



PIONEERSECURITIES

Weekly Overview

31–May 2020

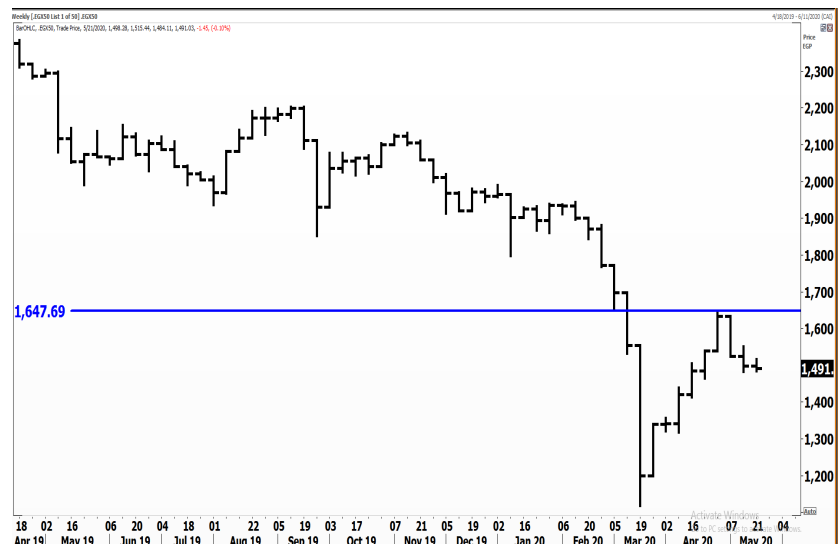
This report must be read with the disclaimer
on last page

If we look at the MACD indicator, we will note that it is on the verge of witnessing a bullish crossover. If this positive crossover occurs, along with a breakout above 10,500, a new buy signal will be triggered and our target will be set at significantly higher levels. We believe that a weekly breakout above this resistance can lead the EGX 30 near 13,500.

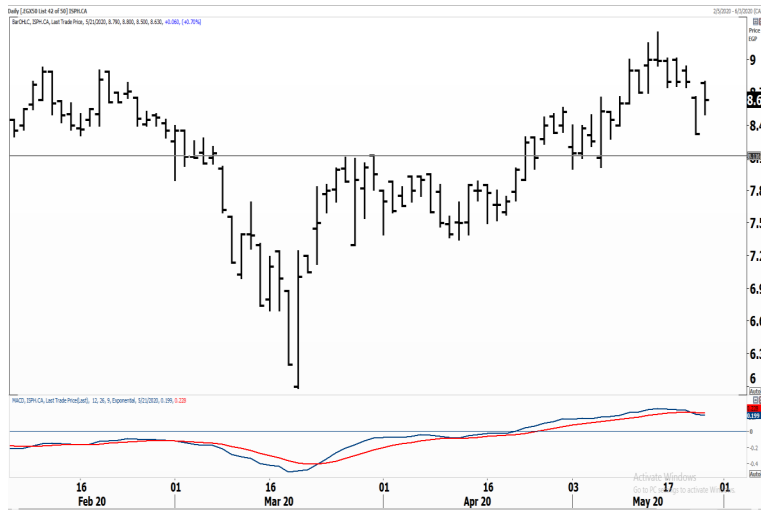
IF the EGX 50 index rises from here, a clear higher low will be confirmed and this will be considered as an early signal of a potential breakout above 1,650.

As we mentioned before, a break above 1,650 will be a bullish scenario for the market and will probably lead to a strong rise.

We are waiting for both indices to break their corresponding resistance levels; if this occurs, we will be aggressive buyers in the market.



ISPH



ISPH is one of the outperforming stocks and is able to maintain itself even during markets turmoil.

The stock has been witnessing lately a minor correction. Its support to watch lies at 8.1-8.15; if the stock approaches this support level, buying power will most probably step in which will lead to a renewed rebound.

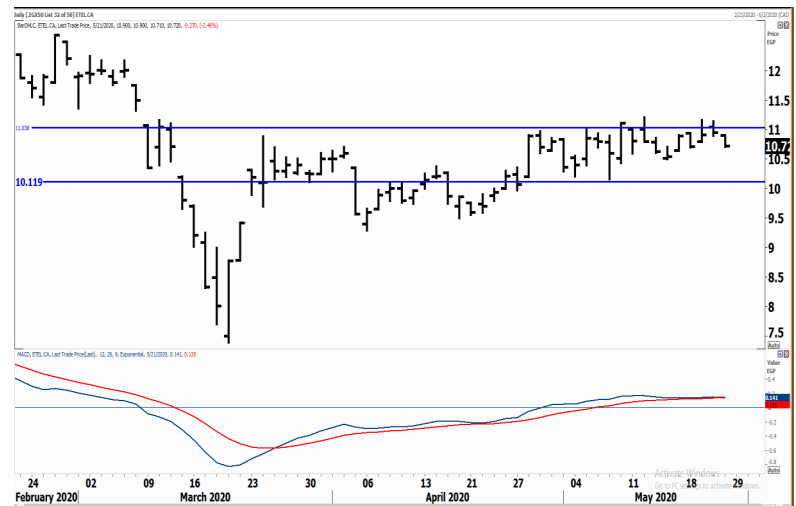
Those who want to buy can begin stepping in near 8.35-8.4.

