

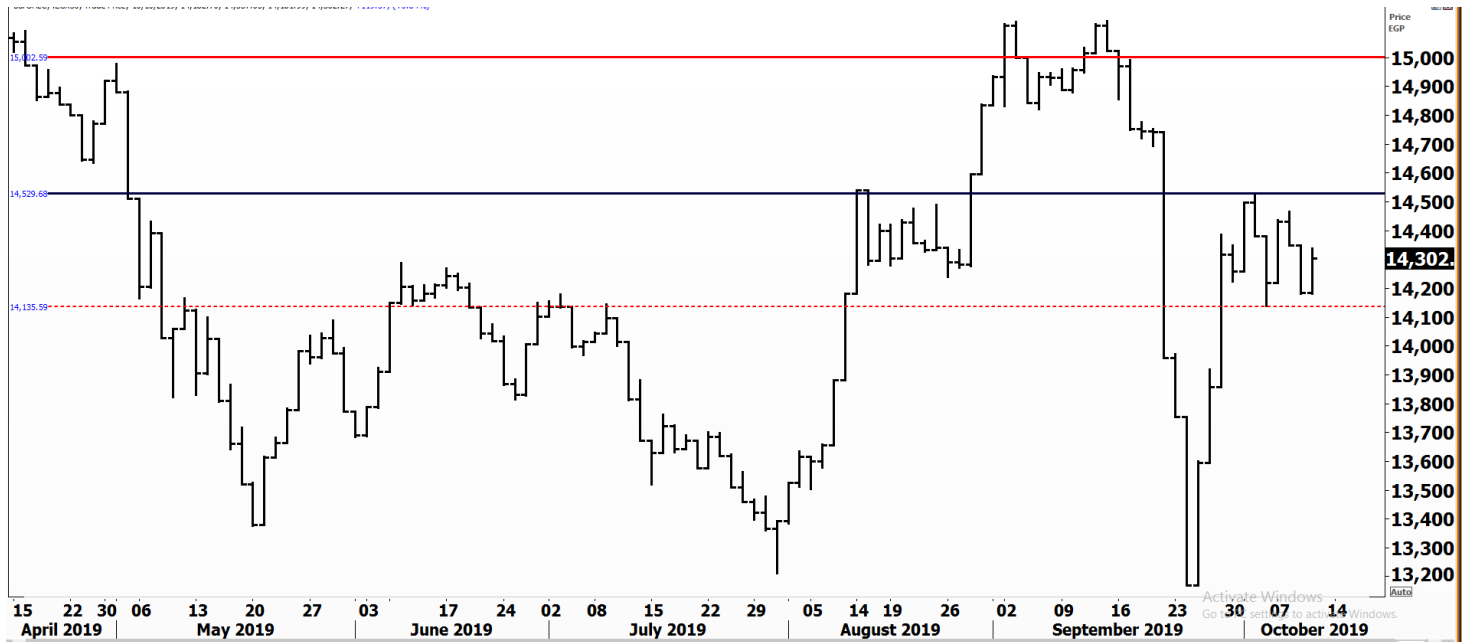


PIONEERSECURITIES

Weekly Overview

13–Oct 19

This report must be read with the disclaimer
on last page



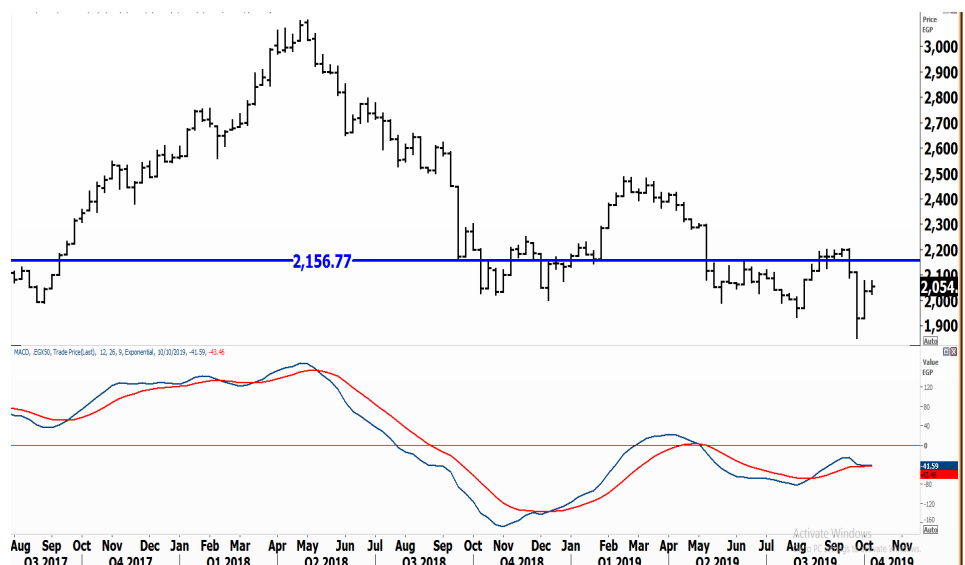
The 14,150 to 14,500 is our current trading range; it is important to see in which direction the market will move; naturally, and based on the current positive news, along with rising equity markets, we believe that the break should be on the upside. Thus, a break above 14,500 will be bullish for our market and will lead the EGX 30 index to 15,200. As we know, we still recommend to keep our stop below 14,150.

