

Oriental Food (7107)

Triangle Tightens, Breakout Is Near?



Technical Highlights

The stock has been forming a symmetrical triangle pattern, and it is now approaching the squeeze zone, indicating a potential breakout. This formation is similar to what we saw in early 2024, which led to a positive breakout. Adding to this, buying volume has been outpacing selling within this triangle, demonstrating increased interest from buyers. The stock is currently trading between all three key EMAs.

Momentum indicators look steady. The RSI stands at a neutral 48, while the MACD has been trending upward and recently formed a golden cross. This indicates a gradual strengthening of momentum, though it is not overly aggressive at this point. It serves as a signal that things could continue upward if conditions remain favorable.

The ideal price range right now is between RM1.75 to RM1.82, which fits within the triangle's boundaries. The first resistance level is RM1.90, with a smaller resistance around RM1.84, potentially forming a cup and handle. If the stock can break through RM1.90, it could rally towards near the 52-week high at RM2.14. However, if it drops below RM1.68, this could indicate a downward breakout.

Entry – RM1.75 – RM1.82

Stop Loss – RM1.68

Target Price – RM1.90 – RM2.14

Technical

Resistance 1 (RM)	1.90
Resistance 2 (RM)	2.14
Support 1 (RM)	1.73
Support 2 (RM)	1.68
MACD	Positive
RSI	Neutral

Stock Information

Last Close (RM)	1.78
52-week High (RM)	2.18
52-week Low (RM)	1.22

Company Profile

Oriental Food Industries manufactures, markets, and sell snack food and confectioneries. They also manufacture and wholesales candies, chocolate products, fish fillet, and other preserved foods.

Crescendo (6718)

Bulls Eyeing New Highs



Technical Highlights

The stock has been climbing steadily since early 2024 and recently formed an ascending triangle, breaking out of this pattern just yesterday. It continues to ride the upward trend and is currently trading above all three key EMAs, signalling ongoing strength in the movement.

Momentum indicators are looking solid. The RSI sits at 56 and is still trending upward, showing continued strength. The MACD has been performing well, with a golden cross forming this week. Adding to the bullish outlook, buying volume has been rising steadily, suggesting that investors are increasingly confident.

For entry, it depends on the breakout from the ascending triangle, with a favourable range between RM1.54 to RM1.58. The first resistance is at RM1.64, and once that level is breached, the stock could aim for RM1.73, which aligns with the 52-week high. On the flip side, if the price dips to RM1.50, it could indicate a false breakout. Should it fall below RM1.42, that would signal a break in the bullish trend line, pointing to a potential reversal.

Entry – RM1.54 – RM1.58
Stop Loss – RM1.42
Target Price – RM1.64 – RM1.73

Technical

Resistance 1 (RM)	1.64
Resistance 2 (RM)	1.73
Support 1 (RM)	1.50
Support 2 (RM)	1.42
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	1.56
52-week High (RM)	1.73
52-week Low (RM)	0.42

Company Profile

Crescendo Corporation Berhad develops and invests in properties, trades and manufactures concrete products and provides educational 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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