

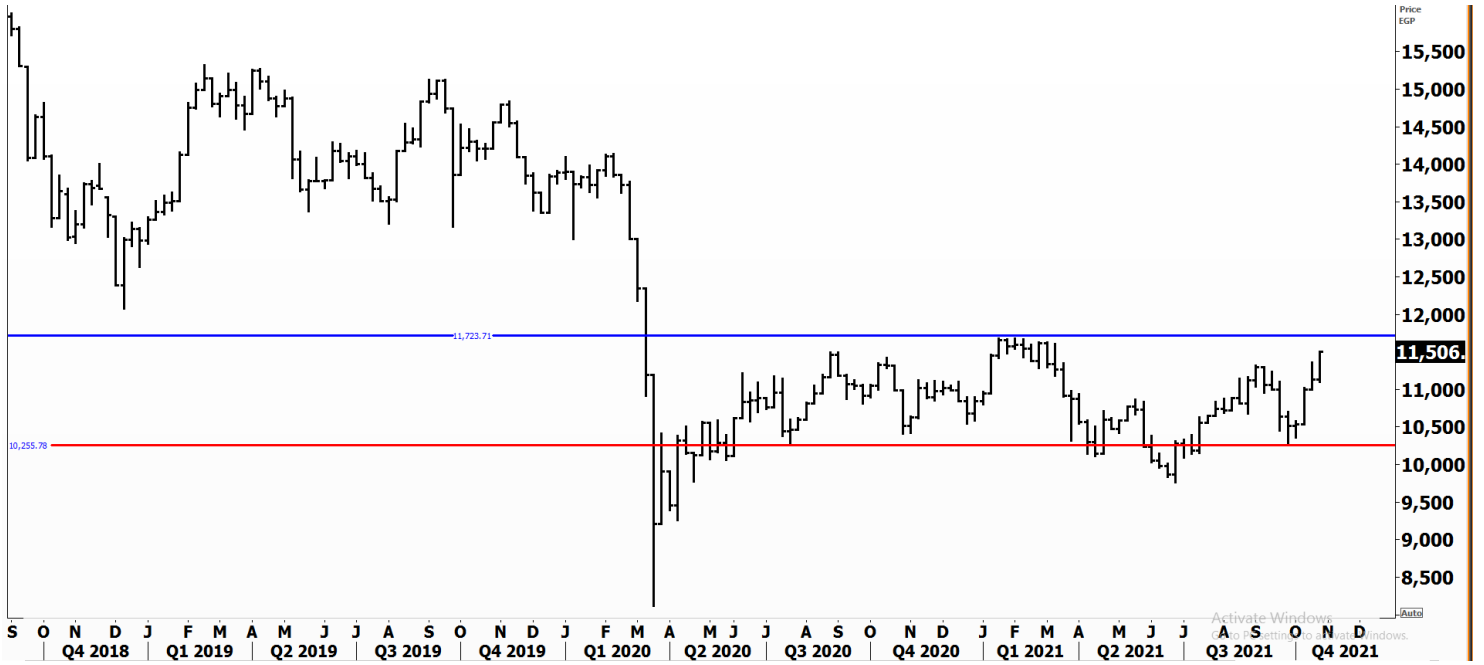


PIONEERSECURITIES

Weekly Overview

31-Oct 2021

This report must be read with the disclaimer
on last page



We will not turn bullish on the market until the 11,700 level is clearly broken to the upside. This is due to the current volatility in the crowd's sentiment, and the high volatility, especially when sellers step in.

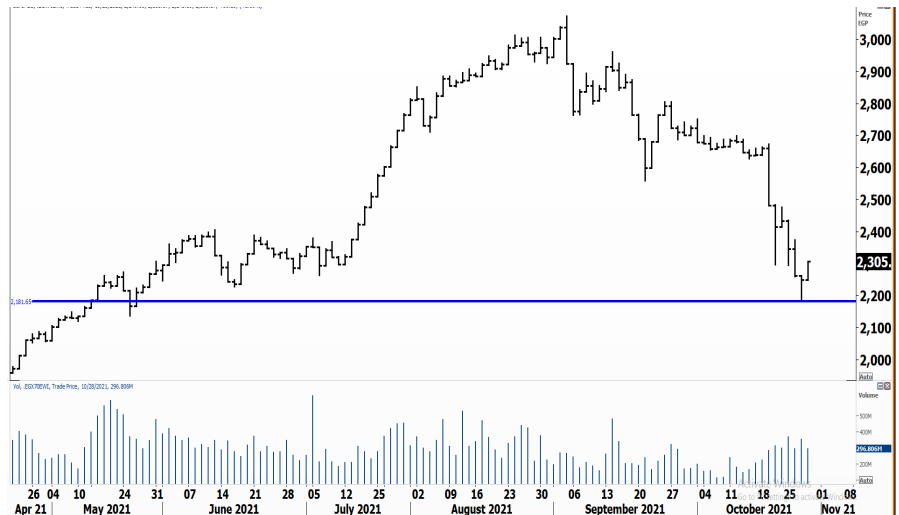
All scenarios are now intact; especially after the recent news concerning the gas prices, which might lead to a wave of selling pressure, especially that the market is already close to the major 11,700 area. Nonetheless, if we break above 11,700, along with better market breadth, we will be aiming for new higher targets.

