

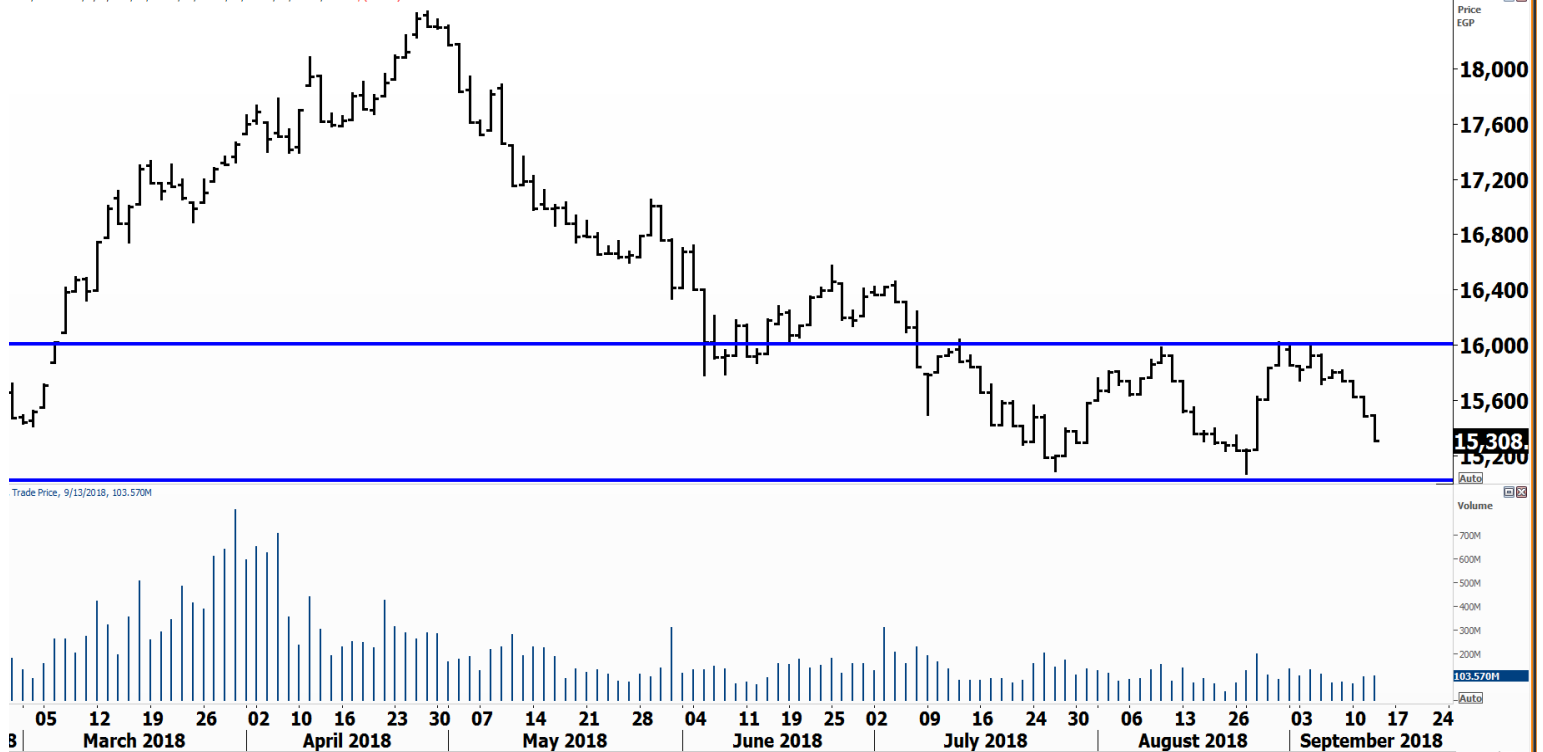


PIONEERSECURITIES

Weekly Overview

16– Sept 18

This report must be read with the disclaimer
on last page



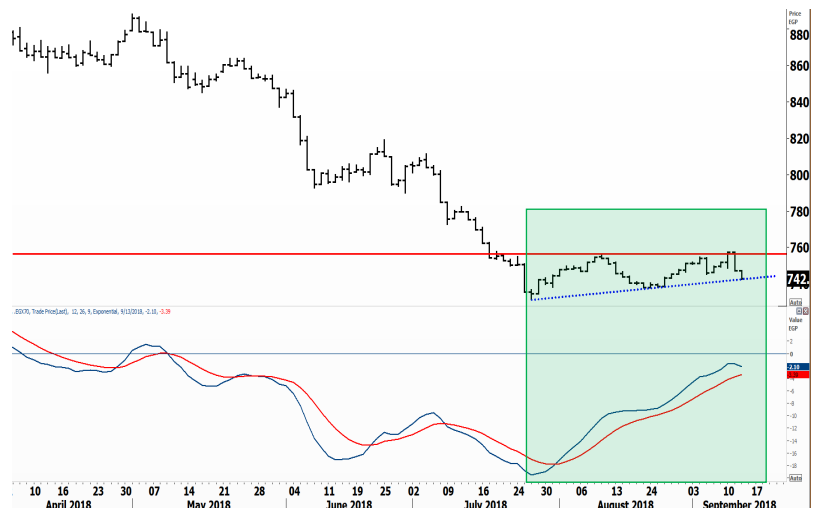
The market did not move as we expected last week as it witnessed a significant decline from its resistance that lies at 16,000. Despite the aggressiveness of sellers that appeared clearly last week, the probability of a market rise before the violation of 15,000 is still there. In other words, we are still expecting the EGX 30 to witness another rebound before the violation of 15,000. Our target of this rebound lies first at 16,000. This level has gained more importance lately and is expected to serve as resistance. Thus, if the EGX 30 approaches this resistance we will probably be sellers with our re-entry at a break above 16,000.

Our overall view, however, is still the same as we are still conservative on the market and are expecting lower targets. We have been conservative on the market since April as buying power was clearly losing momentum.

EGX 70 Daily Chart

