

Hextar Capital (0035)

Wedge Pattern Breakout



Technical Highlights

The stock underwent a broad-based market correction phase after touching its 52-week high in the mid-June 2024. A wedge pattern was formed as the stock continued to consolidate within the range. In the early May 2025, the resurgence of buying interest triggered recovery of the stock. At the last Friday's closing, the stock successfully breached above the wedge pattern. With the pattern breakout, we think this should form a stage for the stock to rebound further in the near term.

Momentum indicators are showing positive signal and supportive of the pattern breakout. The stock's positive outlook is supported by the uptrend movement in the RSI as well as recent exhibition of a golden cross in the MACD.

In terms of entry points, a favourable range would be between RM0.280 and RM0.285. The first major resistance is at RM0.305. A successful break above this level could push the stock toward RM0.335 level. However, on the downside, if the stock falls below RM 0.255, it could bring an indication of a false pattern breakout and the commencement of another correction phase.

Entry – RM0.280 – RM0.285
Stop Loss – RM0.250
Target Price – RM0.305 – RM0.335

Technical

Resistance 1 (RM)	0.305
Resistance 2 (RM)	0.335
Support 1 (RM)	0.255
Support 2 (RM)	0.225
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.285
52-week High (RM)	0.675
52-week Low (RM)	0.255

Company Profile

Hextar Capital Berhad is agrochemical company that specializes in the production and distribution of agrochemical, fertilizers and seeds.

Hap Seng Consolidated (3034)

Double Technical Breakouts – Recovery to Continue?



Technical Highlights

The stock has been on the broad-based market correction phase since mid-June 2024. After establishing a bottom at RM2.43 (the stock's 52-week low), the stock re-enter into recovery phase. Following this recovery phase, the stock managed to breach above the key resistance level of RM2.74, a level that was once a major support level before the late-March 2024's sell-down. At the closing last Friday, the sustained buying momentum pushed the stock to close higher and also initiated a triangle pattern breakout. We think both these positive technical breakouts could form a ground for the stock to extend its recovery trajectory in the near trading sessions.

The momentum indicators are showing positive strength. The RSI continued to climb, signalling the stock's sustained buying strength. Similarly, the upward-pointing MACD and 20-EMA line support the built-up of the stock's short-term bullish outlook.

A strategic entry opportunity lies within the range of RM2.74 to RM2.77. The first resistance to watch is RM2.87, and a breakout above this level could see the stock rally toward RM3.00. Conversely, a dip below RM2.61 could invalidate the 2 technical breakouts and signal a return to the downtrend, with potential correction toward the stock's 52-week low at RM2.43. In term of stop loss, it can be place at slightly below the stock recent support level at RM2.59.

Entry – RM2.74 – RM2.77

Stop Loss – RM2.59

Target Price – RM2.87 – RM3.00

Technical

Resistance 1 (RM)	2.87
Resistance 2 (RM)	3.00
Support 1 (RM)	2.61
Support 2 (RM)	2.43
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	2.77
52-week High (RM)	4.45
52-week Low (RM)	2.43

Company Profile

Hap Seng Consolidated Berhad mainly operates oil palm and cocoa plantation, trades heavy equipment and motor vehicles, manufactures agricultural fertilizers, provides leasing and money lending as well as fabricates and sells commercial trucks.

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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