As for the downside potential, our stops will be clearly placed below 11,050; a violation below this level will lead the index back near 10,300.

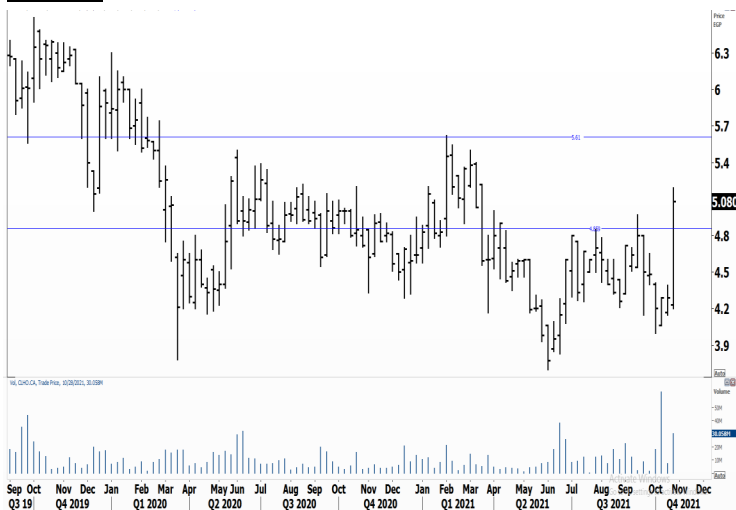
EGX 70 Index, Daily Chart

If the 2,200 level is broken downwards, another strong decline will follow, which will lead the EGX 70 index to 1,800.

On the other hand, it is important to note that the current rise is still considered temporary, especially after the strong decline the index witnessed. The 2,450 level will probably act as resistance should this short-term rise continue.



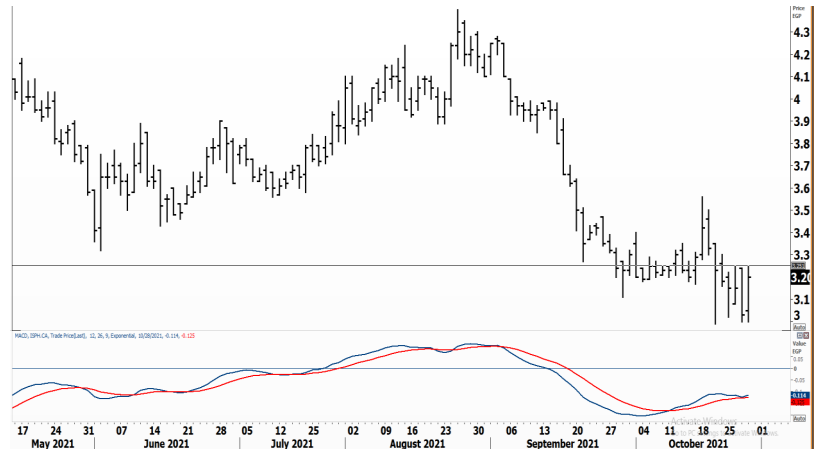
CLHO



The breakout above 4.9 triggered an entry signal with a target around 5.6. CLHO looks strong and should continue its rise.

If our target (5.6) is broken to the upside, a stronger rise will probably follow.