The EGX 70 index has been witnessing a sideways range since early August after the big decline it witnessed since early May. The most recent sideways range looks bullish as it is accompanied by higher lows on the MACD indicator. This positive divergence tells us that selling pressure has been diminishing lately, which should be considered as a sign of a potential breakout.

Our confirmation, as we know, will be triggered at a break above 755. A breakout above this level will trigger a buy signal as our target will be set near 800 initially.



OIH



OIH (OTMT previously) is witnessing a short-term sideways pattern that looks like it will be solved to the upside. The 0.71-0.72 range is the upward boundary of this trading range, while the 0.66 is the lower boundary. Our buy signal will be triggered at a break above the upper range, with a target at around 0.8.

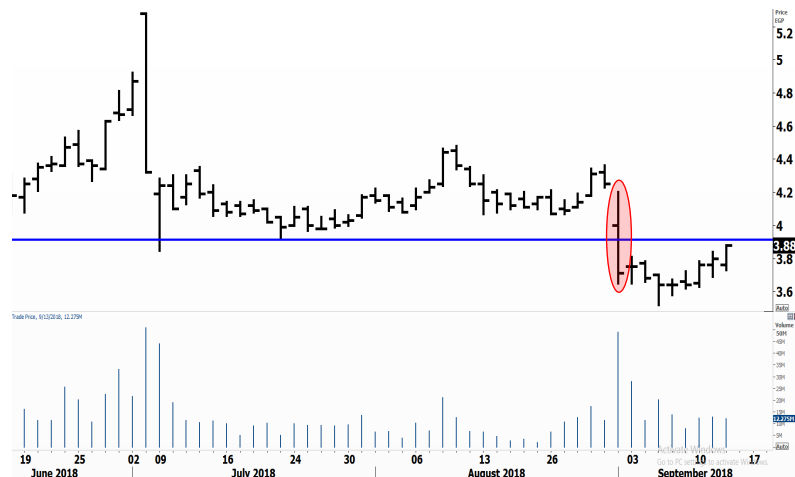
The MACD indicator looks positive as it is diverging with prices. We call this a positive divergence, and it should be considered as a bullish signal.

