PIONEERSSECURITIES

Weekly Overview

8-May 2022
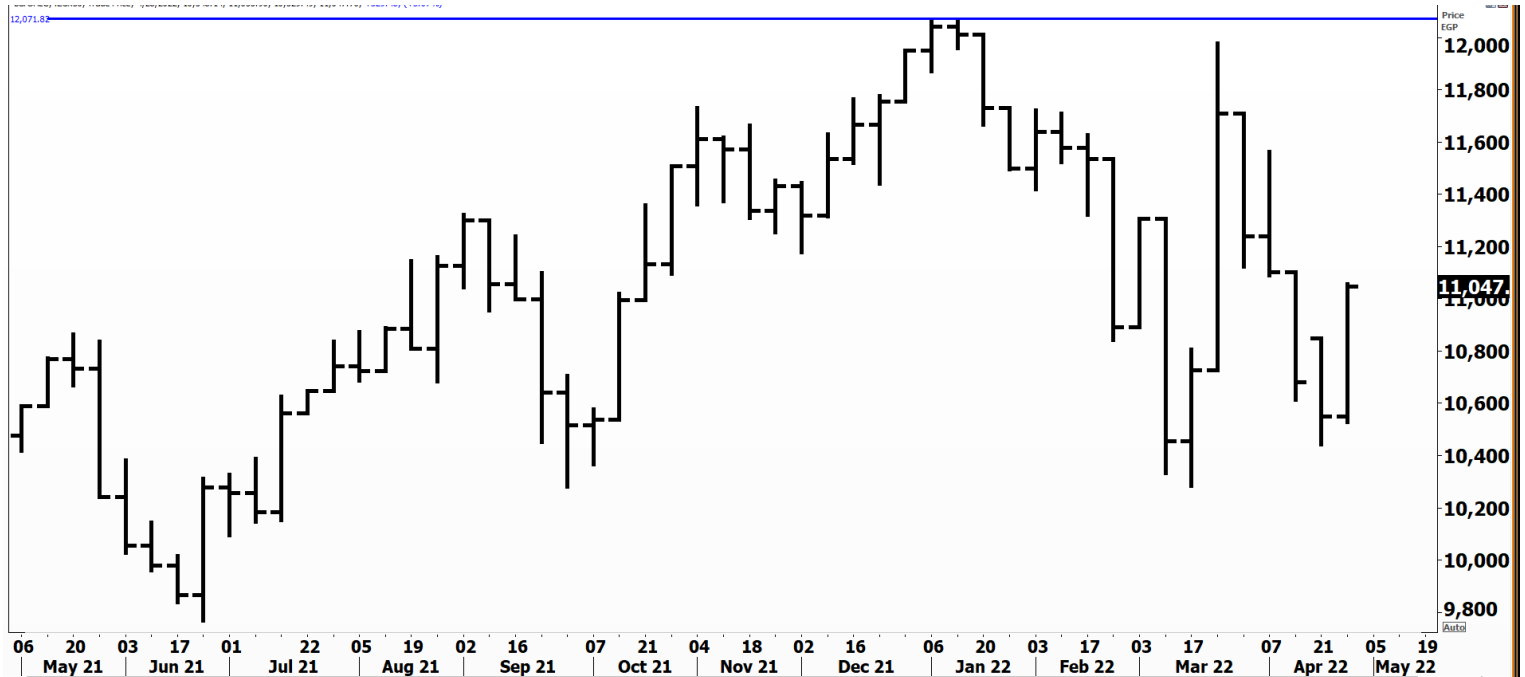
The past few days of Ramadan were positive, which led the EGX 30 to rebound from 10,450. The overall situation is obviously still weak even with the recent rise.

We mentioned before that the 10,900 breakout is our short-term entry signal; thus, short-term investors can step in partially in outperforming stocks and use the 11,400-11,500 as a target to watch. Let us reiterate the fact that the overall situation is risky so only those who can take high risk exposure can open short-term positions for quick trading opportunities.

