

Top Glove (7113)

Bullish Flag Pattern Breakout



Technical Highlights

After reaching its peak in the mid-December 2024, the stock fell into wide consolidation phase triggered by the sharp selling pressure. Recently, the stock regained positive momentum and started to jump after establishing a bottom. This was then followed by a sideways movement, leading to a formation of bullish flag pattern. At the last Friday's closing, the stock continued to trend upward and broke out of the bullish flag pattern. Supported by these positive technical signals, the setup may provide a strong base for the stock to sustain its upward momentum in the near term.

Momentum indicators are showing strength. The RSI is trending upward, indicating the stock's sustained buying momentum. Meanwhile, the stock's short-term bullish outlook is supported by both the upward pointing 20-EMA and MACD lines.

For an ideal entry opportunity, it can be placed at the range between RM0.900 and RM0.910. The first resistance level to watch would be at RM0.930. A potential breach above this level could the stock testing the next target at RM1.00. If both of these levels are cleared, the stock could rally towards RM1.05 level. Conversely, a dip below RM0.850 could signal a false pattern breakout with the stock potentially consolidate towards its 52-week low price of RM0.770.

Entry – RM0.900 – RM0.910

Stop Loss – RM0.810

Target Price – RM0.930 – RM1.00 – RM1.05

Technical

Resistance 1 (RM)	0.930
Resistance 2 (RM)	1.00
Support 1 (RM)	0.850
Support 2 (RM)	0.770
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.910
52-week High (RM)	1.41
52-week Low (RM)	0.770

Company Profile

Top Glove Corp Berhad is a company specialize in manufacturing a wide range of latex gloves.

SP Setia (8664)

Technical Rebound Is Underway?



Technical Highlights

Between mid-Jul 2024 to late-Aug 2024, the dwindling in the buying interest triggered a sharp market correction phase as the stock dipped into its 52-week low. Subsequently, the stock entered into a recovery phase that lasted for about 6 months. This was followed by another consolidation phase and the stock consolidated within a range, resulting in the formation of a falling wedge pattern. With the resurgence of strong buying interest last Friday, the stock closed substantially higher and initiated the wedge pattern breakout. After the pattern breakout, we think this should form a stage for the stock to extend its rebounding trajectory in the near future.

The momentum indicators are showing bullish signals. The RSI continued to climb, indicating the stock's buying interest is accumulating. Similarly, the recent exhibition of golden cross in the MACD confirms the built-up of the stock's short-term bullish momentum.

Looking at an idea entry point, it lies in the range between RM1.13 to RM1.15. The first resistance level to monitor is RM1.21. A successful breach here could form a stage for the stock to challenge the next resistance at RM1.31, with further upside potential toward the RM1.36 level. Conversely, if the stock dips below the crucial support level of RM1.09, this could signal the commencement of the consolidation phase.

Entry – RM1.13 – RM1.15

Stop Loss – RM1.05

Target Price – RM1.21 – RM1.31 – RM1.36

Technical

Resistance 1 (RM)	1.21
Resistance 2 (RM)	1.31
Support 1 (RM)	1.09
Support 2 (RM)	1.00
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	1.15
52-week High (RM)	1.75
52-week Low (RM)	1.00

Company Profile

SP Setia Berhad operates as a building contractor and develops, invests and leases 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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