

# Autocount (0276)

## All Eyes on EMAs



## Technical Highlights

A triangle pattern was identified forming on the chart, and just this week, the stock successfully broke out from the squeeze zone. Alongside the breakout, buying volume has been increasing steadily day by day. As a result, the stock has now moved above its 20-day EMA and is approaching both the 50-day and 200-day EMAs. If this upward momentum continues and the stock trades above all three key EMAs, it would suggest further upside potential in the near term.

Momentum indicators are pointing in the right direction. The RSI has rebounded from the oversold zone and now sits at the neutral level of 50, with an upward trend still in place. Meanwhile, the MACD also has formed a golden cross last week.

The ideal entry range for this stock is between RM0.950 and RM0.970. The first resistance to watch is RM1.01, and a break above this level would set the stage for a move toward the next resistance at RM1.08. On the downside, if the stock falls below RM0.900, it could indicate a weak buying momentum and a further downside risk. Based on this setup, the risk-to-reward ratio stands at a healthy 2.4.

**Entry** – RM0.950 – RM0.970

**Stop Loss** – RM0.900

**Target Price** – RM1.01 – RM1.08

### Technical

<b>Resistance 1 (RM)</b>	1.01
<b>Resistance 2 (RM)</b>	1.08
<b>Support 1 (RM)</b>	0.930
<b>Support 2 (RM)</b>	0.900
<b>MACD</b>	Positive
<b>RSI</b>	Positive

### Stock Information

<b>Last Close (RM)</b>	0.970
<b>52-week High (RM)</b>	1.29
<b>52-week Low (RM)</b>	0.830

### Company Profile

Autocount Dotcom Berhad develops and markets accounting software, point of sale system, and cloud payroll solutions. The company serves the small and medium sized enterprises, as well as some large organizations including multinational and public listed companies.

# Ajinomoto (Malaysia) (2658)

## Bouncing Back from Breakdown



### Technical Highlights

The stock has been consolidating above the key support zone of RM14.50 for over eight months. However, earlier this month, it failed to hold above that level and broke below the support, forming a new 52-week low at RM13.04. Since last Thursday, the stock has rebounded strongly with a gain of over 7%, supported by increasing buying volume. In the sessions ahead, the key focus will be whether the stock can maintain its momentum and trade above the three key EMAs.

Momentum indicators are improving. The RSI has bounced from the oversold zone and currently stands at 46, with signs of further upside. At the same time, the stock also formed a bullish MACD crossover yesterday, while selling volume continues to decline.

An ideal entry range for this stock would be between RM13.68 and RM13.98. The first resistance to watch is RM14.80, which also aligns with the 200-day EMA. A successful breakout here may push the stock higher towards the next resistance at RM15.48. On the downside, if the stock falls below RM13.40, it would confirm a renewed breakdown from key support, potentially leading to more downside pressure. Based on this setup, the risk-to-reward ratio stands at a healthy 4.2.

**Entry** – RM13.68 – RM13.98  
**Stop Loss** – RM13.40  
**Target Price** – RM14.80 – RM15.48

#### Technical

Resistance 1 (RM)	14.80
Resistance 2 (RM)	15.48
Support 1 (RM)	13.40
Support 2 (RM)	13.04
MACD	Positive
RSI	Positive

#### Stock Information

Last Close (RM)	13.98
52-week High (RM)	21.20
52-week Low (RM)	13.04

#### Company Profile

Ajinomoto (Malaysia) Berhad manufactures and sells monosodium glutamate (MSG) and other related products. The company also produces consumer products such as food seasonings, flavored salt and pepper, and sago starch.

## 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"><li>- current high less the current low;</li><li>- the absolute value of the current high less the previous close;</li><li>- the absolute value of the current low less the previous close;</li></ul>
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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