It is important to look at both scenarios to be ready to act if any of them occurs. Our view is more biased to the bullish side, but we reiterate our recommendation to place a strict stop below 14,150.

EGX 50 Index/ Weekly Chart

The weekly MACD looks good, especially as it is making a higher low formation. If the indicator rises from here, it will probably lead to a strong rise that will break 2,150 upwards.

Our confirmed buy signal will be triggered if the 2,150 is broken to the upside. We expect that the next rise will lead to a significant rise on the EGX 50 index, which will be more bullish for the market.



EGTS



EGTS witnessed a head and shoulders formation on the daily chart. This pattern is bearish by nature and should lead to a significant decline.

The decline was not as sharp as it was expected and the stock stabilized above 2.6. Our question is whether this formation will fail or not as a failure of this head and shoulders can lead to a strong rise.

For now, we expect a test of the peak that lies at 2.9. If EGTS breaks 2.9 upwards, it will probably break its peak and new highs will be recorded.

MNHD

MNHD is still one of the underperformers but we can bet on it if the market witnesses a significant rise. The 4.6 was violated to the downside, but we expect this break to be false.

In other words, MNHD might trade back above 4.65. If this occurs and the stock closes above 4.65 for few sessions, it will probably go back to 5.5 where it will find selling pressure.

This is a nice trading idea. On the other hand, if we break 5.5 upwards, a confirmed buy signal will be triggered.



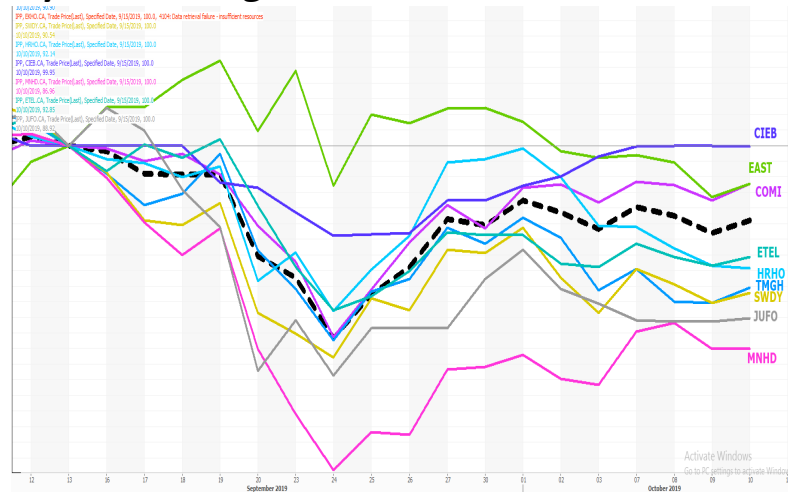
ORWE



We love how the stock looks like on the weekly chart. The MACD is witnessing a significant higher low, while the price chart is respecting its upward trendline.

If ORWE maintains its current levels, it will probably revisit 11.5-12, followed by 13. On an intermediate-term basis, we expect a breakout above 13, which will have a bullish effect on the stock.