The 10,400 is our current stop; those, however, who cannot endure risk can place their stop below 10,700 which is the low of the last trading day.

EGX 50 Index, Weekly Chart

The ability to close the month above 1,900 is not bad for the EGX 50 index. As we know, the index broke below this level and closed below it on a weekly basis; we were waiting for a clear confirmation for this breakdown, but the ability to trade back above this level is temporary good, as we still need confirmation.
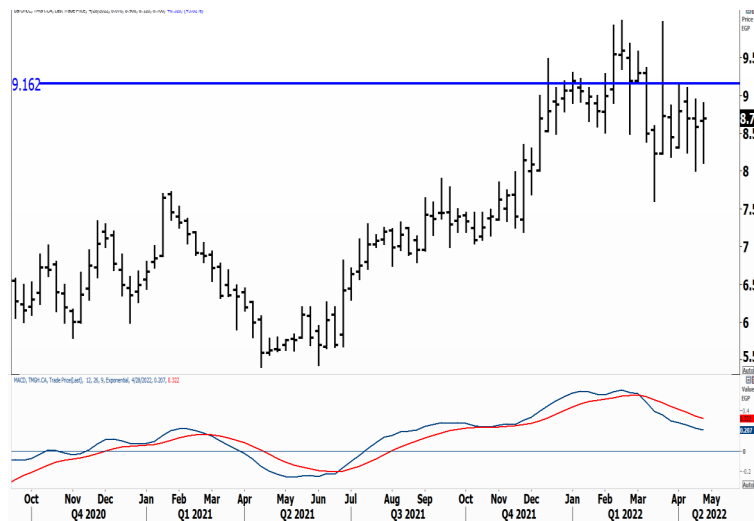
However, short-term trading opportunities are available from here to the 2,000-2,050 range, which will be an area to sell at.

Only a clear breakout above 2,050 will change the overall situation to positive.

For now, we still do not recommend opening positions except for high risk investors who will also place and respect their strict stop losses.

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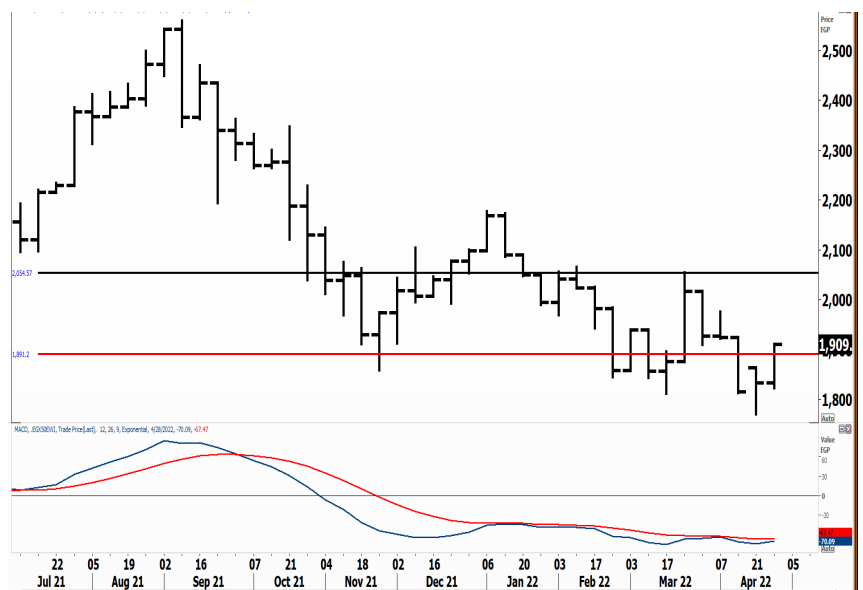
TMGH

