



PIONEERSECURITIES

# Weekly Overview

22–Mar 2020

This report must be read with the disclaimer  
on last page



Last week was another ugly week that took the EGX 30 index below 10,000, closing at 9,200 after it reached a low of 8,100. The rebound on Thursday was strong as many stocks closed at their limit up. Despite this significant rebound, it looks like this declining leg is still intact and did not end yet. Thus, apart from potential trading opportunities, those who are still heavily invested must sell at this rise, until things get clearer.

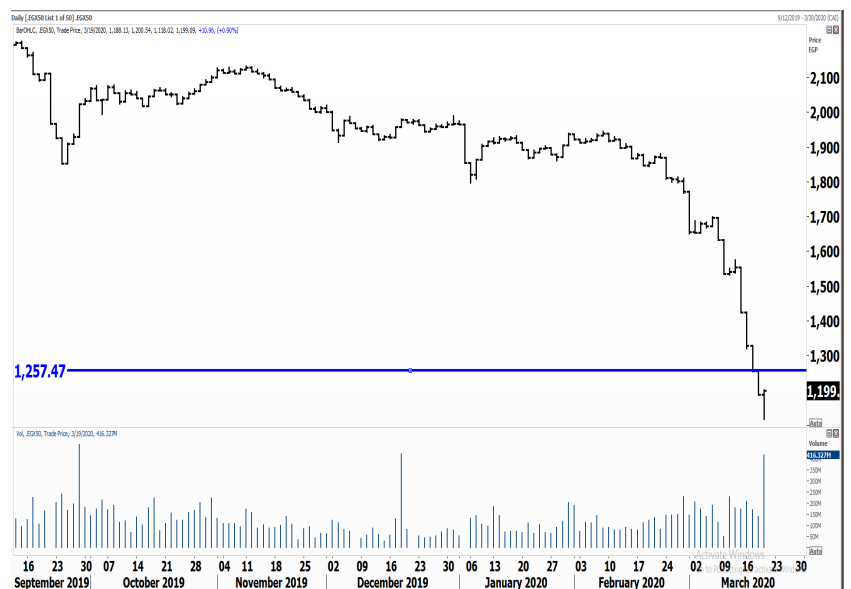
This potential rise can bring the EGX 30 to the 11,000, which is expected to serve as resistance. Those who want to initiate short-term trading positions can do so by using strict stops and clear targets.

## EGX 50 Index Daily Chart

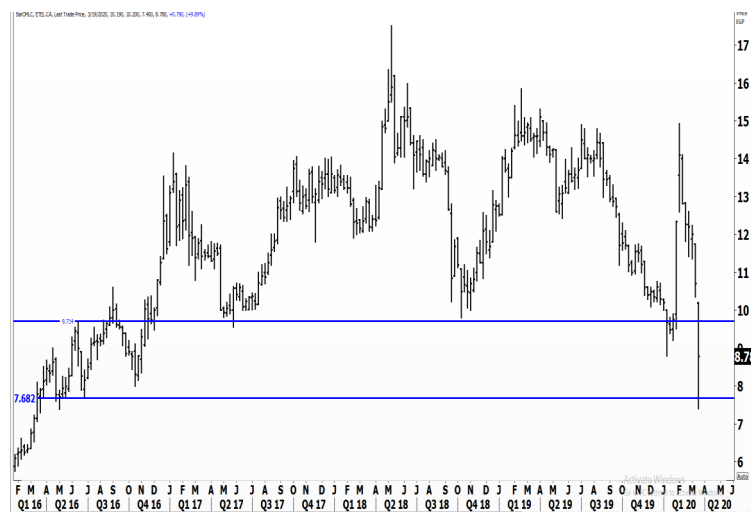
The EGX 50 index did not witness a strong rise like that of the EGX 30. The equal weighted index closed almost unchanged from the day before. This brings us to the fact that most of the stocks that rose significantly were the blue chips.

Those who want to trade the market should look at the first resistance at 1,260. A break above this level will trigger a new buy signal. For now, we will use this level as a target.

It is important to understand that this potential rebound might be short-lived especially that global equities are still doing bad.



## ETEL



The stock rebounded from around 7.5, closing at 8.7 at the end of Thursday's session. This rise might take ETEL near the 9.7-10 range. We believe, however, that if ETEL reaches this resistance area it will be a good chance to sell positions.

Thus, those who want to trade the stock can take a decision at current levels but should sell as soon as ETEL approaches 9.7.

Position holders are recommended to sell their positions at this potential rebound.

The 2009 and 2016 bottoms were at 5.5, while a temporary violation of this level occurred during 2012 as the stock reached around 3.1 before rebounding sharply once again. ESRS is currently inside this support zone as it closed at 4.88 at the end of Thursday's session.

It is a normal scenario to rebound from this area, especially that it looks like a strong and solid support zone. Our first target to watch, however, lies at 5.5. This is where we will sell initially.

It is important to note that if ESRS does not violate the 3.1-3.5 area in the next period, it will probably witness a significant rise that will take it to higher levels.