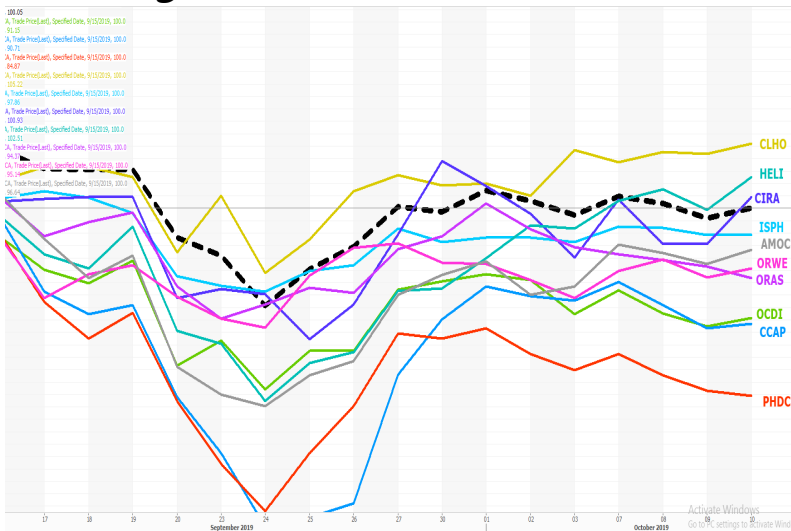
Top index weights



CIEB, EAST, and COMI have been the outperformers during the past month, then comes ETEL, and HRHO.

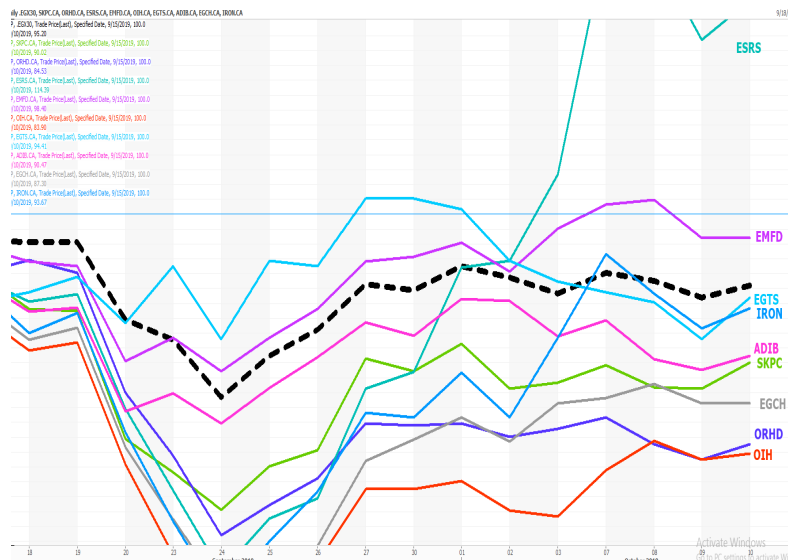
It is important to note that MNHD's relative performance curve, despite that it is on the bottom, it is witnessing clear higher lows and higher highs. This looks potentially strong and an important candidate to look at.

Mid Weights



CLHO, HELI, and CIRA are currently the three outperformers in this category. Then comes ISPH and AMOC. As for the rest, ORWE and ORAS are potentially good, while the rest of the socks still need more strength.

Smallest Weights



ESRS is flying alone away from the rest of the stocks; next comes EMFD, which is showing superior performance. This stock is expected to witness strong performance in the coming period.

EGTS and IRON also look good. And we would like here to mention that IRON began to perform better; this stock was underperforming but it looks like it will begin a new period of stronger performance.

Stock	10/20 EMA signal	Comments
EGX 30	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered
COMI	Above	Buy signal was triggered in Feb 2019
EAST	Below	The 10 weeks moving average is almost breaking above the 20 weeks moving average
TMGH	SELL*	The 10 weeks MA just broke below the 20 weeks MA/ Sell signal triggered
SWDY	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
HRHO	Above	Buy signal was triggered in June 27, 2019
CIEB	SELL*	The 10 weeks MA just broke below the 20 weeks MA/ Sell signal triggered
MNHD	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
ETEL	SELL*	The 10 weeks MA just broke below the 20 weeks MA/ Sell signal triggered
JUFO	Below	The 10 weeks moving average is still below its 20 weeks counterpart
OCDI	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered
CCAP	Below	The 10 weeks moving average is still below its 20 weeks counterpart
PHDC	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
CLHO	Above	Buy signal was triggered in November 2018
ISPH	Below	The 10 weeks moving average is almost breaking above the 20 weeks moving average
CIRA	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered
HELI	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered
ORAS	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered
ORWE	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered
AMOC	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
ORHD	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered
ESRS	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 but approaching it
OIH	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered
EGTS	Above	Buy signal was triggered in June 2019
ADIB	BUY	The 10 weeks MA Broke above the 20 weeks MA/ Buy signal triggered
EGCH	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
IRON	Below	The 10 weeks moving average is still 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.

Disclaimer

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