TMGH is one of the outperformers and is still expected to continue its strength. A breakout above 9.15-9.2 will be considered as a confirmation and will trigger a new entry signal.
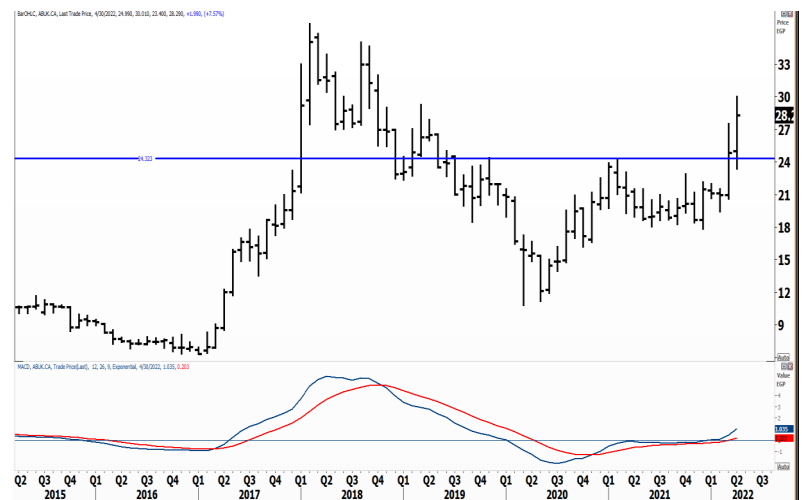
The stock is still in an uptrend and should break the 10-level to the upside.

ABUK

The monthly chart shows that ABUK is witnessing a major uptrend, especially after the confirmed breakout above 24.
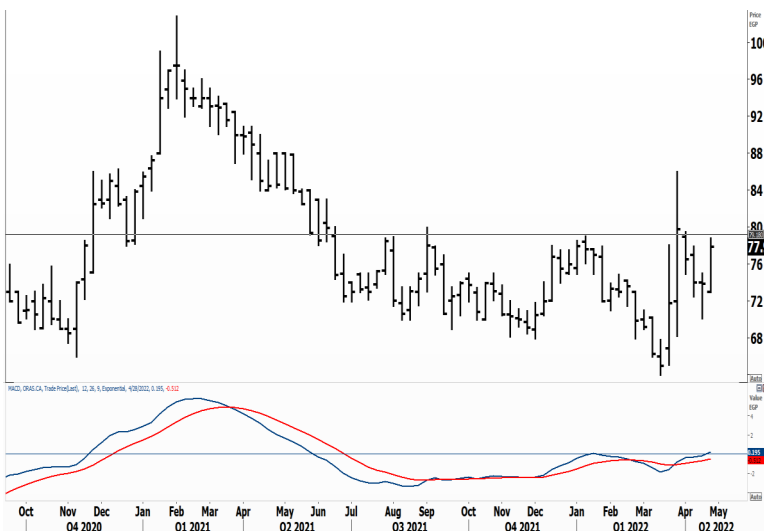
Our target lies at 35-37, which is the major peak and historical high.
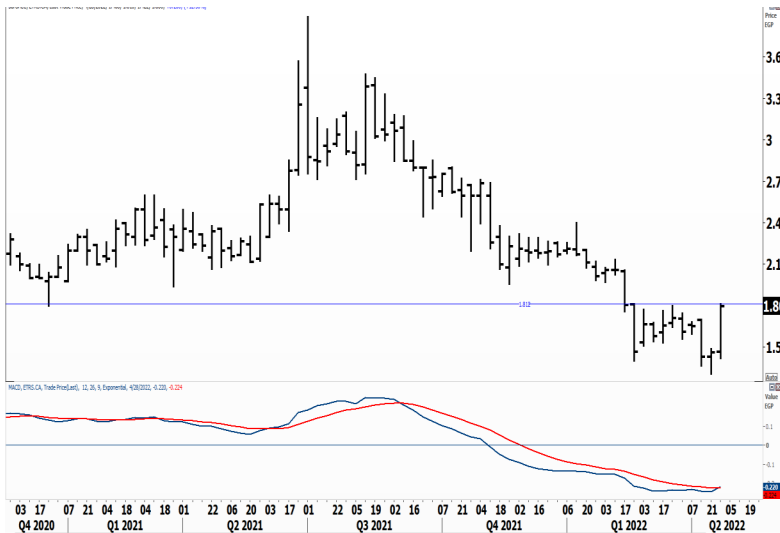
Buying at dips is recommended.

