

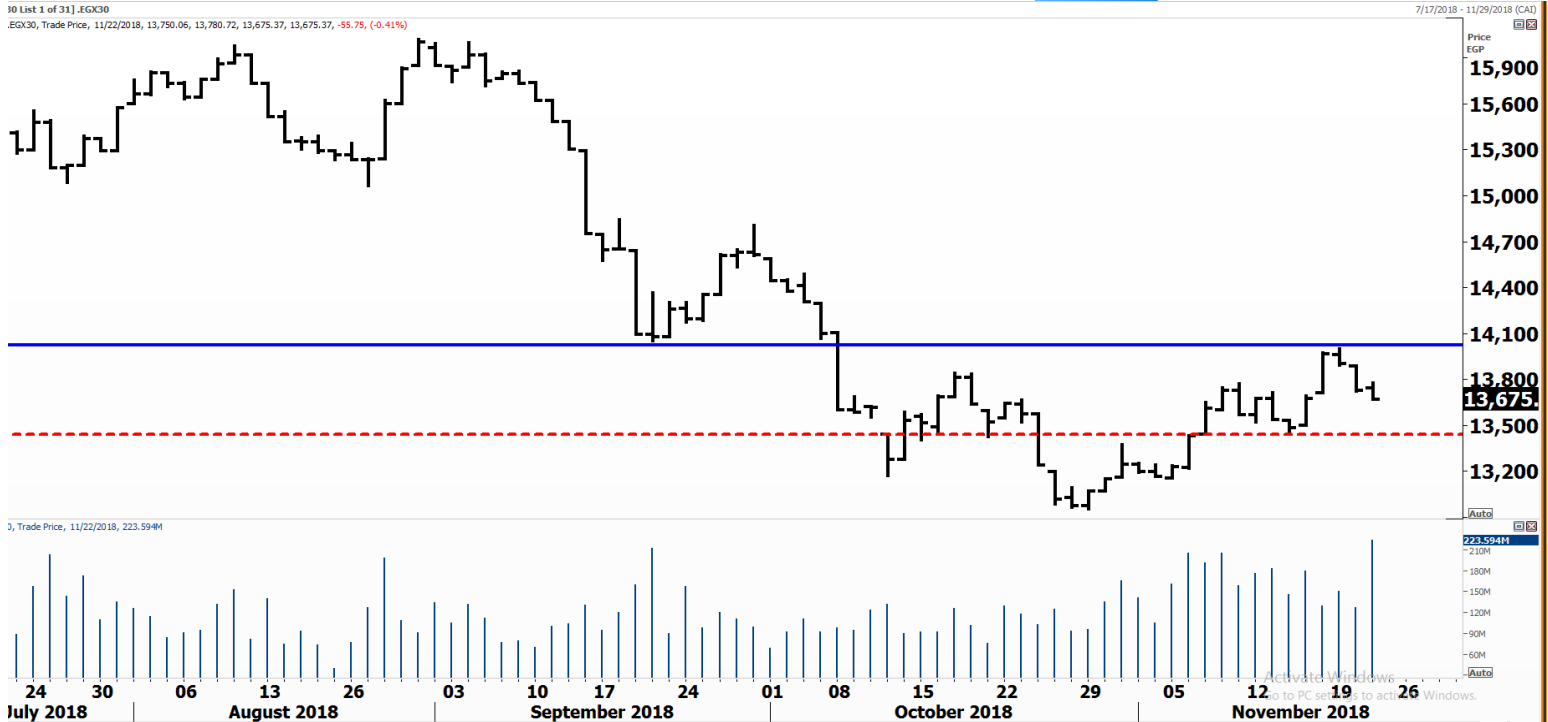


PIONEERSECURITIES

# Weekly Overview

25–Nov 18

This report must be read with the disclaimer  
on last page



The last two sessions witnessed a significant decline after the USA's selloff, as the EGX 30 index closed at around 13,675. The USA markets continued their decline on Thursday and Friday and are testing their important support level; we believe that our market on Sunday will begin with selling pressure, which should change to more buyers stepping in as the index approaches 13,450-13,500.