Thus, we are bullish on OIH and expect it to break its resistance upwards. Those who want to step in at current levels can buy a part of their position with a stop below 0.66 and add at the breakout above 0.71-0.72.

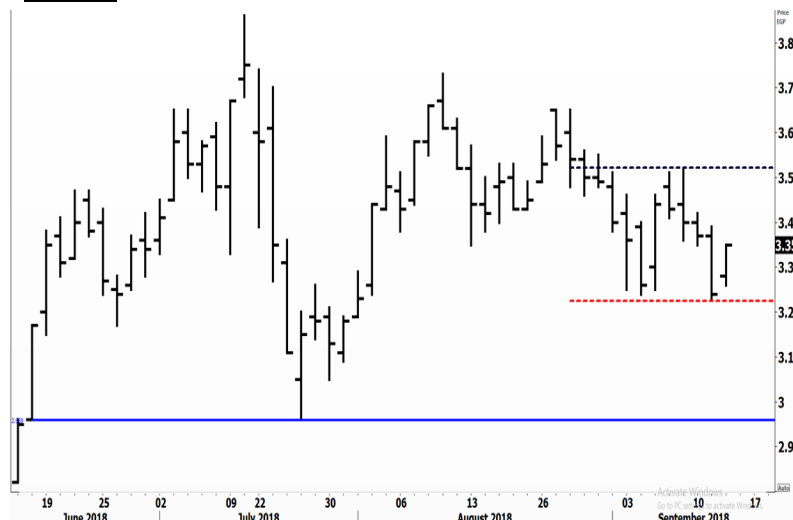
The big bearish bar that is circled in the chart is the reaction of the crowd to the latest GTHE news. The mid range of this bearish day lies at 3.9-3.91. It is important to note that this range should serve as resistance. This means that we might see selling pressure today unless buyers get much more aggressive and break this area upwards.

We believe that if the stock closes above 3.9-3.91, it will probably break above 4, and our target will be set at 4.2-4.3 once again where the stock used to trade.

GTHE



CCAP

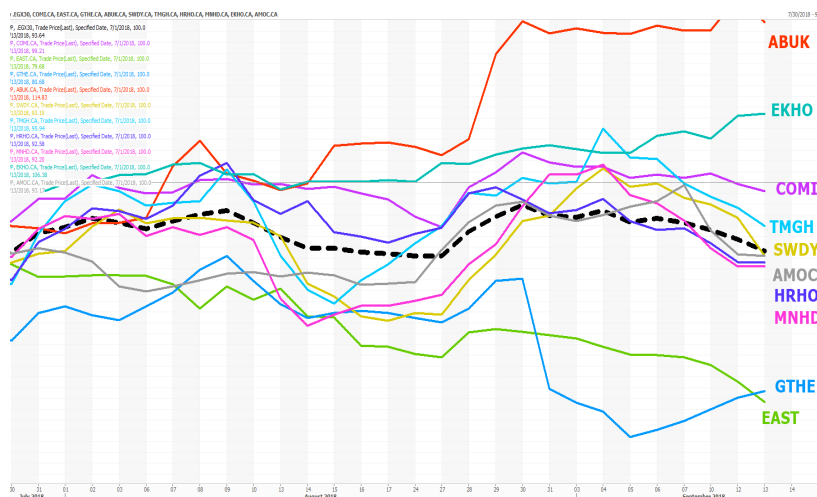


Currently trading between 3.22 and 3.52. A break beyond one of these two boundaries will have significance on the future stock direction. It is important to note though that our major level to watch is 2.95; thus, if this major support is broken downwards, a clear sell signal will be triggered. Short-term investors can use the 3.2-3.22 range as their stop.

On the other hand, a break above 3.52 will trigger a buy signal as the stock will probably break its peak that lies at around 3.85. In other words, a break above 3.52 will be an early signal of a potential breakout above the peak.

Our target remains at 5 as we mentioned before.