ORAS

The stock looks like it will break above 80; such a breakout will trigger an entry signal.

If ORAS breaks above 80, our target will be set around 100. Those who want to buy are recommended to enter at the breakout.
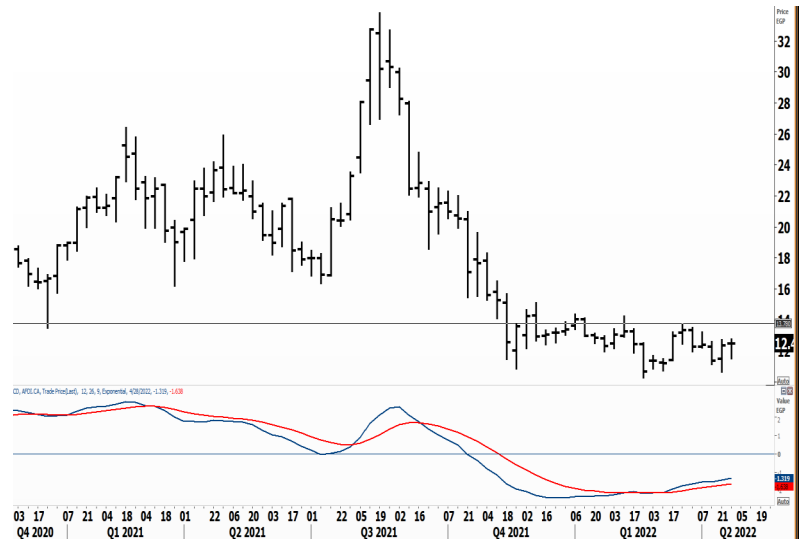
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ETRS

A breakout above 1.81 will trigger an entry signal with a target around 2.25.

Those who want to step in can enter at the 1.8-1.81 breakout and place their stop below the low of the breakout day.

AFDI

The stock is witnessing a sideways range since Q4 2021 until now.

The 13.8-14 range is an important area to watch. A breakout above this resistance will solve this lateral range to the upside and will probably lead to a significant rise.

We do not recommend entering, however, before the breakout.

ACGC
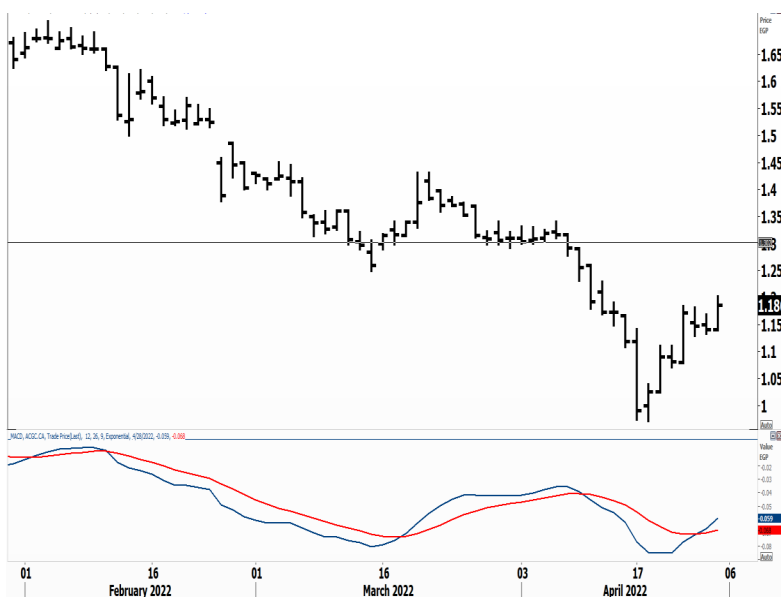
This is a short-term trading opportunity as the stock witnessed a flag-like formation; this might lead the stock to a target of 1.35.

