

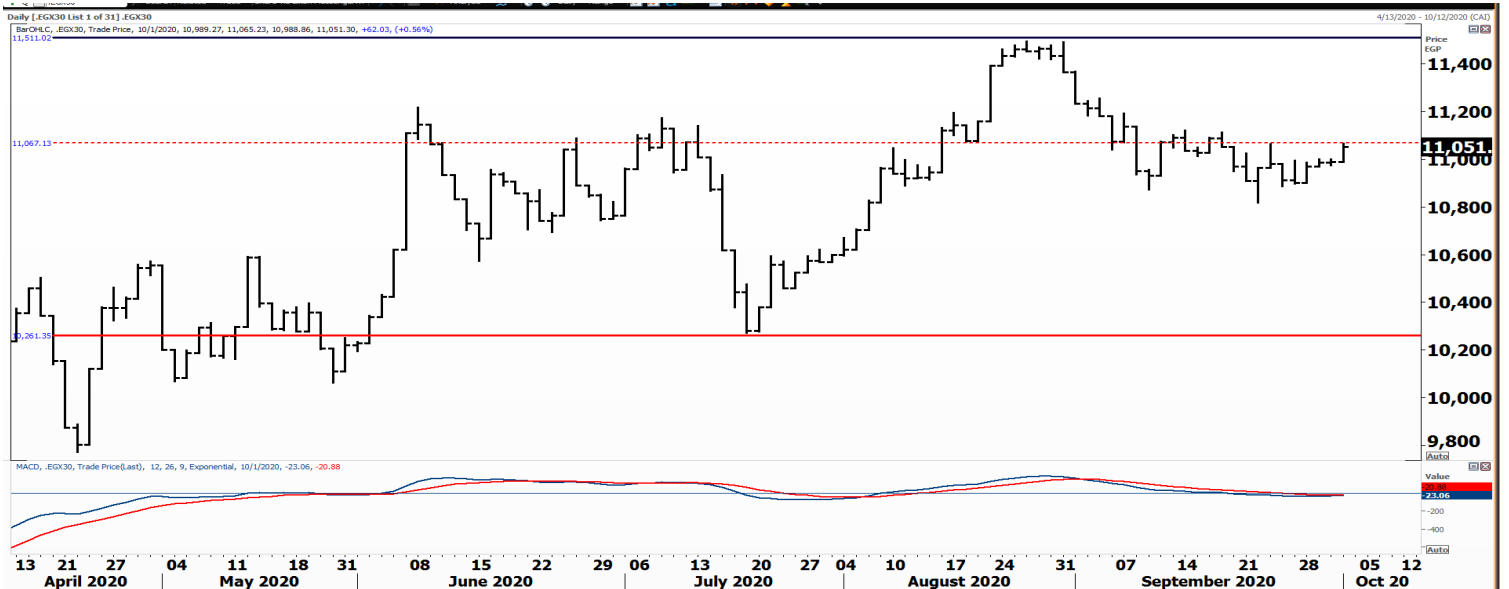


PIONEERSECURITIES

Weekly Overview

4–Oct 2020

This report must be read with the disclaimer
on last page



The EGX 30 index is preparing itself for a breakout above the 11,050-11,070 area to reach its peak that lies at 11,500. As we mentioned before, we believe that the ultimate breakout will be to the upside. Thus, we are expecting the index to break 11,500 to the upside.

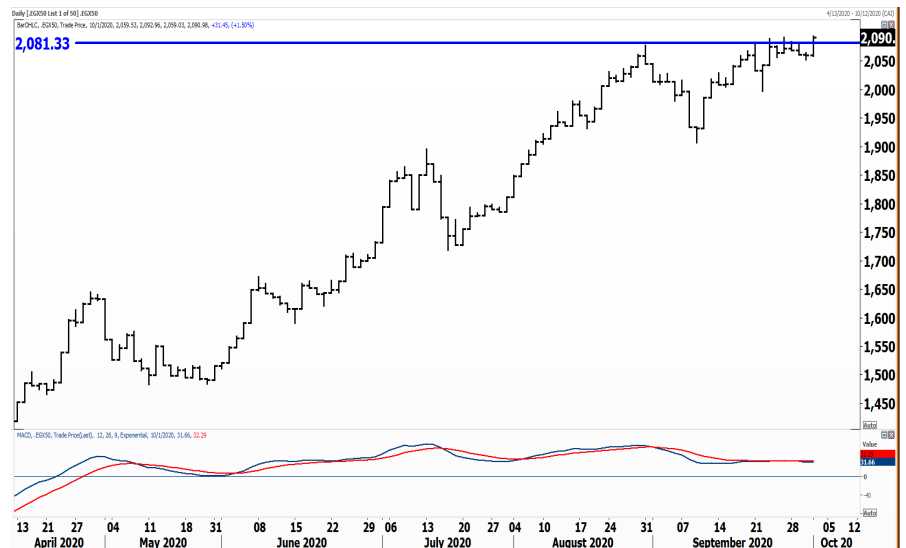
The EGX 70 and EGX 50 have been outperforming the EGX 30 as small caps were the outperformers during the past few months. We are waiting for a clear breakout above 11,500 to see blue chips outperforming once again.