ETEL is one of the few stocks that are currently outperforming the index. The stock looks strong, especially that it is trading near its resistance that lies at 11. We will not step in, however, until a breakout occurs.

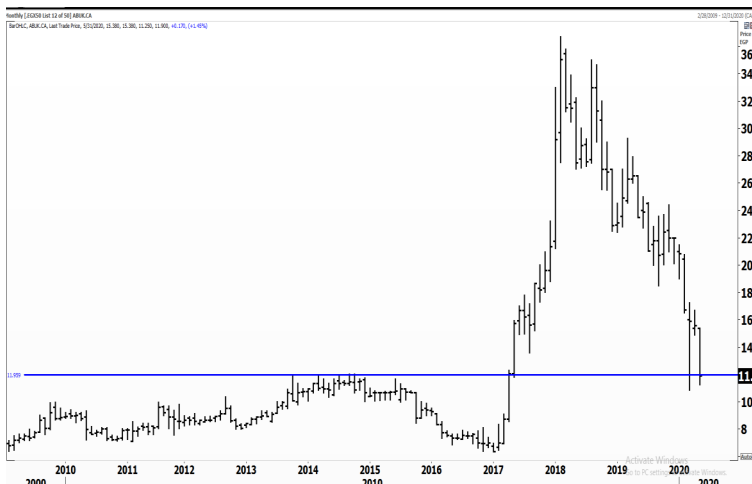
Thus, a breakout above 11 will trigger a new buy signal and our target will be set around 12.5.

First minor support lies at 10.5; we expect this level to halt any potential dip.

ETEL



ABUK

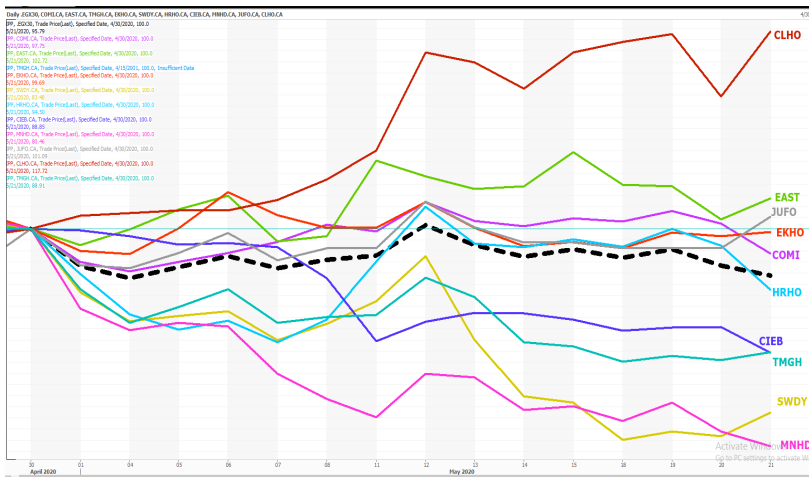


One of the stocks that witnessed severe declines, falling from 37 to 11 in 1.5 years. ABUK is currently hovering around its major support at 11.5-12; this is an important area that might stop the whole decline of ABUK.

We are expecting a big rise, if a rebound occurs from here. Our first resistance lies at 16; in other words, if ABUK rebounds from here, it will witness a 35-40% rise initially.

Those who want to step in are recommended to place their stop below the month's low.

