

Gadang (9261)

Rebounding to Extend?



Technical Highlights

The stock has been on consolidation mode since mid-July 2024. The stock dipped from its 52-week high of RM0.490 to its 52-week low of RM0.225. Subsequently, the stock seemed to establish its bottom at RM0.225 level as it started to rebound strongly. At the last Friday's closing, the resurgence of strong buying momentum (4.4x higher than its average 90 days total trading volume) led the stock to close substantially higher (+7.8%) and initiated a triangle pattern breakout. With the pattern breakout supported by strong volume, we believe this would form a ground for the stock to extend its recovery movement in the near term.

Momentum indicators are looking favourable. The RSI is climbing, indicating the built-up of the stock's strong buying interest. Similarly, the stock's short-term bullish outlook is reinforced by the upward-pointing MACD line and the stock's reclamation above its short-term and medium term EMA lines.

Waiting a slight retrenchment to the range between RM0.270 and RM0.275 yield an attractive entry opportunity. The first resistance level to watch would be at RM0.290, and a breakout above this level could push the stock towards the next target at RM0.310. Should both of these levels be cleared, the stock could climb towards RM0.330. On the downside, a descent below RM0.245 could invalidate the pattern breakout with the stock potentially consolidate towards its 52-week low of RM0.225.

Entry – RM0.270 – RM0.275

Stop Loss – RM0.240

Target Price – RM0.290 – RM0.310 – RM0.330

Technical

Resistance 1 (RM)	0.290
Resistance 2 (RM)	0.310
Support 1 (RM)	0.245
Support 2 (RM)	0.225
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.275
52-week High (RM)	0.490
52-week Low (RM)	0.225

Company Profile

Gadang Holdings Berhad via its subsidiaries involves in providing earthwork, civil engineering and construction project.

UEM Sunrise (5148)

Nearing Double Bottom Breakout?



Technical Highlights

After touching its peak in the early January 2025, the stock underwent a broad-based market correction phase. Upon finding its bottom at RM0.610, the stock started to gradually rebound before a side-way movement pattern took the lead. Last Friday, the renewed buying strength triggered a strong positive closing (+4.0%) and pushed the stock to close at RM0.780. At this level, the stock is just on the verge of breaking the RM0.790 neckline of a double bottom pattern. With the recent upward trending pattern and the resurgence of consistent buying volume, we believe this could form stage for the stock to initiate the double bottom breakout in the near trading sessions.

Momentum indicators are strong and supportive of the pattern breakout. The RSI is trending upward, suggesting the stock's sustained buying strength. Similarly, the stock's near-term positive momentum is ascertained by both the upward-trending 20-EMA and MACD lines.

An ideal entry point can be set at RM0.770 – RM0.780 range. RM0.790 level would be the first resistance to watch as a breach above this level would confirm the double bottom pattern breakout. With the pattern breakout, this could pave way for the stock to ascend towards RM0.870 level. If both of these levels are cleared and the stock's momentum remain strong, the stock could surge towards the next resistance at RM0.910. Inversely, a consolidation phase could re-emerge if the stock descends below the stock's recent support level of RM0.710.

Entry – RM0.770 – RM0.780

Stop Loss – RM0.700

Target Price – RM0.790 – RM0.870 – RM0.910

Technical

Resistance 1 (RM)	0.790
Resistance 2 (RM)	0.870
Support 1 (RM)	0.710
Support 2 (RM)	0.650
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.780
52-week High (RM)	1.18
52-week Low (RM)	0.61

Company Profile

UEM Sunrise Berhad is a company principally engages in real estate investment and development.

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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