Those who are holding positions are recommended to hold positions and place their stop below 10,850; as long as the index is trading above this level it will be better to hold and wait for the breakout.

EGX 50 Index/ Daily Chart

As we were expecting, the EGX 50 index closed the week above 2,080, breaking its important resistance to the upside. If the index continues trading above this resistance in the beginning of this week, the breakout will be confirmed and our next target will be set around 2,200.

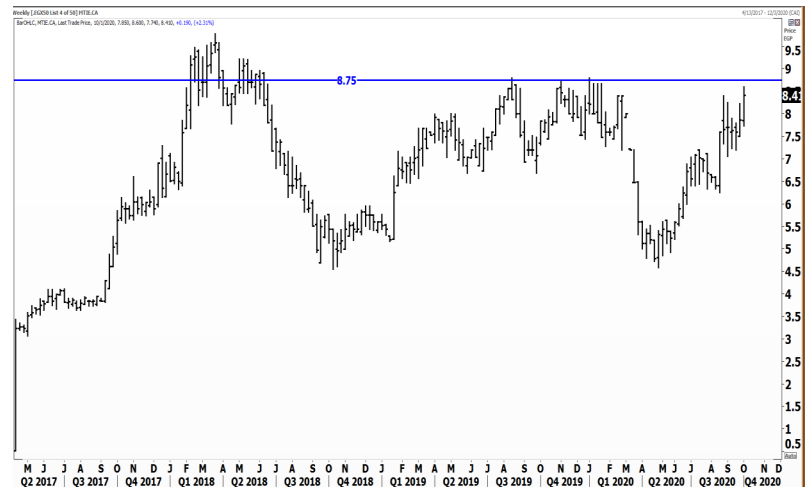
Those who want to buy can step in today as the EGX 50 index confirms this breakout.



We are still bullish on OCDI and are expecting the stock to break its current peak that lies at 13.4. Those who want to buy here can do that with a stop below 12. On the other hand, investors who want to buy after confirmation can buy at the 13.5 breakout.

If the stock declines from these levels it will create a new higher low from which it will probably break its peak upwards.

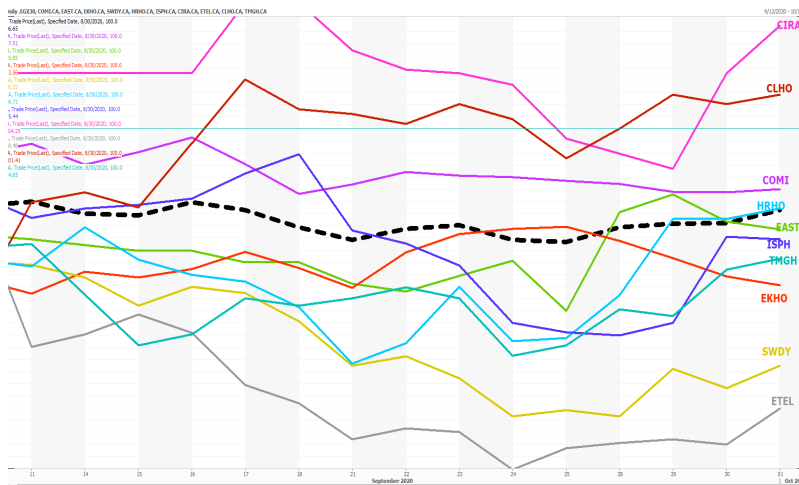
MTIE



ORWE

Those who are still out of the stock are recommended to buy at current levels with a target at 7.75. Stops will be placed below 6.

