

QES Group (0196)

Rebounding Movement to Continue?



Technical Highlights

After reaching 52-week high in the mid-July 2024, the stock underwent a major downswing before started to rebound strongly following the establishment of a bottom recently. Subsequently, the stock extended its rebounding movement in line with the recovery of buying momentum. Yesterday, the stock managed to closed higher and initiated a triangle pattern breakout. After the pattern breakout, the stock also reclaimed above its 20-EMA line. These multiple positive technical signals indicated that the stock could engage further upside movement ahead.

Momentum indicators are showing positive signal. The RSI continued to climb, implying the stock's buying interest is accumulating. Similarly, a recent display of a golden cross in the MACD reflecting the built-up of the stock's short-term bullish momentum.

Waiting a slight pullback to the range between RM0.410 and RM0.420 represent an attractive entry opportunity. The first resistance to watch would be at RM0.440. If the stock managed to break above this level, the stock could test the next target at RM0.480. Should both of levels are cleared, the stock could rally toward RM0.520. On the flipside, a descent below RM0.380 level could signify a false pattern breakout and potentially follows by the commencement of another consolidation phase.

Entry – RM0.410 – RM0.420

Stop Loss – RM0.370

Target Price – RM0.440 – RM0.480 – RM0.520

Technical

Resistance 1 (RM)	0.440
Resistance 2 (RM)	0.480
Support 1 (RM)	0.380
Support 2 (RM)	0.340
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.420
52-week High (RM)	0.780
52-week Low (RM)	0.340

Company Profile

QES Group Berhad principally involves in the distribution of inspection, test and measurement equipment and materials and engineering solutions.

WCT Holdings (9679)

Double Bottom Pattern Breakout



Technical Highlights

Between June 2024 and March 2025, the stock experienced a 9-month long broad-based market correction phase. After establishing a bottom, the stock started to rebound gradually. Yesterday, the reignition of buying interest (approximately 2x its 4-week average trading volume) pushed the stock to close substantially higher (+12.6%). This strong jump also confirmed a double bottom pattern breakout with the stock breaching above the neckline of the pattern (RM0.715 level) and the reclamation above its 50-EMA line. With these positive technical indicators, we think the stock could extend its rebounding trajectory in the upcoming trading sessions.

The momentum indicators are supportive of the pattern breakout. The RSI is spiking up, signalling the stock's sustained buying momentum. Meanwhile, the stock's bullish outlook is supported by the recent exhibition of a golden cross in the MACD.

The ideal entry point would be on a pullback, targeting a range between RM0.705 and RM0.715. If the breakout holds, the stock is likely to test its first resistance at RM0.760. A successful break above this could push the stock toward the next resistance at RM0.840. Conversely, if the stock falls to RM0.625, it may indicate a false breakout, potentially leading to a correction.

Entry – RM0.705 – RM0.715
Stop Loss – RM0.615
Target Price – RM0.760 – RM0.840

Technical

Resistance 1 (RM)	0.760
Resistance 2 (RM)	0.840
Support 1 (RM)	0.625
Support 2 (RM)	0.585
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.715
52-week High (RM)	1.35
52-week Low (RM)	0.520

Company Profile

WCT Holdings Berhad specializes in engineering and construction, property development, property investment and management activity.

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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Published & Printed By:

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