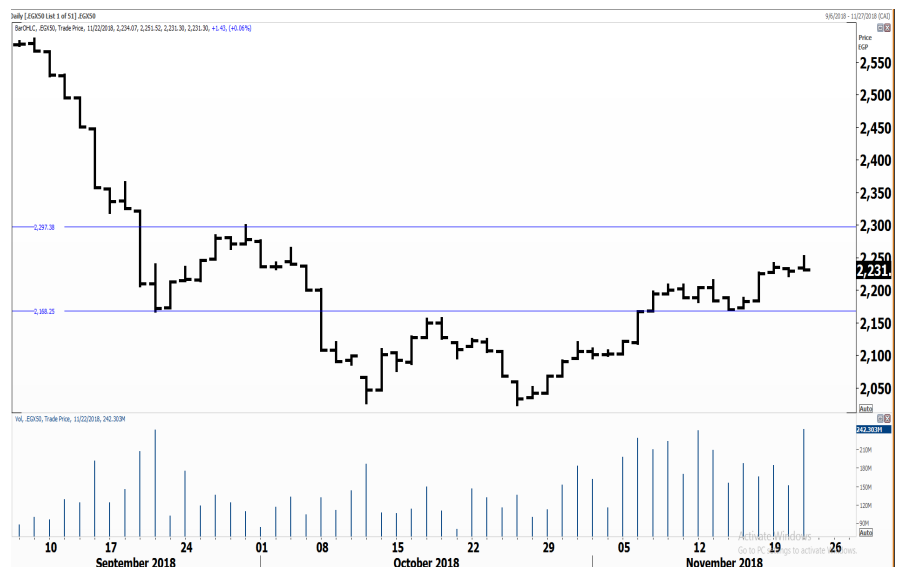
In other words, our support is near current prices, and we expect buyers to appear there once again; this also coincides with western markets (USA, London, France, etc...) approaching important support levels. Such combination should lead to a renewed rebound which, in our case, should challenge the 14,000 once again.

## EGX 50/ Daily Chart

The EGX 50 index did not decline like the EGX 30 or the Hermes Last Index; this is good news as it shows that the market decline was not general in all stocks. As we have been mentioning before, there is a lot of divergence in the performance of different stocks, and this makes it harder for investors as they should choose which stocks to invest in.

We like the fact that the EGX 50 did not fall despite the weakness on the EGX 30 index.

If today the market rebounds after morning selling pressure, the EGX 50 will probably break 2,300 upwards in a matter of days, which should lead the markets to higher levels.



