

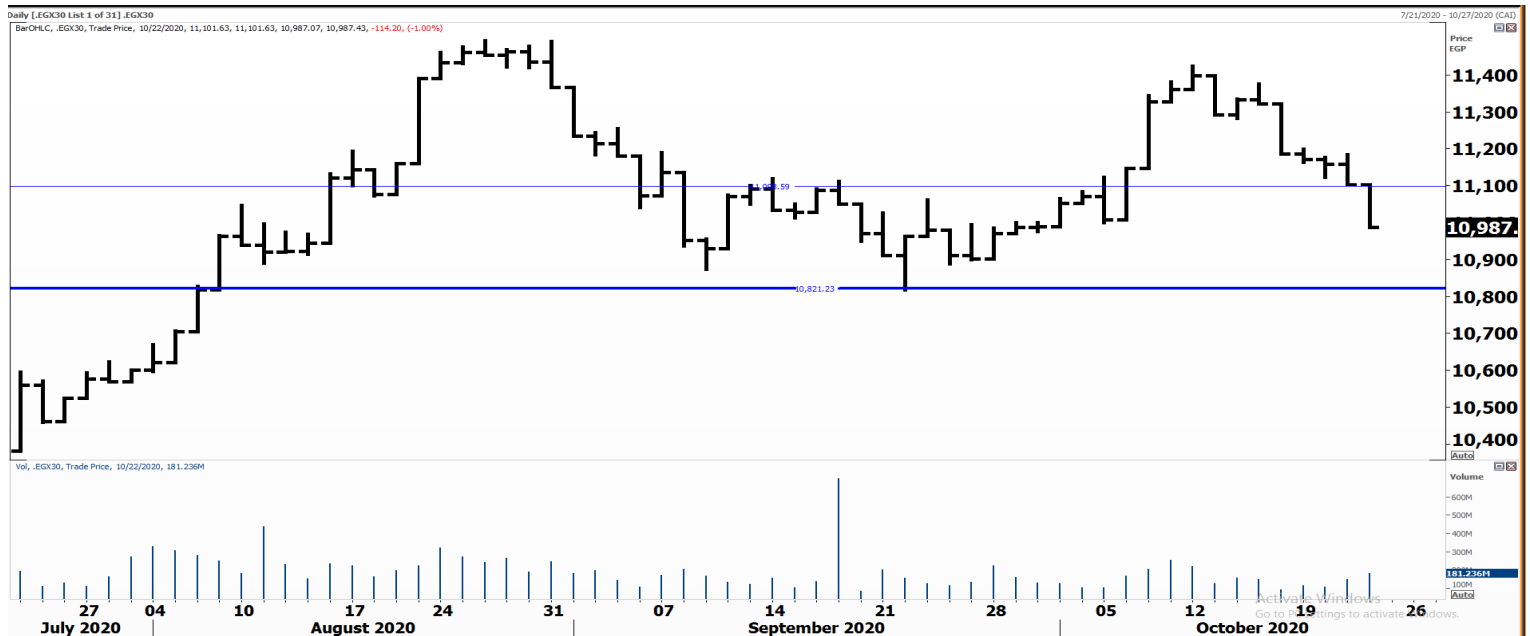


PIONEERSECURITIES

Weekly Overview

25–Oct 2020

This report must be read with the disclaimer
on last page



Last week was an ugly week as the market witnessed a strong selloff which began on Sunday with strong panic selling, and ended with a black Thursday after CIB's issue.

Despite the strong decline, the market is still contained inside its trading range, which makes a rebound from support a very probably scenario, especially after CIB's rise in the GDR.