We will look, however, at 1.3 as our first target. Stops should be placed below 1.15.

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Top index weights

ABUK is on top once again, insisting on being one of the strongest performers in the Egyptian market.
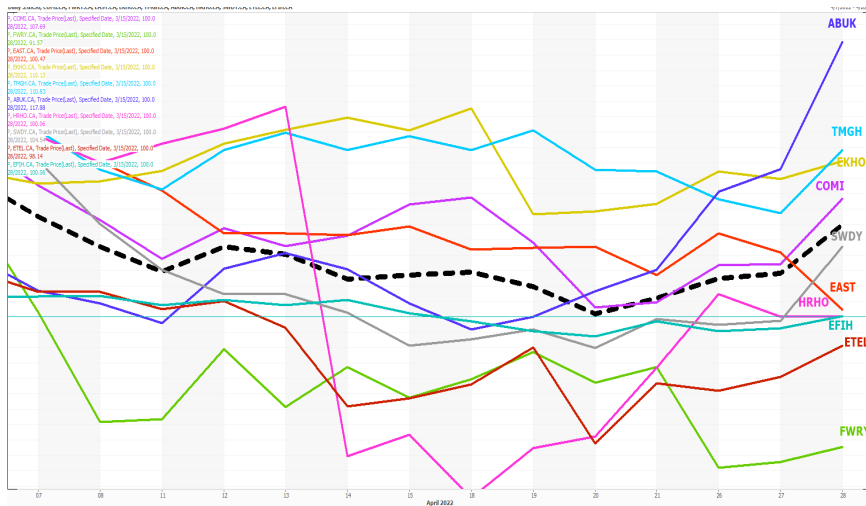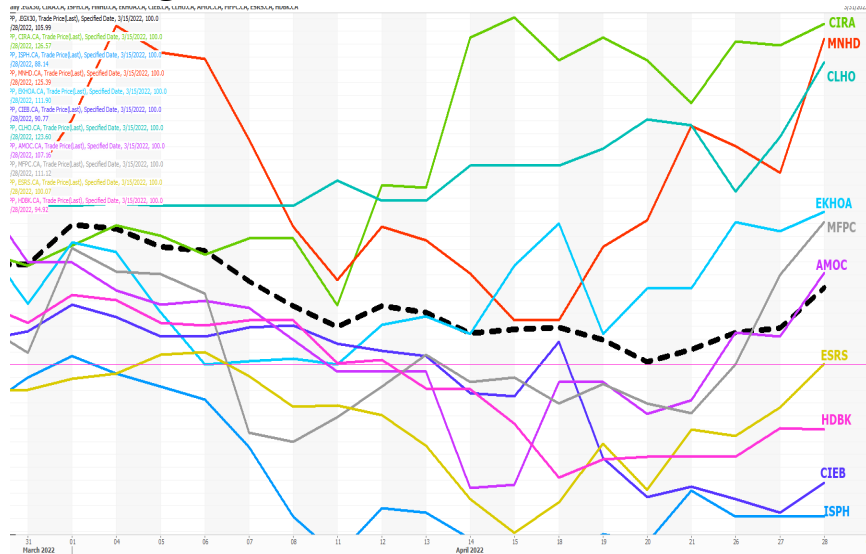
TMGH and EKHO are still maintaining their outperformance with a big deal of persistence.

COMI also looks good and is expected to witness another period of outperformance, along with SWDY which began to show better performance lately.

Mid Weights

CIRA and CLHO are still doing very well and maintaining their strong performance, along with MNHD which also is witnessing a period of outperformance.

EKHOA and MFPC come next and they are expected to witness better performance in the near future. AMOC is also doing well.