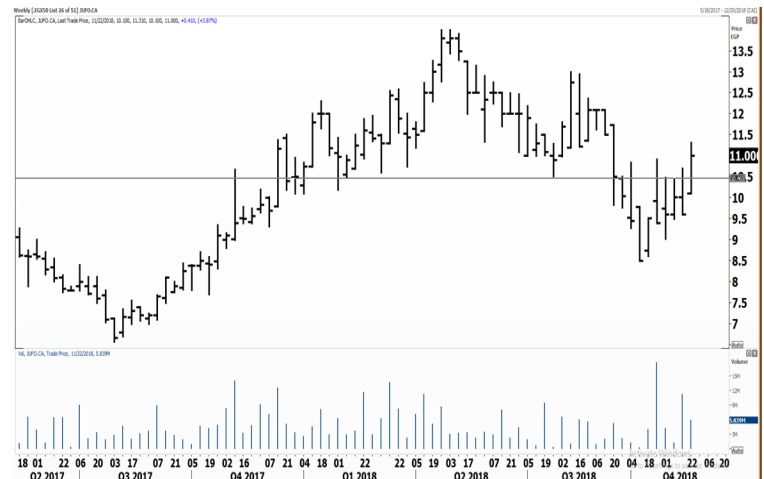
## IRON



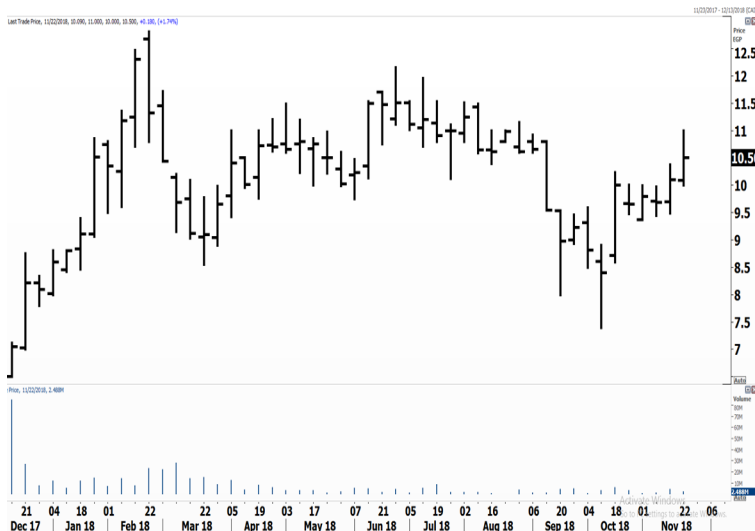
One of the stocks that are showing much better performance than before. The stock looks strong and is expected to witness a strong rise, especially if the market rebounds. Those who want to step in are recommended to place their stop below 5.2. We expect much higher levels to be reached.

## JUFO

Not a liquid stock to be traded easily, but JUFO is trying to maintain itself above 10.5, which might lead it near 12.5-13 once again. We do not expect a breakout above 13.5 currently, but at least the 13 level is expected to be reached.

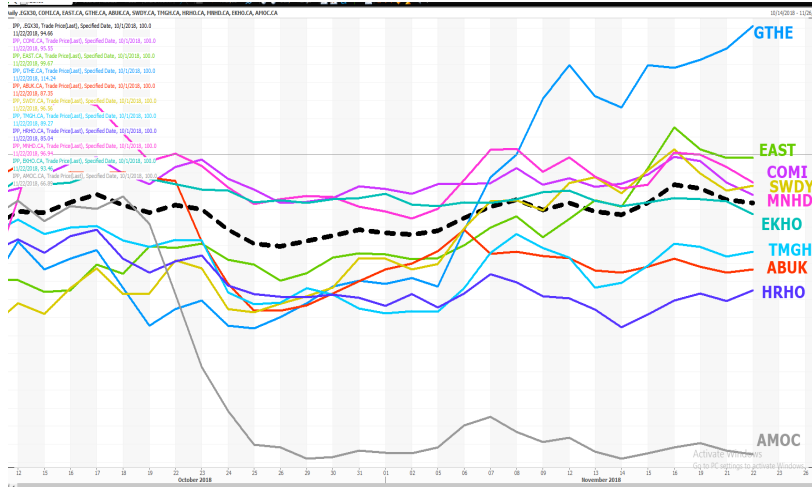


## ISPH



If ISPH continues trading above 9.5 for the next few sessions it will probably test its high that lies near 12.5. The stock is not a trading vehicle, rather an investment instrument for buy and hold. Those who have positions are recommended to hold and see whether the stock will break its peak upwards or not. We are more biased to the bullish side and are expecting an ultimate breakout.