## ESRS



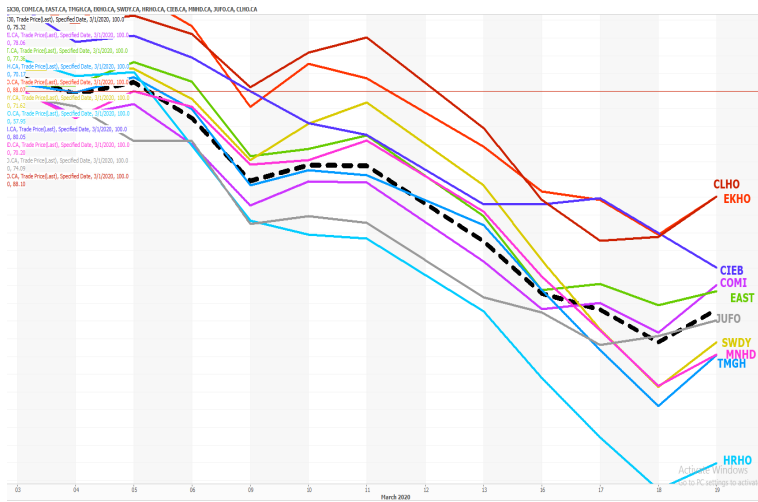
## OCDI



OCDI witnessed a bullish engulfing pattern on Thursday with relatively high volumes. This positive close might have a short-term impact on the stock as it might lead it to 9 if the rise continues for few days.

Those who want to step in are recommended to sell directly as the stock approaches its target and place a very strict stop below Thursday's low.

## Top index weights

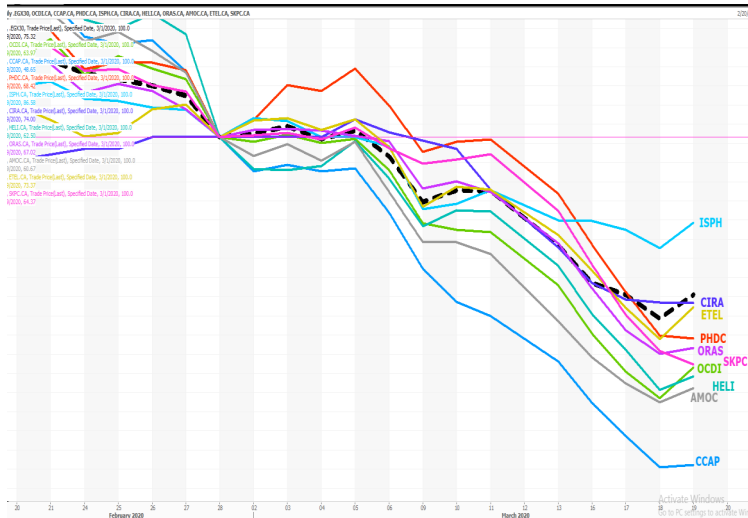


CLHO, EKHO, and CIEB are still the current top three. Then comes COMI, EAST, and JUFO.

SWDY did not move as we were expecting last week and witnessed a strong decline despite that it was maintaining itself from the beginning of the month.

The worst performer is still HRHO.

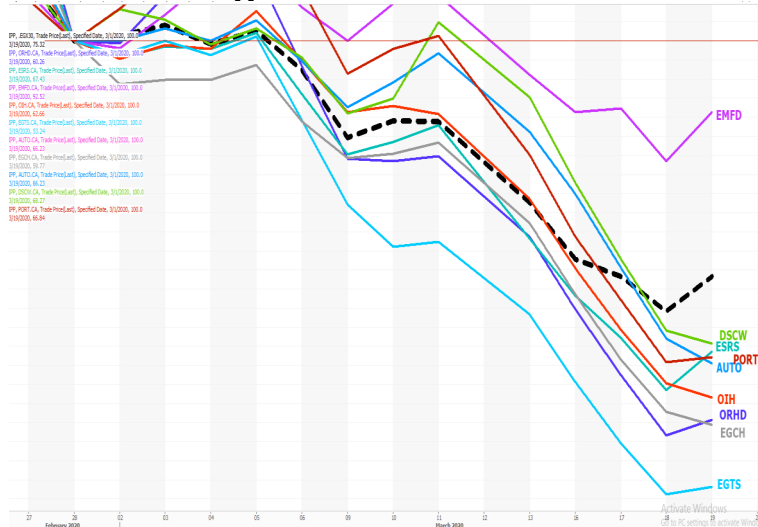
## Mid Weights



Only ISPH is outperformer, while CIRA and ETEL are market performers. The rest are underperformers, CCAP being the worst.

PHDC is relatively close to the EGX relative performance curve, followed by ORAS.

## Smallest Weights



By far, EMFD is the best performer in this category of stocks. The rest of the stock are clearly underperformers. DSCW, unfortunately, witnessed a strong decline despite that it was trying to maintain itself. ESRS, PORT, and AU-TO come next. The rest are still bad and need time to begin to improve.

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>Below</b>	The 10 weeks moving average is still below its 20 weeks counterpart
EAST	<b>Below -</b>	The 10 weeks moving average is still below its 20 weeks counterpart
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
JUFO	<b>Below -</b>	The 10 weeks moving average is still below its 20 weeks counterpart
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
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
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.

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## Technical Analysis Department

### **Saleh Nasser**

Chief Technical Strategist

### **Ahmed Hassan**

Senior Technical Analyst

### **Dina Fahmy**

Senior Technical Analyst