

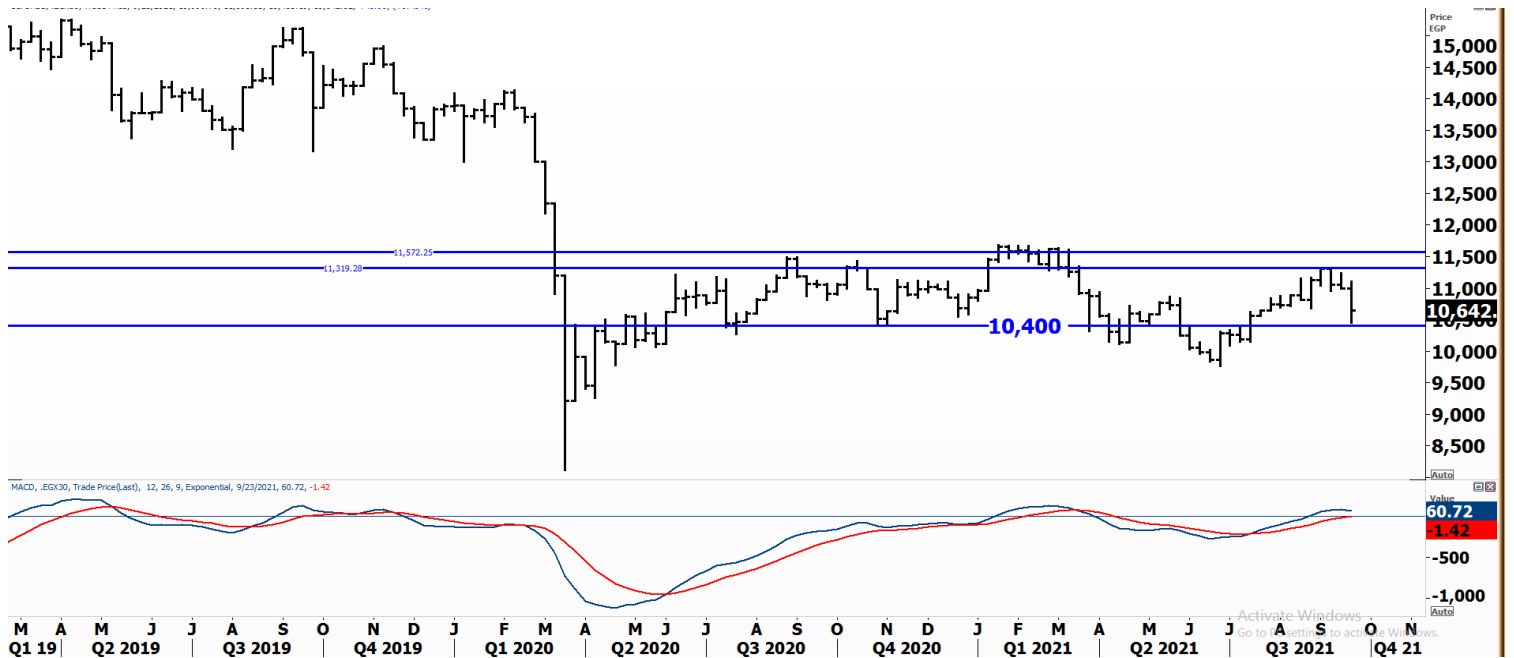


PIONEERSECURITIES

# Weekly Overview

26–Sep 2021

This report must be read with the disclaimer  
on last page



The weekly chart of the EGX 30 index shows that the 11,200-11,500 area is the current major resistance for the index. We need to see a clear and confirmed weekly breakout above this area to expect a strong rise on the intermediate-term.

Until this happens, all rises are short-term in nature and can only be used for quick trading opportunities and/or to reduce exposure at market rises.

On the other hand, a break below 10,400 will be a direct signal to sell. Any clear violation below this level will be bearish for the market and will probably lead the index to 8,500.

For now, we recommend selling rises and see whether the index will be able to break above 10,700 first or not. A breakout above this level will offer the chance for few short-term trading opportunities. No buy and hold recommended, especially with the current market weakness.