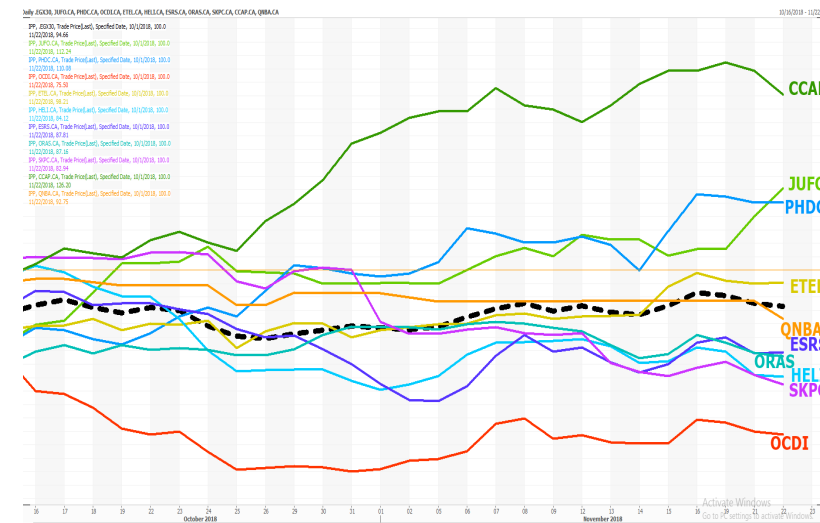
## Top index weights (3% and above)



In the heavy weight category of stocks, most of the relative performances are looking down, with the exception of GTHE, and also HRHO which began to turn upwards, despite that it is still trading below the EGX 30's relative performance curve.

If we look at these stocks, we will go for GTHE and HRHO and take the risk on the latter as it is still in its underperforming phase, but began to show some stabilization in its performance.

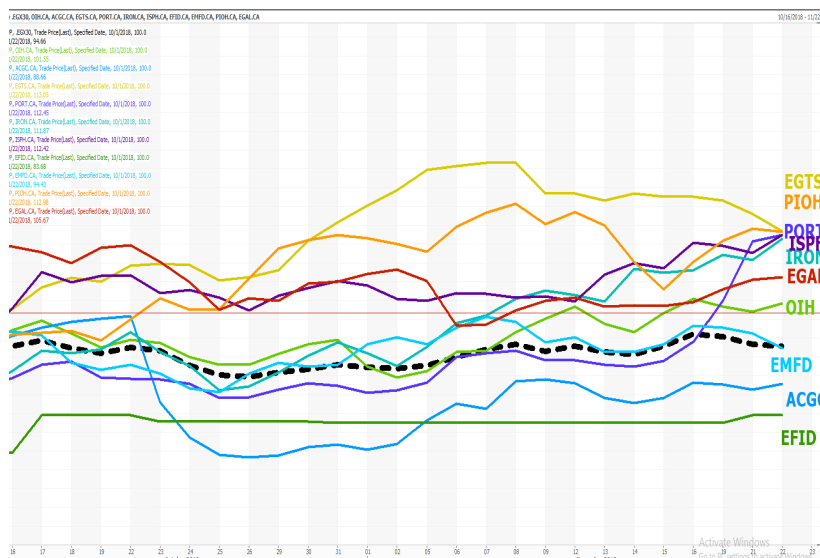
## Mid Weights (above 1.5%)



CCAP, JUFO, and PHDC are still away from the EGX 30's relative performance curve and are obviously clearly outperforming. ETEL is moving laterally very close to the EGX 30, while the rest are moving below the index and still look weak.

Thus, we like the top three; CCAP, JUFO, and PHDC.

## Smallest Weights (below 1.5%)



Most of the stocks in this category are outperforming the EGX 30 index. As we can see from the curves, most of these stocks are trading above the EGX 30 by a significant gap. EGTS, PIOH, PORT, ISPH, and IRON they all look good and are on top. Then comes EGAL and OIH which are also moving above the index.

Out of these 5 top stocks, we like PORT, ISPH, and IRON which have rising relative performance curves.

## Disclaimer

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## Technical Analysis Department

### **Saleh Nasser**

Chief Technical Strategist

### **Ahmed Hassan**

Senior Technical Analyst

### **Dina Fahmy**

Senior Technical Analyst