

Life Water (5328)

Squeeze to Breakout



Technical Highlights

The stock reached a peak of RM1.03 since its IPO but has been on a downward trend since then. A triangle pattern emerged during this consolidation phase, and last week, the stock successfully broke out from this squeeze zone with strong volume—the highest since January 2025. Despite that, the stock remains below its 20-day and 50-day EMAs, though it continues to hold above the 200-day EMA. If the stock can sustain above the breakout zone and reclaim all three key EMAs, this could signal more upside potential.

Momentum indicators are showing improvement. The MACD formed a golden cross last week, while the RSI has been rising after bouncing from oversold levels, now sitting at 50 and trending upward.

An ideal entry range for this stock would be between RM0.845 and RM0.855. The first resistance level to watch after a breakout is RM0.895, followed by RM0.925 if the upward move continues. On the downside, if the stock falls below RM0.805, it would indicate a false breakout, potentially resuming the downtrend. At that point, the reaction to the 200-day EMA will be key in determining further direction.

Entry – RM0.845 – RM0.855
Stop Loss – RM0.805
Target Price – RM0.895 – RM0.925

Technical

Resistance 1 (RM)	0.895
Resistance 2 (RM)	0.925
Support 1 (RM)	0.835
Support 2 (RM)	0.805
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.860
52-week High (RM)	1.030
52-week Low (RM)	0.760

Company Profile

Life Water Bhd provides non-alcoholic beverages. The company produces bottled drinking water, sparkling soda, tritonic carbonated isotonic electrolyte drinks, and fruit drinks.

Deleum (5132)

Momentum Building Up



Technical Highlights

The stock staged a strong rebound from its RM1.05 low, rallying over two months to hit a 52-week high of RM1.69. Since then, it has been undergoing a healthy pullback, consolidating around the RM1.31 zone. Yesterday's breakout above the consolidation peak came with a surge in volume—the highest since January 2025—confirming renewed buying interest. Adding to the bullish setup, the stock is now trading above all three key EMAs, reinforcing the strength of the uptrend.

Momentum indicators support the breakout. The MACD formed a golden cross last week, reinforcing the buying pressure. Meanwhile the RSI is trending upward to the level of 60.

An ideal entry for this stock would be between RM1.39 and RM1.41. The first target is RM1.47, followed by RM1.52 if the momentum persists. Should the stock break through both levels, the final target is RM1.57, provided buying strength remains intact. On the downside, if the stock falls below RM1.31—the bottom of the consolidation zone—it would signal a loss of key support, potentially leading to further downside movement.

Entry – RM1.39 – RM1.41

Stop Loss – RM1.31

Target Price – RM1.47 – RM1.52 – RM1.57

Technical

Resistance 1 (RM)	1.47
Resistance 2 (RM)	1.52
Support 1 (RM)	1.33
Support 2 (RM)	1.31
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	1.41
52-week High (RM)	1.69
52-week Low (RM)	1.05

Company Profile

Deleum Bhd provides a wide range of products and services to the oil and gas industry, including gas turbine technical services, exploration and production equipment, and gas turbine packages.

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 recognizable 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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