Top index weights

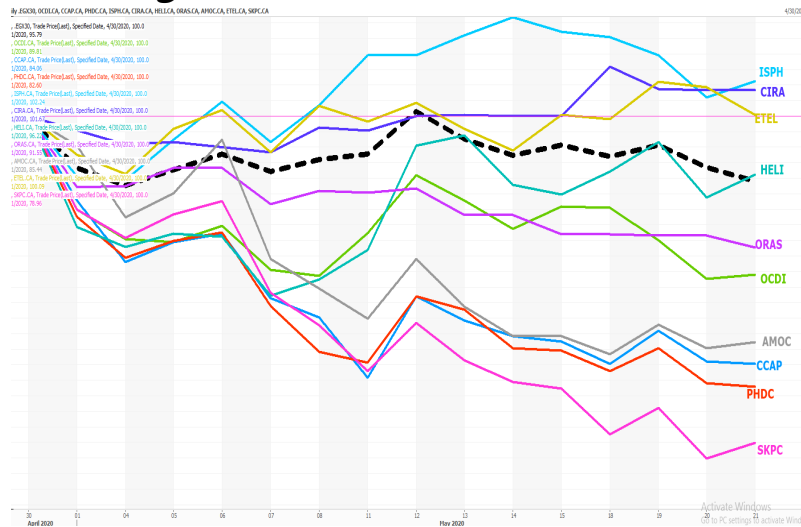


CLHO is on top of the EGX 30 heavy weights stocks. Then comes EAST, JUFO, EKHO, and COMI.

As for the rest of the stocks, we should watch TMGH and SWDY as their relative performance curves are trying to look north.

To be clear, however, the only stock that is outperforming clearly and is a buy stock is CLHO.

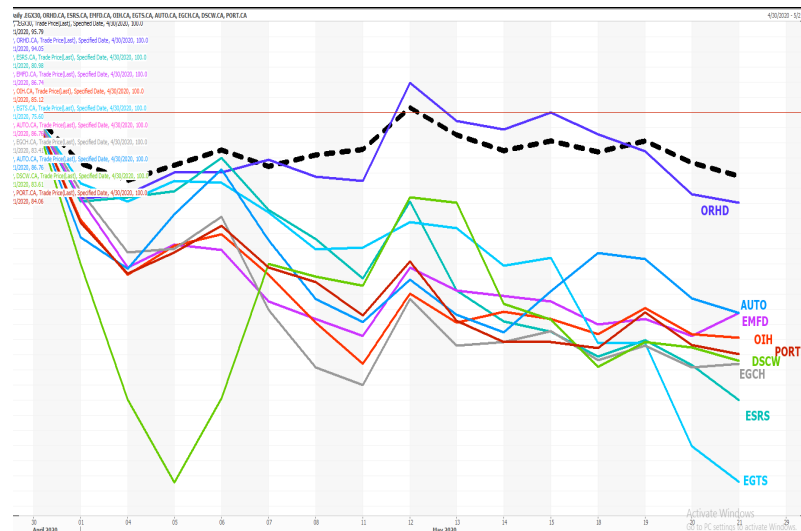
Mid Weights



In this category of stock, ISPH, CIRA, and ETEL are outperforming. Heliopolis Housing is trying to improve too.

As for the rest of the stock, we still do not see any of them improving. So we recommend looking mainly at the top three in the time being.

Smallest Weights



As we can see from this chart, all stocks in this category have been underperforming the EGX 30 index lately.

All of the stocks' relative performance curves are looking down, with the exception of EMFD, which is trying to maintain itself. ORHD also looks ok as it is moving close to the EGX 30 relative performance curve.

| Stock | 10/20 EMA signal | Comments |
|--------|------------------|--|
| EGX 30 | Below | The 10 weeks moving average is still below its 20 weeks counterpart |
| COMI | Below | The 10 weeks moving average is still below its 20 weeks counterpart |
| EAST | Below | The 10 weeks moving average is still below its 20 weeks counterpart |
| EKHO | Below | The 10 weeks moving average is still below its 20 weeks counterpart |
| TMGH | Below | The 10 weeks moving average is still below its 20 weeks counterpart |
| HRHO | Below | The 10 weeks moving average is still below its 20 weeks counterpart but approaching it |
| SWDY | Below | The 10 weeks moving average is still below its 20 weeks counterpart but approaching it |
| CLHO | Below | The 10 weeks moving average is still below its 20 weeks counterpart but approaching it |
| CIEB | Below | The 10 weeks moving average is still below its 20 weeks counterpart |
| JUFO | Below | The 10 weeks moving average is still below its 20 weeks counterpart but approaching it |
| MNHD | Below | The 10 weeks moving average is still below its 20 weeks counterpart |
| ETEL | Below | The 10 weeks moving average is still below its 20 weeks counterpart but approaching it |
| ISPH | Below | The 10 weeks moving average is still below its 20 weeks counterpart but approaching it |
| CIRA | Below | The 10 weeks moving average is still below its 20 weeks counterpart but approaching it |
| ORAS | Below | The 10 weeks moving average is still below its 20 weeks counterpart |
| 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 |
| HELI | Below | The 10 weeks moving average is still below its 20 weeks counterpart but approaching it |
| 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 |
| 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 |
| 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 |
| 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 |
| PORT | Below | The 10 weeks moving average is still below 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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