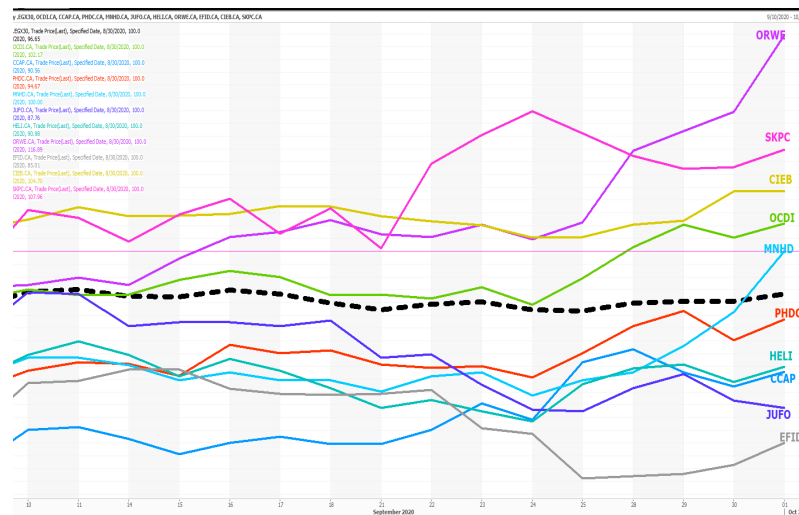
Top index weights



Top three stocks in this category are defensives; CIRA, CLHO, and COMI (which is now a defensive stock as we will see in our quarterly report that will be released today).

HRHO is performing like the index, while the rest are below the index' relative performance curve. It is important to see ISPH which began to show a rising relative performance curve.

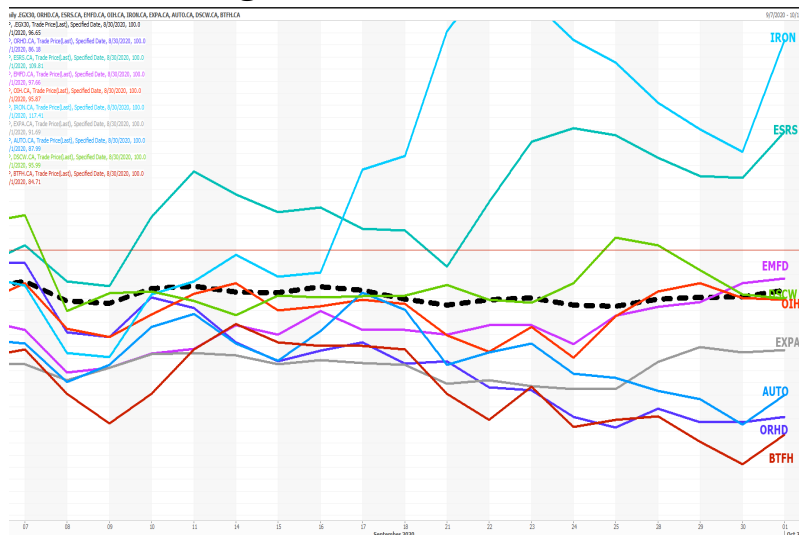
Mid Weights



ORWE is on top, followed by SKPC, then CIEB, OCIDI, and MNHD (which began to show an aggressively rising relative performance curve).

If we choose three stocks for now, we will go for ORWE, SKPC, and OCIDI.

Smallest Weights



IRON is on top, followed by ESRS; both stocks are outperforming clearly. The situation is still the same

Then comes EMFD, DSCW, and OIH also like last week.

The rest of the stocks are underperforming and we recommend to wait for their relative performance curves to improve first.

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	Below	The 10 weeks moving average is almost breaking 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 still below its 20 weeks counterpart but approaching it
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	Buy	The 10 weeks moving average just broke above its 20 weeks counterpart
MNHD	Below	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
EFID	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
HELI	Buy	The 10 weeks moving average just broke above its 20 weeks counterpart
ORWE	Below +	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
PHDC	Buy	The 10 weeks moving average just broke above its 20 weeks counterpart
CCAP	Below	The 10 weeks moving average is almost breaking above its 20 weeks counterpart
SKPC	Buy +	The 10 weeks moving average just broke above its 20 weeks counterpart
AUTO	Buy	The 10 weeks moving average just broke above its 20 weeks counterpart
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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