ISPH

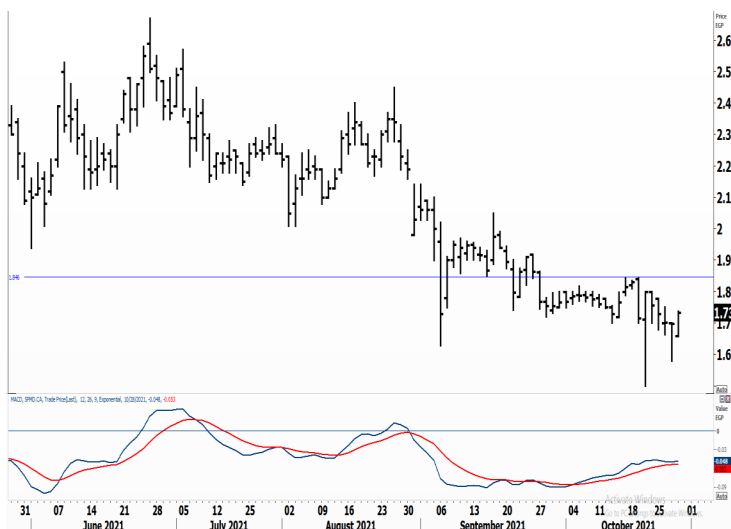


The positive divergence that we are currently witnessing on the MACD indicator should be significant if ISPH rebounds from here and breaks 3.25 to the upside.

A breakout above this level will trigger a short-term entry signal with a minimum target of 3.5, followed by 3.9-4.

Our MACD looks nice and is hinting that a potential strong rise might be underway.

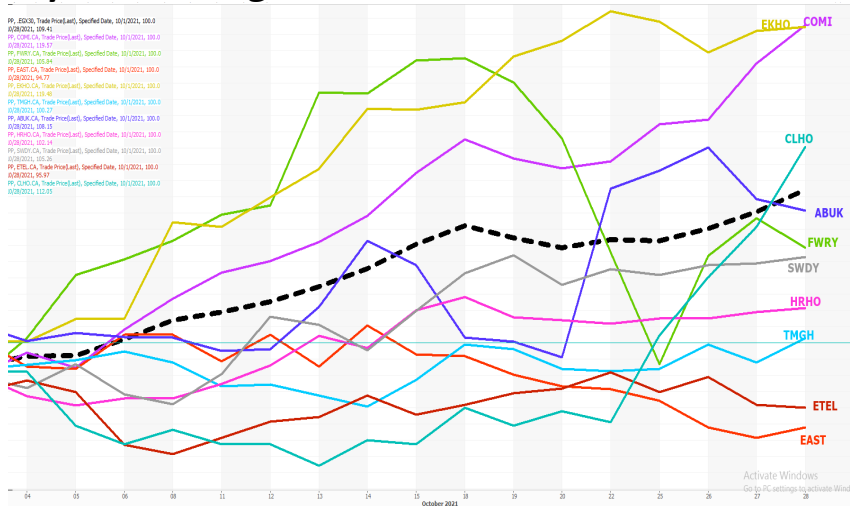
SPMD



The stock is still underperforming and looks weak but began to show some divergence with the MACD indicator.

We will not step in until the 1.85 level is broken to the upside. A breakout above this level, with high volumes, will trigger an entry signal and our target will be set around 2.25.

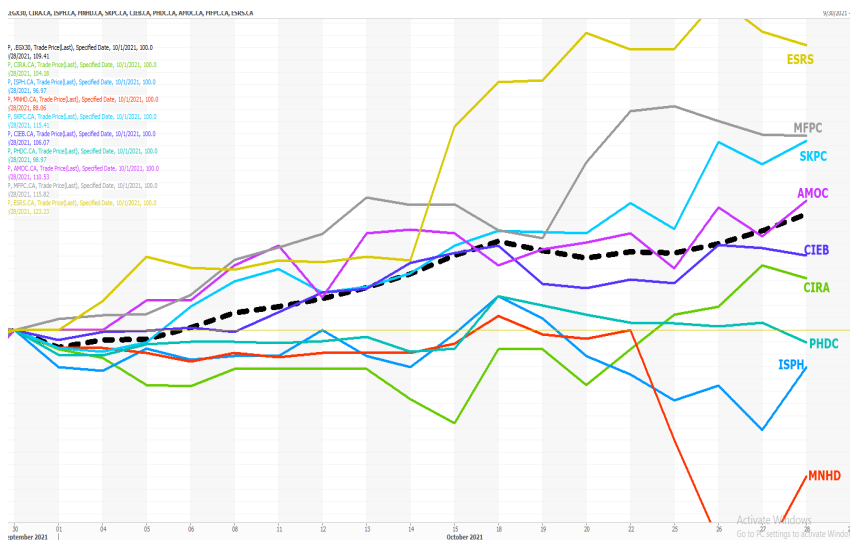
Top index weights



COMI and EKHO are the two outperformers, followed by CLHO, which began to show better performance.

The rest of the stocks are underperforming; ABUK and FWRY being the closest to the index relative performance curve.