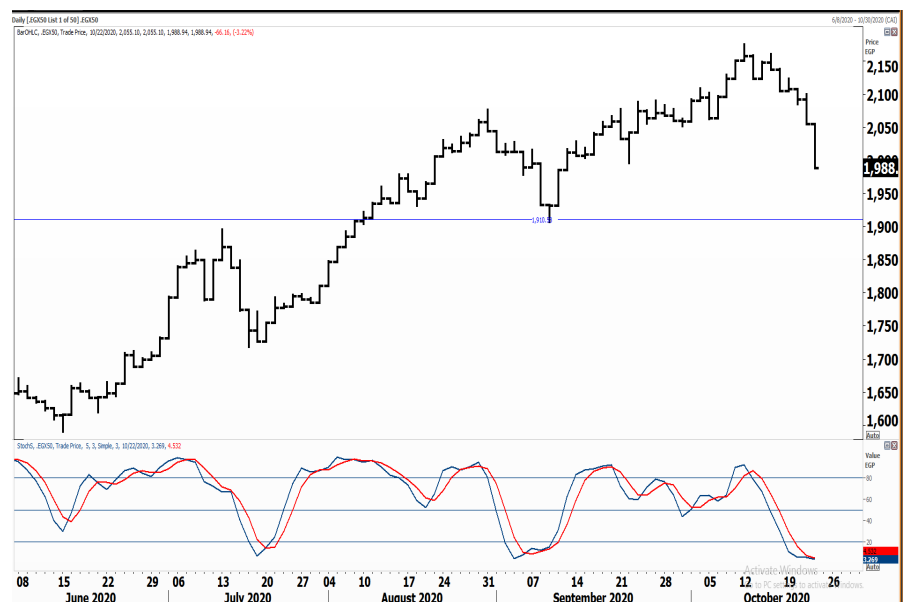
The 10,800 level is still our major support; a confirmed break below it will be bearish for the market; we still believe that we will rebound from this support level. If the market rebounds as we are expecting, Thursday's high will be our key level to repurchase in case it is broken upwards.

EGX 50 Index/ Daily Chart

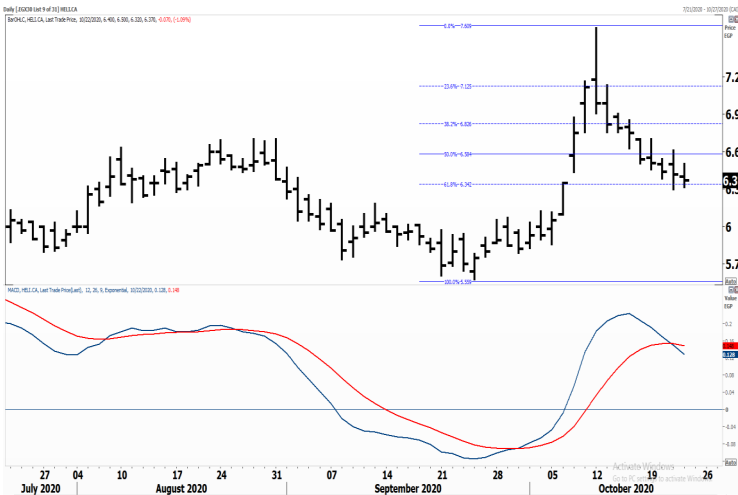
The EGX 50 index broke its minor support level on Sunday as we mentioned before in our previous reports and hit short-term stop losses.

After this support violation, the market continued its decline until Thursday when a strong sell-off took place leading the EGX 50 index to 1,988.

The 1,900 level is the major support for the index and a violation below this level is an unlikely scenario. We are more biased to the positive side of the coin and are expecting a rebound to take place either today or tomorrow.



HELI



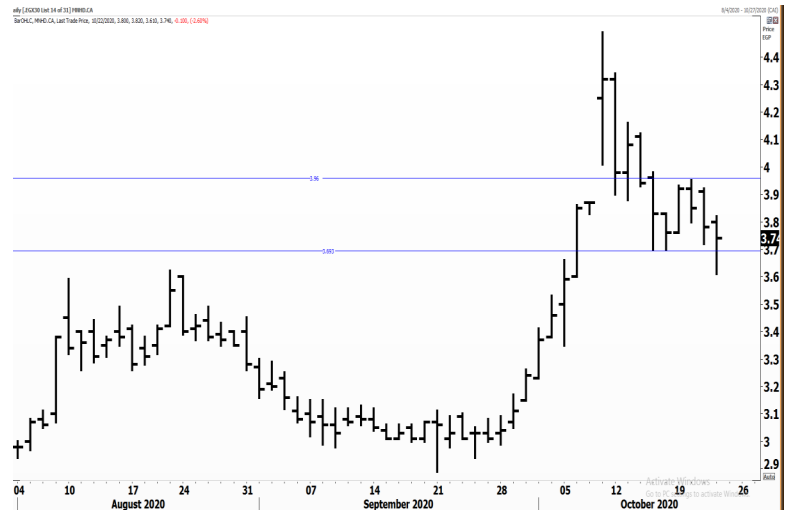
It is important to look at the stocks that did not panic with the market sell off, especially on Thursday. HELI is one of these stocks as it was able to trade in the same levels without declining.