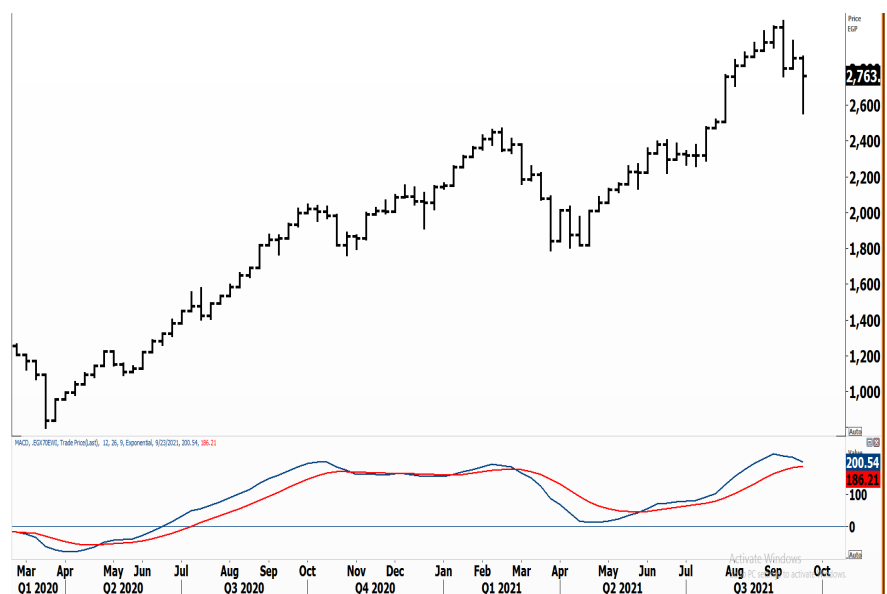
Blue Chips are very weak and getting older but not wiser; small caps are still expected to continue their outperformance, unfortunately.

## EGX 70 Index/ Weekly Chart

The ability of the EGX 70 to close the week near its weekly high tells us that small caps are still the strong stocks and outperforming.

We can see that most of the stocks that were "upgraded" or actually downgraded to the EGX 30 index witnessed significant weakness after they were doing well in the strong EGX 70.

Unfortunately, this is not a healthy situation for the market as the big fish are not able to witness any sustained strength.



## ABUK



ABUK is one of the outperformers, and is expected to witness a significant rise in the near future. The stock's current target lies at 21, this is where the first important resistance lies.

We expect, however, ABUK to break above 21, which will lead it to the 23-23.5 range.

Buying dips is a recommended trading strategy.

## MFPC



We do not need to draw any lines or show any support/resistance levels to show the current strength of MFPC.

The stock looks strong and should reach 110 as a target. Those who are out of the stock are recommended to step in at these levels.

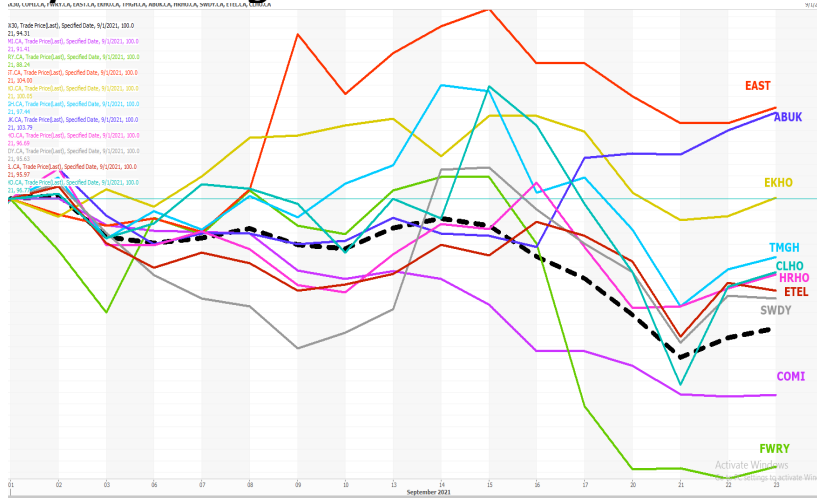
## RAYA



From a market performance perspective, RAYA is a weak performer. However, we are analyzing it today because it is trading near an important support that should halt the current decline.

The 2.1 level is an important support to watch. A rise from here is expected and our target lies around 2.75-2.8. Those who want to step in can place their stop below 2.1.