Mid Weights

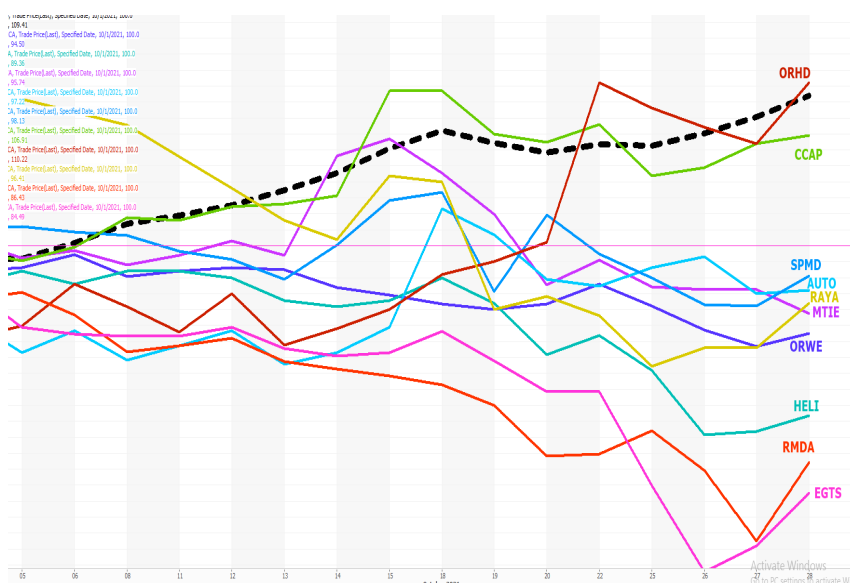


ESRS is on top, followed by MFPC, which is also outperforming. SKPC also began to perform well along with AMOC which looks strong since sometime.

This is the same paragraph that was written last week, and there is no change.

The rest of the stocks in this category are underperforming; CIEB and CIRA, however, look good.

Smallest Weights



Almost all of the stocks in this category are underperforming the index. Only ORHD and CCAP are almost having the same performance.

The rest of the stocks are weak and are not recommended until they show significant improvement in their performance.

Stock	10/20 EMA signal	Comments
EGX 30	Above	Buy signal was triggered during August 2020
COMI	Above	Buy signal was triggered during August 2020
FWRY	Below	The 10 weeks moving average broke below its 20 weeks counterpart
EAST	Below	The 10 weeks moving average is almost breaking its 20 weeks counterpart upwards
EKHO	Above	Buy signal was triggered during August 2020
TMGH	Above	Buy signal was triggered during July 2021
ABUK	Above	Buy signal was triggered during July 2021
HRHO	Above	Buy signal was triggered during end of August 2020
SWDY	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
ETEL	Above	Buy signal was triggered in mid June 2021
CLHO	Below	The 10 weeks moving average is almost breaking its 20 weeks counterpart upwards
MFPC	Above	Buy signal was triggered in November 2020
CIRA	Below	The 10 weeks moving average is almost breaking its 20 weeks counterpart upwards
ISPH	Below	The 10 weeks moving average broke below its 20 weeks counterpart
MNHD	Below	The 10 weeks moving average broke below its 20 weeks counterpart
SKPC	Below +	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
CIEB	Above	Buy signal was triggered in August 2021
PHDC	Above	Buy signal was triggered in Jan 2021
AMOC	Above	Buy signal was triggered in Dec 2020
ESRS	Above	Buy signal was triggered in Sept 2020
ORWE	Above	Buy signal was triggered during Oct 2020
HELI	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
AUTO	Above	Buy signal was triggered during August 2020
SPMD	Below	The 10 weeks moving average broke below its 20 weeks counterpart
CCAP	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
RAYA	Below -	The 10 weeks moving average broke below its 20 weeks counterpart
RMDA	Below -	The 10 weeks moving average broke below its 20 weeks counterpart
EGTS	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

This report has been prepared according to the general data available for public, in accordance with the professional standards applied in that career to the best knowledge of the reporter. The recommendations mentioned are a guiding tool representing a professional opinion, and not granting any profits, consequently it is not obligatory for our valued customers and investors. Pioneers Securities©, Egypt shall not be liable for any direct, indirect, incidental, or consequential damages, including limitation losses, lost revenues, or lost profits that may result from these materials. Republishing this report or any of its contents is subject to prior approval; referring to the source is a must. Opinions expressed are subject to change without notice and may differ or be contrary to the opinions or recommendations of Pioneers Securities©, Egypt Research or the opinions expressed by other business areas or groups of Pioneers Securities©, Egypt as a result of depending solely on the historical technical behavior (price and volume).

Technical Analysis Department

Saleh Nasser

Chief Technical Strategist

Ahmed Hassan

Senior Technical Analyst

Dina Fahmy

Senior Technical Analyst