

# KUB Malaysia (6874)

## Flag Pattern Breakout with Marubozu Candle



### Technical Highlights

Since reaching its peak in the early August 2024, the stock dipped into major correction phase, sending the stock testing its trough (52-week low: RM0.545) in the early April 2025. Subsequently, the stock seemed to find its bottom as it started to rebound strongly, leading to a formation of a flag pattern. Yesterday, the reignition of buying strength (4.7x higher than its average 90-days volume) triggered a gapped-up Marubozu candlestick in the stock, breaking through the flag pattern. Supported by these positive technical signals, we believe this could pave way for the stock to extend its recovery over the horizon.

Momentum indicators are displaying positive signal. The stock's bullish outlook is reinforced by the sharp upward movement in the MACD and upward pointing 20-EMA line.

Waiting a slight pull-back to the range between RM0.620 and RM0.630 represent a good entry opportunity. The first resistance level lies on RM0.650. A breach above this level could see the stock testing the next target at RM0.700. On the other hand, a descent below the stock's recent support level of RM0.595 could signify a false pattern breakout with the stock potentially consolidate back to its 52-week low.

**Entry** – RM0.620 – RM0.630  
**Stop Loss** – RM0.590  
**Target Price** – RM0.650 – RM0.700

#### Technical

Resistance 1 (RM)	0.650
Resistance 2 (RM)	0.700
Support 1 (RM)	0.595
Support 2 (RM)	0.545
MACD	Positive
RSI	Positive

#### Stock Information

Last Close (RM)	0.630
52-week High (RM)	0.785
52-week Low (RM)	0.545

#### Company Profile

KUB Malaysia Berhad via its subsidiaries specializes in providing information technologies and telecommunications services and provides online and conventional education.

# QES Group (0196)

## Triangle Pattern Breakout



### Technical Highlights

The stock has been on consolidation mode since reaching its peak in the mid-July 2024. During this period, the stock had engaged multiple attempts of breaking free from the consolidation mode, but were unsuccessful due to the lack of sustained buying momentum. Yesterday, the stock closed higher and triggered a triangle pattern breakout. With the pattern breakout, we think the stock could initiate trend reversal in the near term.

Momentum indicators are looking favourable. The RSI is trending upward, indicating the stock's buying interest is accumulating. Meanwhile, a recent display of a golden cross in the MACD indicates the built-up of the stock's bullish momentum.

An ideal entry point for this stock lies in the range of RM0.370 to RM0.375. The first resistance to watch would be at RM0.385. A breach beyond this level could see the stock rally to the next target at RM0.445. On the downside, if the stock falls below RM0.345, this could indicate a false pattern breakout and the start of market correction phase. For stop loss, it can be set at slightly lower than the stock's support level at RM0.340.

**Entry** – RM0.370 – RM0.375  
**Stop Loss** – RM0.340  
**Target Price** – RM0.385 – RM0.445

#### Technical

<b>Resistance 1 (RM)</b>	0.385
<b>Resistance 2 (RM)</b>	0.445
<b>Support 1 (RM)</b>	0.345
<b>Support 2 (RM)</b>	0.300
<b>MACD</b>	Positive
<b>RSI</b>	Positive

#### Stock Information

<b>Last Close (RM)</b>	0.375
<b>52-week High (RM)</b>	0.752
<b>52-week Low (RM)</b>	0.345

#### Company Profile

QES Group Berhad is a company principally involves in manufacturing and distributing of inspection, test, measuring, analytical and automated handling equipment.

## 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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