

AEON Co (M) (6599)

Revisiting 52-week High?



Technical Highlights

Multiple upswings, including a gap-up in recent months, sent the stock towards its 52-week high. However, trading momentum began to weaken, leading to a minor market correction. Yesterday, renewed buying interest drove the stock to close significantly higher, with minimal selling pressure. This resulted in the formation of a Marabozu candle, breaking out of a pennant pattern. These multiple bullish signals indicate that the stock has likely shifted back into a positive upward trend, recovering from the recent market correction.

Momentum indicators are strong and align well with the shift in trend movement of the stock. The RSI has rebounded from its recent flat movement, signalling increased buying pressure. Similarly, the MACD is trending upward and is on the verge of forming a golden cross, further confirming that bullish momentum is building.

A good entry point can be seen in the range between RM1.48 to RM1.53. With the pattern breakout accompanied by increased buying momentum, this could push the stock to test its first resistance level at RM1.57, which is also its 52-week high. Breaching the first resistance could fuel the stock to challenge its subsequent resistance level at RM1.67 level. However, a drop below the RM1.40 support level could signal a return to the consolidation phase.

Entry – RM1.48 – RM1.53
Stop Loss – RM1.35
Target Price – RM1.57 – RM1.67

Technical

Resistance 1 (RM)	1.57
Resistance 2 (RM)	1.67
Support 1 (RM)	1.40
Support 2 (RM)	1.29
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	1.53
52-week High (RM)	1.57
52-week Low (RM)	1.05

Company Profile

AEON Co (M) Berhad is a company principally engages in operating a chain of superstores selling a broad range of goods including clothing, food, household goods and other merchandises.

Pappajack (0242)

Positive Movement Ahead?



Technical Highlights

After hitting its 52-week high, the stock entered a consolidation phase, though each subsequent correction has been milder. Yesterday, a surge in buying strength pushed the stock higher, with trading volume closing at 2.8 times its 90-day average. With the stock last closing at RM1.00, it is now on the verge of breaking through the crucial RM1.01 resistance level and the pennant pattern. A breakout here could signal that further bullish movement is likely on the horizon.

Momentum indicators continue to support the stock's upward movement. The RSI spiked up towards overbought territory, signalling the return of strong buying interest. Meanwhile, the recent golden cross displayed in the MACD confirms that the positive momentum is building up.

An ideal entry point can be observed in the range between RM0.980 to RM1.00. If the stock can break through the nearby resistance level at RM1.01, this could push the stock towards challenging its next target resistance at RM1.09. Conversely, if the stock drops below its recent support level of RM0.985, it might indicate the start of a consolidation phase.

Entry – RM0.980 – RM1.00
Stop Loss – RM0.960
Target Price – RM1.01 – RM1.09

Technical

Resistance 1 (RM)	1.01
Resistance 2 (RM)	1.09
Support 1 (RM)	0.985
Support 2 (RM)	0.955
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	1.00
52-week High (RM)	1.09
52-week Low (RM)	0.955

Company Profile

Pappajack Berhad is a company specialize in offering licensed pawnbroking services.

Glossary of commonly used technical terms

Exponential Moving Average (EMA)	An indicator frequently used in technical analysis showing the average value of a security's price over a set period with greater weightage placed on the most recent data points.
Moving Average Convergence Divergence (MACD)	A trend-following momentum indicator that shows the relationship between two moving averages of prices. The MACD is calculated by subtracting the 26-day exponential moving average (EMA) from the 12-day EMA. A 9-day EMA of the MACD, called the "signal line", is then plotted on top of the MACD, functioning as a trigger for buy and sell signals.
Stochastic	A technical momentum indicator that compares a security's closing price to its price range over a given time period. The indicator's sensitivity to market movements can be reduced by adjusting the time period or by taking a moving average of the result.
Average True Range (ATR)	A measure of volatility whereby the indicator is the greatest of the following: <ul style="list-style-type: none">- current high less the current low;- the absolute value of the current high less the previous close;- the absolute value of the current low less the previous close;
Bollinger Band	A band plotted 2 standard deviations away from a simple moving average.
On-Balance Volume (OBV)	A method used in technical analysis to detect momentum, the calculation of which relates volume to price change. OBV provides a running total of volume and shows whether this volume is flowing in or out of a given security.
Support	The price level which, historically, a stock has had difficulty falling below. It is thought of as the level at which a lot of buyers tend to enter the stock.
Resistance	The price at which a stock or market can trade, but not exceed, for a certain period of time. Often referred to as "resistance level".
Reversal	A change in the direction of a price trend. On a price chart, reversals undergo a recognisable change in the price structure. An uptrend, which is a series of higher highs and higher lows, reverses into a downtrend by changing to a series of lower highs and lower lows. A downtrend, which is a series of lower highs and lower lows, reverses into an uptrend by changing to a series of higher highs and higher lows.
Divergence	When the price of an asset and an indicator, index or other related asset move in opposite directions.
Overbought	In technical analysis, this term describes a situation in which the price of a security has risen to such a degree – usually on high volume – that an oscillator has reached its upper bound. This is generally interpreted as a sign that the price of the asset is becoming overvalued and may experience a pullback.
Oversold	A situation in technical analysis where the price of an asset has fallen to such a degree – usually on high volume – that the oscillator has reached a lower bound. This is generally interpreted as a sign that the price of the asset is becoming undervalued and may represent a buying opportunity for investors

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