The stock retraced 62% of its whole rise and is trading near 6.3, which can be the base for a new rise. If HELI rebounds from here, a buy signal will be triggered with a target around 6.8-6.9.

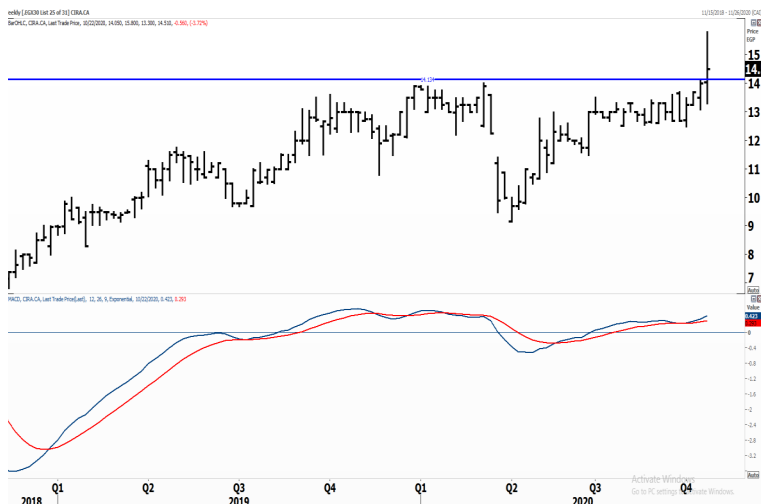
The stock closed at 3.74 after witnessing an intraday break below 1.7, which was not confirmed. The 1.7 is still serving as support and MNHD is eligible to rebound from here.

Those who want to enter after confirmation are recommended to step in at the 3.95 breakout. A break above this minor peak will trigger a new buy signal and will probably lead the stock near its peak.

MNHD



CIRA

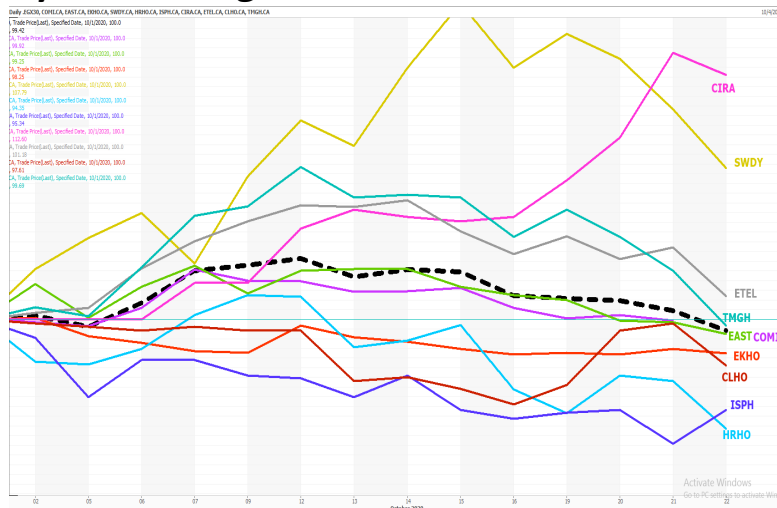


CIRA is one of the stocks that are not suited for short-term trading. It is a buy and hold stock, especially that it is a clear outperformer.

The break above 14 is a bullish scenario; if this breakout is confirmed this week, the stock will probably witness much higher levels.

Those who want to step in can buy at this breakout.

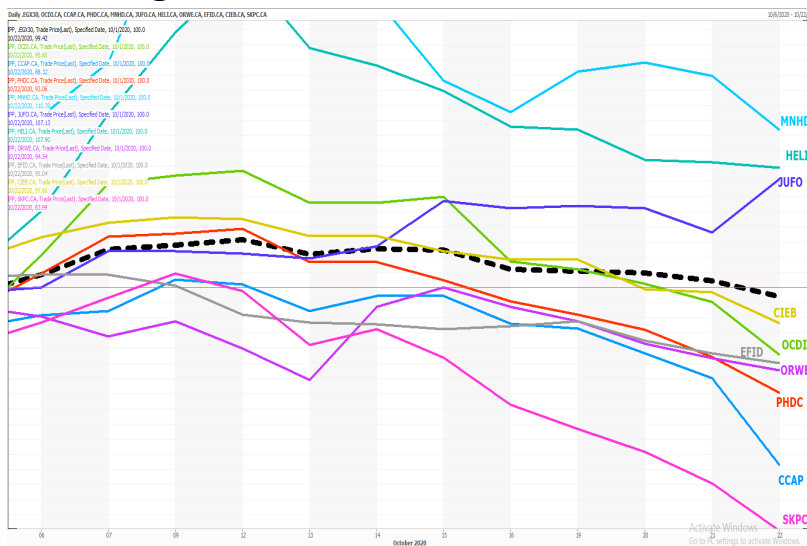
Top index weights



CIRA is clearly on top and maintaining its bullish shape; then comes SWDY which is looking down after the recent strong market decline. ETET and TMGH are also looking down but maintaining themselves above the EGX 30 relative performance curve.