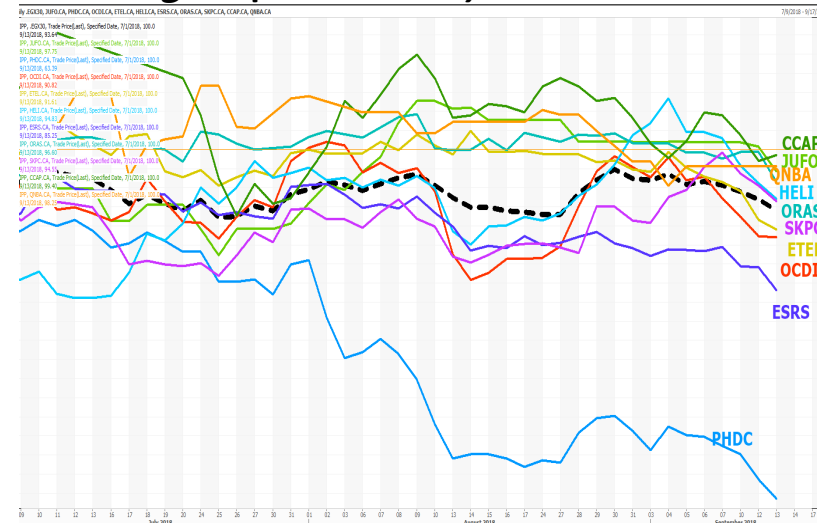
Top index weights (3% and above)



ABUK is still on top showing the best performance among the heaviest weights, followed by EKHO, COMI, and TMGH. Nothing changed since last week except SWDY which worsened and began to underperform once again.

As for the underperformers, GTHE began to look North once again. Despite that the stock witnessed this phenomenon many times before, we are still monitoring it.

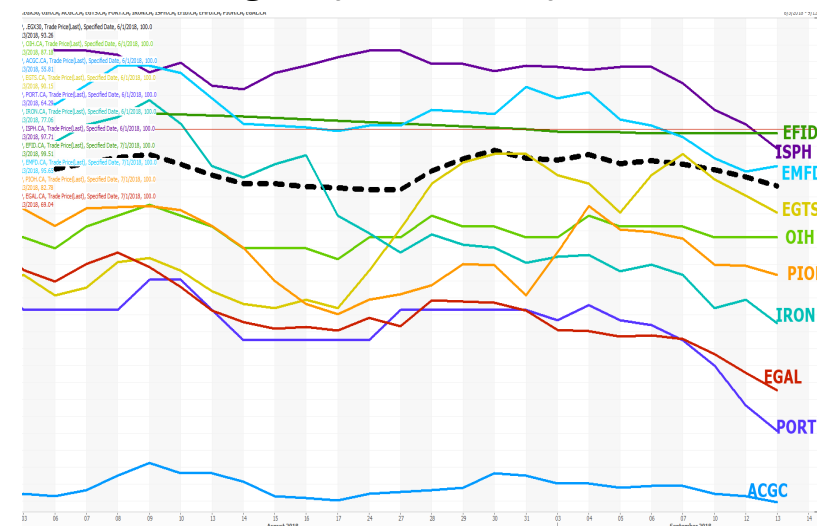
Mid Weights (above 1.5%)



Most stocks in this category began to look down, which is normal because of the market weakness we have been monitoring last week. CCAP, JUFO, QNBA, HELI, ORAS, and SKPC are moving above the EGX curve, while ETEL, OCIDI, ESRS, and PHDC are moving below it.

This week we do not like any of the relative performance curves in this category of stocks as they are all showing weakness. We can only consider QNBA as a defensive stock, while CCAP is still a clear outperformer.

Smallest Weights (below 1.5%)



EFID, ISPH, and EMFD are the outperformers. It is interesting to know that despite the weakness that EMFD witnessed, its relative performance curve is still moving above the EGX 30's curve.

As for the underperformers, OIH is moving laterally, which can be viewed as a positive sign. EGTS and PIOH are also maintaining themselves.

As for IRON, EGAL, PORT, and ACGC, we recommend waiting until they show significant improvement in their performance,

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