## Top index weights

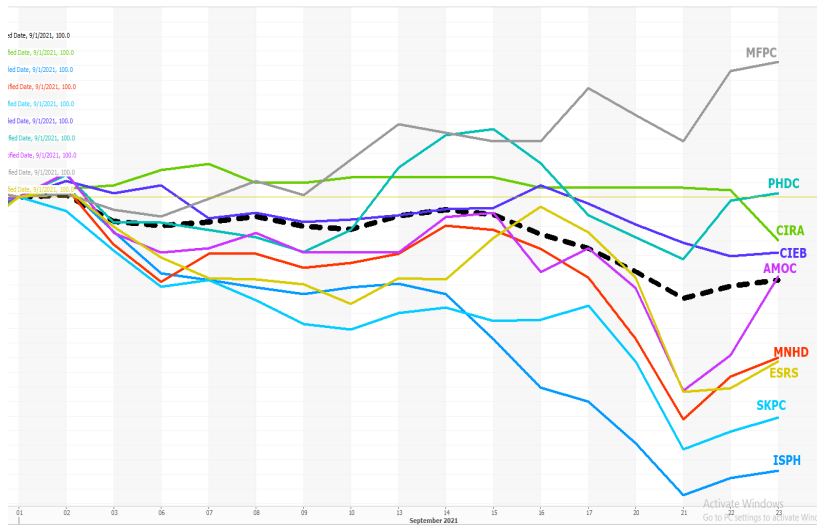


COMI and FWRY are the two underperformers in the top weights. This is one of the main reasons of the overall EGX 30 weakness.

EAST and ABUK are on top, followed by EKHO which is doing well.

TMGH, CLHO, and HRHO are also outperforming the index.

## Mid Weights



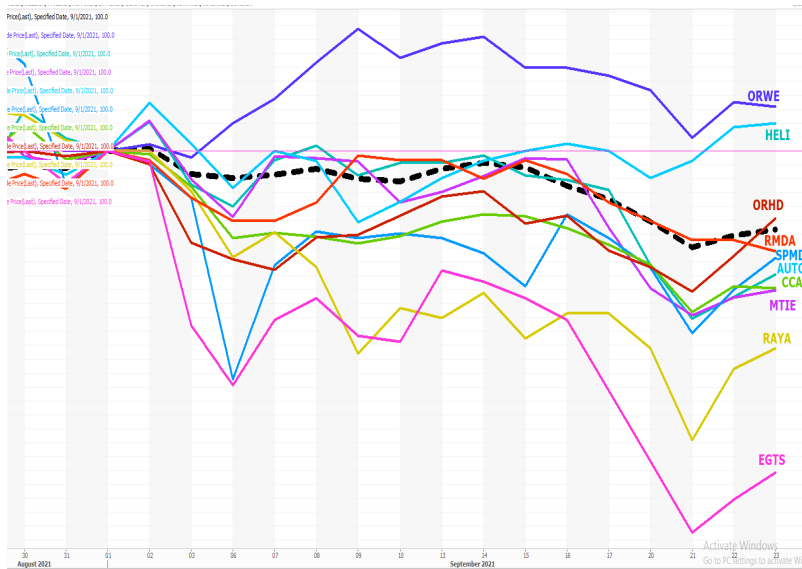
MFPC is the strongest performer in this category, followed by PHDC which is one of the strong stocks that we like since a long time.

CIEB also looks good and is able to sustain its strength.

As for the underperformers, ISPH is the worst, along with SKPC.

MNHD and ESRS are also doing bad nowadays.

## Smallest Weights



ORWE and HELI are still on top followed by ORHD which began to show better performance.

The rest of the stocks are underperforming. It is important to note, however, that SPMD and AUTO are doing well and are trying to outperform the index.

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	Below -	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
HRHO	Above	Buy signal was triggered during end of August 2020
SWDY	Below	The 10 weeks moving average is almost breaking its 20 weeks counterpart upwards
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 is still below its 20 weeks counterpart but approaching it
MNHD	Below	The 10 weeks moving average is still below its 20 weeks counterpart but approaching it
SKPC	Below	The 10 weeks moving average broke below its 20 weeks counterpart
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	Above	Buy signal was triggered in August 2021
MTIE	Above	Buy signal was triggered during August 2020
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 broke below its 20 weeks counterpart
RAYA	Above	Buy signal was triggered in Jan 2021
RMDA	Below	The 10 weeks moving average is almost breaking its 20 weeks counterpart upwards
EGTS	Above	Buy signal was triggered in May 2021

*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

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## Technical Analysis Department

### **Saleh Nasser**

Chief Technical Strategist

### **Ahmed Hassan**

Senior Technical Analyst

### **Dina Fahmy**

Senior Technical Analyst