outperformers because of its ability to maintain itself during the past correction.

SWDY is also doing well on a relative basis. The rest are not doing great, especially CLHO, EAST, and ISPH which are witnessing severe underperformance.

Mid Weights

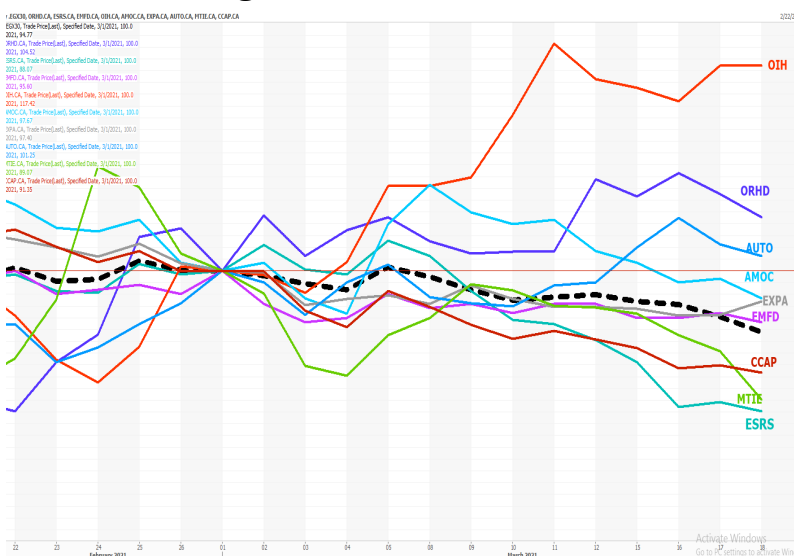


To make it simple, SKPC, OCDI, and PHDC are the good looking ones out there, the rest are not that good.

ORWE and MNHD are ok, but the rest of the stocks in this category are underperformers.

Concentrating on the top three stocks here is recommended.

Smallest Weights



OIH is on top, followed by ORHD and AUTO.

EXPA began to look up once again but still needs more strength. AMOC also is maintaining itself above the EGX 30 relative performance curve but slightly declining.

The rest of the stocks need to show better performance first.

Stock	10/20 EMA signal	Comments
EGX 30	Buy	The 10 weeks moving average just broke above its 20 weeks counterpart
COMI	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
FWRY	Above	Buy signal was triggered during April 2020
EAST	Above	Buy signal was triggered during December 2020
EKHO	Buy	The 10 weeks moving average just broke above its 20 weeks counterpart
ABUK	Above	Buy signal was triggered during August 2020
HRHO	Above	Buy signal was triggered during July 2020
TMGH	Above	Buy signal was triggered during November 2020
SWDY	Above	Buy signal was triggered during November 2020
CLHO	Buy	The 10 weeks moving average just broke above its 20 weeks counterpart
ISPH	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
ETEL	Below	The 10 weeks moving average is below its 20 weeks counterpart
MNHD	Above	Buy signal was triggered during October 2020
CIEB	Sell	The 10 weeks moving average broke below its 20 weeks counterpart
OCDI	Above	Buy signal was triggered during July 2020
SKPC	Above	Buy signal was triggered during August 2020
CICH	Above	Buy signal was triggered during June 2020
ORWE	Above	Buy signal was triggered in October 2020
EFID	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
HELI	Sell	The 10 weeks moving average broke below its 20 weeks counterpart
PHDC	Above	Buy signal was triggered during August 2020
AMOC	Above	Buy signal was triggered during December 2020
ESRS	Above	Buy signal was triggered during September 2020
CCAP	Buy	The 10 weeks moving average just broke above its 20 weeks counterpart
MTIE	Above	Buy signal was triggered during August 2020
AUTO	Above	Buy signal was triggered during September 2020
ORHD	Above	Buy signal was triggered during December 2020
OIH	Above	Buy signal was triggered in August 2020
EMFD	Buy	The 10 weeks moving average just broke above its 20 weeks counterpart
EXPA	Above	Buy signal was triggered during July 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.

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.

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