Smallest Weights
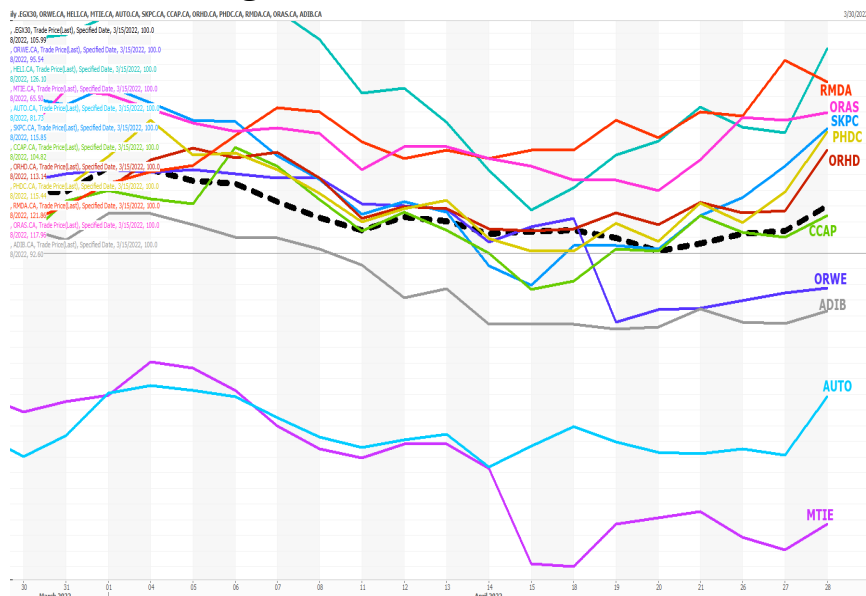
Best stocks in this category are RMDA, ORAS, SKPC, PHDC, and ORHD. These stocks are moving together towards the North.

 The rest of the stocks are still witnessing some underperformance.

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Stock	10/20 EMA signal	Comments
EGX 30	Below	The 10 weeks moving average broke below its 20 weeks counterpart
COMI	Below	The 10 weeks moving average broke below its 20 weeks counterpart
FWRY	Below	The 10 weeks moving average broke below its 20 weeks counterpart
ABUK	Above	Buy signal was triggered during July 2021
EAST	Above	Buy signal was triggered during March 2022
HRHO	Above	Buy signal was triggered during end of August 2020
TMGH	Above	Buy signal was triggered during July 2021
EKHO	Above	Buy signal was triggered during August 2020
EFIH	N.A.	
SWDY	Below	The 10 weeks moving average broke below its 20 weeks counterpart
ETEL	Above	Buy signal was triggered in mid June 2021
EKHOA	N.A.	
CLHO	Above	Buy signal was triggered in November 2021
MFPC	Above	Buy signal was triggered in November 2020
CIEB	Below -	The 10 weeks moving average broke below its 20 weeks counterpart
CIRA	Below	The 10 weeks moving average broke below its 20 weeks counterpart
HDBK	Below -	The 10 weeks moving average broke below its 20 weeks counterpart
AMOC	Below	The 10 weeks moving average broke below its 20 weeks counterpart
ISPH	Below	The 10 weeks moving average broke below its 20 weeks counterpart
ESRS	Above	Buy signal was triggered in Sep 2020
MNHD	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
HELI	Below	The 10 weeks moving average broke below its 20 weeks counterpart
SKPC	Above	Buy signal was triggered during March 2022
AUTO	Below	The 10 weeks moving average broke below its 20 weeks counterpart
PHDC	Below	The 10 weeks moving average broke below its 20 weeks counterpart
ORAS	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
ORWE	Below -	The 10 weeks moving average broke below its 20 weeks counterpart
MTIE	Below	The 10 weeks moving average broke below its 20 weeks counterpart
CCAP	Above	Buy signal was triggered during Feb 2022
ORHD	Below	The 10 weeks moving average broke below its 20 weeks counterpart
RMDA	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
ADIB	Below -	The 10 weeks moving average broke below its 20 weeks counterpart

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.

Disclaimer

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Technical Analysis Department

Saleh Nasser

Chief Technical Strategist

Ahmed Hassan

Senior Technical Analyst

Dina Fahmy

Senior Technical Analyst