

Northern Solar (0340)

Breaking Key Resistance



Technical Highlights

The stock underwent a major correction after its IPO debut in the early February 2025. Following the establishment of a bottom, the stock regained momentum and started to trend upward. Yesterday, the renewed buying momentum pushed the stock higher and finally breached above the key resistance level of RM0.680, the highest level achieved since 3-months ago. With the breach above this key resistance level, we believe this should form stage for the stock to extend recovery trajectory in the near term.

Momentum indicators are displaying positive strength. The RSI continues to jump, indicating the built-up of the stock's sustained buying strength. Meanwhile, the stock's bullish set-up is reinforced the recent exhibition of a golden cross in the MACD.

An ideal entry range is between RM0.680 and RM0.690. The first resistance level would be at RM0.735 and a successful breakthrough above this level could lead the stock to test a second resistance at RM0.770. However, a drop below RM0.655 would indicate waning consolidation momentum and a further correction.

Entry – RM0.680 – RM0.690
Stop Loss – RM0.650
Target Price – RM0.735 – RM0.770

Technical

Resistance 1 (RM)	0.735
Resistance 2 (RM)	0.770
Support 1 (RM)	0.655
Support 2 (RM)	0.600
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.690
52-week High (RM)	0.960
52-week Low (RM)	0.460

Company Profile

Northern Solar Holdings Berhad is a Malaysian company specializes in providing solar renewable energy solutions.

SkyWorld Development (5315)

Rebounding Strength To Extend?



Technical Highlights

The stock has been on consolidation mode since December 2024. The stock continued to consolidate within the zone, forming a triangle pattern. Yesterday, the stock closed higher and successfully initiated the triangle pattern breakout. Backed by the triangle pattern breakout, we think the stock would continue to extend its recovery over the near trading sessions.

Momentum indicators are showing positive signal. The RSI is spiking up, suggesting the built-up of the stock's strong buying momentum. Similarly, the MACD formed a golden cross recently and continues to head higher.

A recommended entry point can be seen in the range between RM0.450 and RM0.455. The first resistance to watch would be at RM0.480. A breakout above this level could see the stock rally towards next target at RM0.515. Should both of these levels be cleared, the next target to challenge would be at RM0.530. On the downside, if the price declines below RM0.420, it could signal a false pattern breakout and a return to consolidation mode.

Entry – RM0.450 – RM0.455

Stop Loss – RM0.410

Target Price – RM0.480 – RM0.515 – RM0.530

Technical

Resistance 1 (RM)	0.480
Resistance 2 (RM)	0.515
Support 1 (RM)	0.420
Support 2 (RM)	0.390
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.455
52-week High (RM)	0.715
52-week Low (RM)	0.380

Company Profile

SkyWorld Development Group Berhad, a property developer that focuses on the development of residential and commercial properties.

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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