

3REN (0326)

Breaking Free From Downtrend



Technical Highlights

The stock has been on downtrend pattern after making its IPO debut in the early November 2024. Recently, the stock seemed to establish a bottom before a strong rebounding took place. The rebounding strength extended as the stock continued to close significantly higher with a large bullish candlestick at the yesterday's closing. This bullish candlestick formation also triggered the primary trendline breakout with the stock now successfully trading above both its 20 and 50-EMA lines. With these positive technical set-ups, we think this form a stage for the stock to break free from its downtrend pattern and offers further upside in the near term.

Momentum indicators are validating the trend line breakout. The RSI extends its rally, suggesting the continued strong buying interest in the stock. Similarly, the stock's strong buying momentum is also supported by the golden cross formation in the MACD yesterday.

For an ideal entry range, it can be observed in between RM0.255 to RM0.265. The first resistance level lies on RM0.280. If the stock managed to break above this level, the stock could rally towards next target level at RM0.310. Conversely, a false trendline breakout could take place if the stock descent below its recent support level of RM0.235. Stop loss wise, it can be set at slightly lower than its recent support level at RM0.225.

Entry – RM0.255 – RM0.265
Stop Loss – RM0.225
Target Price – RM0.280 – RM0.310

Technical

Resistance 1 (RM)	0.280
Resistance 2 (RM)	0.310
Support 1 (RM)	0.235
Support 2 (RM)	0.205
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.265
52-week High (RM)	0.450
52-week Low (RM)	0.205

Company Profile

3Ren Berhad specializes in developing, supplying and managing customized automation and integrated digitalization projects.

SkyWorld Development (5315)

Double Bottom Breakout



Technical Highlights

After reaching its peak in the late May 2024, the stock underwent a major market correction phase as the stock dipped to its bottom in the early April 2025. Upon establishing a bottom, the stock regained its momentum and started to rebound strongly. Yesterday, the stock closed substantially higher with a gain of 10.7% and confirmed the double bottom breakout. This pattern breakout was further reinforced by the stock reclaiming above its 50-EMA line which suggested a near-term bullish outlook. Supported by the bullish pattern breakout, we think the stock could extend its rebounding trajectory in the near future.

The momentum indicators are affirming the pattern breakout. The stock's positive momentum is ascertained by the upward pointing MACD line and the continual strong rebounding strength in the RSI indicator.

Waiting a slight retrenchment to the range between RM0.455 and RM0.465 could yield an attractive entry opportunity. The first resistance to focus would be at RM0.480. Any further breakout above this level should pave a way for the stock to challenge its subsequent resistance level at RM0.520. On the flipside, a descent below the stock's recent support level of RM0.420 could indicate a potential false pattern breakout and the resume of the consolidation phase.

Entry – RM0.455 – RM0.465
Stop Loss – RM0.415
Target Price – RM0.480 – RM0.520

Technical

Resistance 1 (RM)	0.480
Resistance 2 (RM)	0.520
Support 1 (RM)	0.420
Support 2 (RM)	0.385
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.465
52-week High (RM)	0.683
52-week Low (RM)	0.385

Company Profile

SkyWorld Development Group Berhad is a property developer that focuses on the development of residential and commercial properties.

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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