

# Affin Bank (5185)

## Breaking the Neckline Rally



### Technical Highlights

The stock has recently completed a classic inverse head and shoulders pattern, a typically bullish formation. However, what's interesting here is that the stock has successfully broken out above the neckline, which had also served as a key resistance level. Yesterday's close above RM2.69 marks a significant technical development. Supporting this bullish breakout, the stock is now trading above all three key EMAs. Since March 2025, we've also observed a pickup in buying momentum, noticeably higher than the past six months.

Momentum indicators further support the bullish outlook. The RSI has climbed steadily, now at 64, indicating growing buying strength but not yet in overbought territory. Meanwhile, the MACD is trending upward, reinforcing the idea that buying interest continues to build and that momentum is still in play.

An ideal range would be RM2.70 to RM2.73. The immediate resistance to watch is RM2.75, followed by RM2.82, and then a potential move toward RM2.97 if momentum sustains. On the downside, a drop below RM2.59 would be a technical warning sign, as it suggests a failure to hold support near the shoulder level and would mean the stock is back below all key EMAs. This setup presents a favourable risk-reward ratio of 2.70.

**Entry** – RM2.70 – RM2.73

**Stop Loss** – RM2.59

**Target Price** – RM2.75 – RM2.82 – RM2.97

#### Technical

Resistance 1 (RM)	2.75
Resistance 2 (RM)	2.82
Support 1 (RM)	2.69
Support 2 (RM)	2.59
MACD	Positive
RSI	Positive

#### Stock Information

Last Close (RM)	2.72
52-week High (RM)	3.25
52-week Low (RM)	2.21

#### Company Profile

Affin Bank Berhad operates as a bank. The Bank offers deposits, loans, investment, online banking, asset management, underwriting, life and general insurance facilities, and financing activities.

# Kimlun (5171)

## Steady Climb From Bottom



### Technical Highlights

After bottoming out at RM0.80, the stock had an impressive 34-day bullish run before taking a healthy two-day breather. Yesterday, it formed a hammer candlestick, a strong bullish signal that often suggests buying momentum is returning. What's more, the stock is now trading above the 20-day and 50-day EMAs, as well as the key support level at RM0.96. With momentum continuing to build, we believe the stock is getting ready to test the 200-day EMA near RM1.10 in the near term.

Momentum indicators are looking good. The RSI is at 61, slightly cooling off from its previous level around 68 over the past month but still in a healthy range. At the same time, the MACD has also formed a golden cross.

A good entry range is between RM1.00 and RM1.02. Key resistance levels to watch are RM1.04, followed by RM1.08, and potentially RM1.11 if momentum continues. However, if the stock falls below RM0.96, it would signal a breakdown of support and a move below both the 20-day and 50-day EMAs. This setup presents a favourable risk-reward ratio of 2.22.

**Entry** – RM1.00 – RM1.02

**Stop Loss** – RM0.960

**Target Price** – RM1.04 – RM1.08 – RM1.11

#### Technical

<b>Resistance 1 (RM)</b>	1.04
<b>Resistance 2 (RM)</b>	1.08
<b>Support 1 (RM)</b>	1.00
<b>Support 2 (RM)</b>	0.96
<b>MACD</b>	Positive
<b>RSI</b>	Positive

#### Stock Information

<b>Last Close (RM)</b>	1.02
<b>52-week High (RM)</b>	1.77
<b>52-week Low (RM)</b>	0.80

#### Company Profile

Kimlun Corporation Bhd is an engineering and construction services provider. The company specializes in infrastructure and building construction, construction management, provision of IBS and manufacturer of concrete products as well as trades in construction and building materials.

## 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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