

Sunview (0262)

Bottoming Out, Trend Reversal Ahead?



Technical Highlights

After reaching its peak in the mid-June 2024, the stock dipped into major market correction phase, sending it to touch its bottom at 52-week low price of RM0.370. During this period, the stock failed to break free from this downtrend after multiple unsuccessful attempts. Yesterday, the stock managed to break above a falling channel pattern where the stock consolidated within the range. With the pattern break-out, we think this could form a stage for the stock to initiate the trend reversal movement ahead.

Momentum indicators are supportive of the trend reversal signal. The RSI accelerates, indicating the buying interest is accumulating. Meanwhile, the stock's short-term bullish momentum is supported by the recent exhibition of golden cross in the MACD.

Waiting a slight pullback to the range between RM0.390 and RM0.395 represent an ideal entry opportunity. The first resistance to watch would be at RM0.405. A potential breach above this level could see the stock challenging its next target at RM0.425. Should the buying momentum remain sustained, the stock could rally towards RM0.450. On the flipside, the consolidation phase could resume if the stock descends below its support level of RM0.360.

Entry – RM0.390 – RM0.395

Stop Loss – RM0.355

Target Price – RM0.405 – RM0.425 – RM0.450

Technical

Resistance 1 (RM)	0.405
Resistance 2 (RM)	0.425
Support 1 (RM)	0.360
Support 2 (RM)	0.310
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.395
52-week High (RM)	0.775
52-week Low (RM)	0.370

Company Profile

SunView Group Berhad is a solar company offers solar energy solutions for residential, commercial and industrial sectors.

Dialog (7277)

Rebounding Signals Emerge



Technical Highlights

After the 10-months long consolidation phase, the stock established a bottom at RM1.14 before it started to rebound strongly with the pattern of higher highs and higher lows. This continual positive momentum successfully drove the stock higher and initiated a falling triangle pattern breakout. The positive close yesterday further reinforces the stock's bullish momentum, suggesting a potential for further upside and a sustained breakout from its broader corrective downtrend.

The momentum indicators are showing positive signals in favour of the stock's trend reversal movement. The RSI is trending upward, suggesting the stock's sustained buying interest. Likewise, the stock's bullish outlook is ascertained by a golden cross formation in the MACD.

An ideal entry point can be set at RM1.40 to RM1.43. The first resistance is at RM1.47, and a successful breakout could lead to RM1.56. If buying interest persists, the stock could potentially rally toward the next resistance level at RM1.60. On the downside, a dip below RM1.36 level could indicate the commencement of consolidation phase with the stock potentially correct toward its 52-week low price of RM1.25. Stop loss wise, it can be locked at RM1.31, a level slightly lower than its recent support level.

Entry – RM1.40 – RM1.43

Stop Loss – RM1.31

Target Price – RM1.47 – RM1.56 – RM1.60

Technical

Resistance 1 (RM)	1.47
Resistance 2 (RM)	1.56
Support 1 (RM)	1.36
Support 2 (RM)	1.25
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	1.43
52-week High (RM)	2.56
52-week Low (RM)	1.14

Company Profile

Dialog Group Berhad is a company specializes in providing engineering, procurement, fabrication, construction, maintenance, operations, and project management services for oil & gas industry.

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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