

# Unisem (5005)

## Wedge Pattern Breakout



### Technical Highlights

After peaking in the mid-June 2024, the stock underwent major market correction phase as the stock dipped into its trough (52-week low price of RM1.84). Upon establishing a bottom, the stock engaged a strong rebound and traded in the pattern of higher highs and higher lows. With the strong rebounding movement, the stock also traded above its 20-EMA line. At the last Friday's closing, the stock continued to close higher and initiated a wedge pattern breakout. Supported by these positive technical set-ups, we think this could form a stage for the stock to extend its rebounding trajectory in the near term.

Momentum indicators are showing positive strength. The RSI is picking up, indicating the stock's sustained buying strength. Similarly, the recent exhibition of a golden cross in the MACD supports the formation of stock's bullish outlook.

For an ideal entry range, it lies on between RM2.03 and RM2.05. The first resistance level to watch would be at RM2.07. A breakout above this level could see the stock challenging the next target at RM2.14. If both of these levels are cleared, the stock could rally towards RM2.27 level. Conversely, a dip below the stock's recent support level of RM1.96 bring an indication of a false pattern breakout and the start of another consolidation phase.

**Entry** – RM2.03 – RM2.05

**Stop Loss** – RM1.91

**Target Price** – RM2.07 – RM2.14 – RM2.27

#### Technical

Resistance 1 (RM)	2.07
Resistance 2 (RM)	2.14
Support 1 (RM)	1.96
Support 2 (RM)	1.84
MACD	Positive
RSI	Positive

#### Stock Information

Last Close (RM)	2.05
52-week High (RM)	4.25
52-week Low (RM)	1.84

#### Company Profile

Unisem (M) Berhad specializes in manufacturing of semiconductor devices.

# ITMAX System (5309)

## Revisiting 52-week High?



### Technical Highlights

After touching 52-week high, the stock dipped into a mild correction phase and consolidated within the range, forming a triangle pattern. Recently, the stock started to trend upward strongly fuelled by the consistent buying strength. This positive price action also triggered the triangle pattern breakout. Following the pattern breakout, the stock continued to trend upward, supporting the case that the stock could retest its 52-week high in the near future.

The momentum indicators are looking favourable. The RSI is climbing up gradually, indicating the stock's sustained buying strength. Meanwhile, a golden cross was displayed in the MACD recently, supporting the built-up of the stock's short-term bullish momentum.

An ideal entry point lies between RM3.84 and RM3.87. The first resistance to monitor is RM3.97. If the stock successfully breaks through this level, the next target would be at RM4.07, the stock's 52-week high. Conversely, a drop below RM3.74 could signal the commencement of a consolidation phase. For an ideal stop loss, it can be set at slightly below the stock's recent support level at RM3.70

**Entry** – RM3.84 – RM3.87  
**Stop Loss** – RM3.70  
**Target Price** – RM3.97 – RM4.07

#### Technical

Resistance 1 (RM)	3.97
Resistance 2 (RM)	4.07
Support 1 (RM)	3.74
Support 2 (RM)	3.60
MACD	Positive
RSI	Positive

#### Stock Information

Last Close (RM)	3.87
52-week High (RM)	4.07
52-week Low (RM)	2.23

#### Company Profile

ITMAX System Berhad principally engages in providing integrated digital infrastructure solution.

## 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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