

Sam Engineering & Equip (9822)

Trend Reversal Signals Confirmed?



Technical Highlights

The stock had been on downtrend pattern since late May after reaching its 52-week high. However, on March 12, 2025, it appeared to have established a firm bottom before initiating a strong rebound, characterized by a series of higher highs and higher lows. Yesterday, the consistent buying interest caused the stock to surge (+4.8%) and successfully cleared both the double bottom pattern and the crucial resistance level of RM3.68 (the stock's recent high). Additionally, this breakout also propelled the stock above the EMA20 and EMA50, reinforcing bullish sentiment. With these multiple positive technical confirmations, we think the stock signals a potential trend reversal and could extend its upside trajectory towards new highs in the near term.

Momentum indicators are providing bullish signals. The RSI continued to trend upward strongly, signalling sustained buying momentum. Similarly, the bullish outlook of the stock is ascertained by the recent exhibition of golden cross in the MACD.

A recommended entry point can be set at the range between RMM3.70 to RM3.76. For the first resistance level, it can be set at RM3.91. If the stock successfully breaches above this level, the next level to challenge would be at RM4.20. Inversely, if the stock moves in opposite direction towards and below RM3.50, it would mean a false trend reversal and potentially consolidate towards its 52-week low level at RM3.25.

Entry – RM3.70 – RM3.76
Stop Loss – RM3.40
Target Price – RM3.91 – RM4.20

Technical

Resistance 1 (RM)	3.91
Resistance 2 (RM)	4.20
Support 1 (RM)	3.50
Support 2 (RM)	3.25
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	3.76
52-week High (RM)	6.70
52-week Low (RM)	3.25

Company Profile

Sam Engineering & Equipment (M) Berhad principally engages in manufacturing of production equipment and aerospace products.

Jentayu Sustainable (5673)

Bullish Marubozu Pattern Breakout



Technical Highlights

Since late March 2024, the stock has been in a persistent downtrend, with multiple failed breakout attempts due to the absence of sustained buying momentum. Recently, price action consolidated within a range, forming a descending triangle pattern. Yesterday, the resurgence of buying interest propelled the stock higher with a formation of Marubozu candlestick. The Marubozu candle not only cause the stock to initiate the triangle pattern breakout but also pushed the stock above both the short-term and medium term EMA lines. With these positive signals, we think the stock appears to have staged a sustainable breakout, potentially setting up for further upside in the near term.

Momentum indicators are supportive of the pattern breakout. The RSI continues to accelerate, suggesting buying interest is accumulating. Meanwhile, the strong buying strength yesterday also led to a formation of golden cross in MACD, signalling the stock could have entered into bullish trend.

Waiting a slight pullback to the price range between RM0.440 and RM0.450 yields a good entry opportunity. The first resistance level lies on RM0.485, with the next target at RM0.510 if momentum sustains. If both of these levels are cleared, the stock could challenge the subsequent resistance level at RM0.570. However, if the stock falls below RM0.405, it would indicate a false pattern breakout and follow by the re-emergence of market correction phase.

Entry – RM0.440 – RM0.450

Stop Loss – RM0.400

Target Price – RM0.485 – RM0.510 – RM0.570

Technical

Resistance 1 (RM)	0.485
Resistance 2 (RM)	0.510
Support 1 (RM)	0.405
Support 2 (RM)	0.385
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.450
52-week High (RM)	1.01
52-week Low (RM)	0.400

Company Profile

Jentayu Sustainable Berhad is a building materials supplier that offers home fittings, living room and bathroom flooring, kitchen furnishings and office interior products.

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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