

DRB-HICOM (1619)

Holding the Break



Technical Highlights

The stock has been in a downtrend since July 2024 and has struggled to break above the descending resistance line — until yesterday. With a sharp 7% gain, the stock finally broke through the downtrend line and is now trading above both the 20 and 50 day EMAs, while also touching the 200 day EMA. Moving forward, we'll be watching closely to see if the stock can stay above the broken downtrend line and maintain strength above all three EMAs. On a side note, the rebound actually began in late June. After a 6.7% gain, the stock held above the drawn support zone for 3 days, forming a healthy base before yesterday's breakout, a sign of strong momentum with a clean pullback.

Momentum indicators are showing strength. The RSI has jumped from 38 to 70. At the same time, the MACD also has formed a golden cross last week and continues to move upward, supported by steadily increasing buying volume.

A good entry point for this stock is between RM0.85 and RM0.87. The first resistance to watch is RM0.925, followed by RM0.975 if the stock continues to push higher. On the flip side, if the stock falls below RM0.795, it would indicate a breakdown below both the downtrend line and the key support zone, which could trigger further selling pressure.

Entry – RM0.850 – RM0.870
Stop Loss – RM0.795
Target Price – RM0.925 – RM0.975

Technical

Resistance 1 (RM)	0.925
Resistance 2 (RM)	0.975
Support 1 (RM)	0.830
Support 2 (RM)	0.795
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.870
52-week High (RM)	1.390
52-week Low (RM)	0.600

Company Profile

DRB-Hicom is a Malaysian conglomerate. The company organizes itself into three segments: automotive, services and education, and property, asset, and construction.

Sunview (0262)

U-Shape Rebound in Play



Technical Highlights

The stock peaked in June 2024 and has been trending downward since then. However, it started building a solid accumulation base earlier this year. After more than 6 months of trading sideways, the stock finally broke above both the 20-day and 50-day EMAs — levels that had been capping the price for months. We're also seeing signs of a potential U-shape recovery, with the stock rebounding steadily from March to June. This pattern suggests buyers are stepping in with confidence. Looking ahead, the next focus will be on whether the stock can push through the 200-day EMA to unlock more upside potential.

Momentum indicators are looking good. The RSI has been trending upward and now stands at 62. Meanwhile, the MACD formed a golden cross last month and continues to head higher.

An ideal entry range for this stock is between RM0.400 and RM0.415. Key resistance levels to watch are RM0.430, followed by RM0.450, and then RM0.495 if the rally continues. On the downside, if the price drops below RM0.370, it could signal a return to the accumulation zone and increased selling pressure.

Entry – RM0.400 – RM0.415

Stop Loss – RM0.370

Target Price – RM0.430 – RM0.450 – RM0.495

Technical

Resistance 1 (RM)	0.430
Resistance 2 (RM)	0.450
Support 1 (RM)	0.395
Support 2 (RM)	0.370
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.415
52-week High (RM)	0.725
52-week Low (RM)	0.335

Company Profile

Sunview Group Berhad's operates through two segments: provision of product and services related to renewable energy segment, which offers EPCC, and power generation segment is focused on solar power generation and supply.

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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