The rest are below the EGX 30 where EAST and COMI are almost tangent to the EGX 30 while the rest are underperforming.

Mid Weights

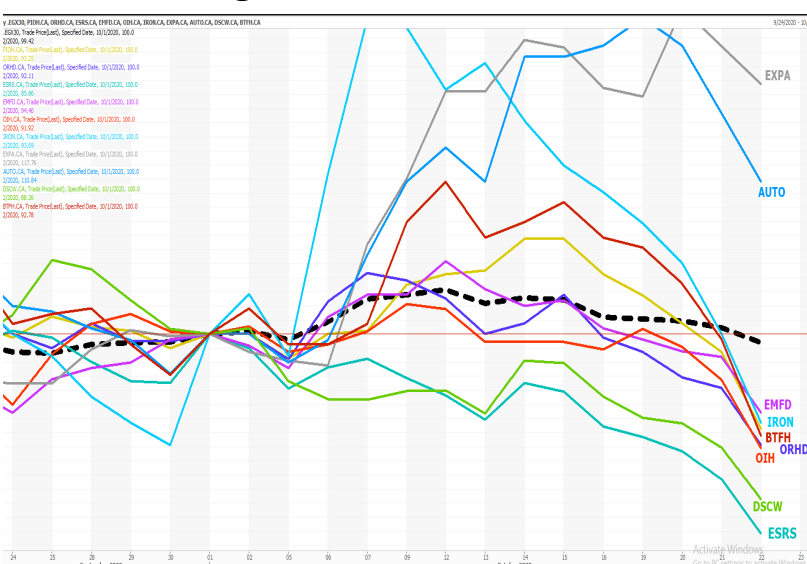


MNHD, HELI, and JUFO are doing great. Despite this week's bad performance, these stocks were able to maintain themselves well and are clearly outperforming the index.

CIEB is the best of the underperformers, then comes OCIDI which showed weakness with the market selloff.

The worst two performers are CCAP and SKPC.

Smallest Weights



The smallest stocks of the EGX 30 index were the most affected with the panic selling that occurred last week as all of them have declining relative performance curves. In addition to that, almost all of them (with the exception of EXPA and AUTO) are below the EGX 30 relative performance curve.

EXPA and AUTO are above the EGX curve, while the rest are clearly below.

Stock	10/20 EMA signal	Comments
EGX 30	Below	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
COMI	Below +	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
EAST	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
EKHO	Below	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
HRHO	Buy	The 10 weeks moving average just broke above its 20 weeks counterpart
TMGH	Buy +	The 10 weeks moving average just broke above its 20 weeks counterpart
CLHO	Below	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
SWDY	Below +	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
ETEL	Above	Buy signal was triggered in June 2020
ISPH	Below -	The 10 weeks moving average is moving below its 20 weeks counterpart
CIRA	Above	Buy signal was triggered in July 2020
JUFO	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 but approaching it
OCDI	Above	Buy signal was triggered early August 2020
MNHD	Buy +	The 10 weeks moving average just broke above its 20 weeks counterpart
EFID	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
HELI	Above	Buy signal was triggered early August 2020
ORWE	Buy +	The 10 weeks moving average just broke above its 20 weeks counterpart
PHDC	Above	Buy signal was triggered during August 2020
CCAP	Below	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
SKPC	Above	Buy signal was triggered in mid September 2020
AUTO	Above	Buy signal was triggered during August 2020
EMFD	Below +	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
ORHD	Buy	The 10 weeks moving average just broke above its 20 weeks counterpart
ESRS	Buy +	The 10 weeks moving average just broke above its 20 weeks counterpart
OIH	Above	Buy signal was triggered in August 2020
EXPA	Above	Buy signal was triggered in July 2020
IRON	Above	Buy signal was triggered in July 2020
DSCW	Above	Buy signal was triggered in early April 2020
BTFH	Above	Buy signal was triggered in July 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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