

Engtex (5056)

Triangle Pattern Breakout



Technical Highlights

After reaching peak in the late-September 2025, the stock faced a major market correction phase. Upon reaching its 52-week low in the early April 2025, the stock started to recover but remain gradual. A triangle pattern was formed as the stock continued to trade in a sideways pattern within range. Last Friday, the stock's renewed buying strength (8.2x higher than its average 90-days total trading volume) triggered a strong positive closing (+6%) and successfully initiated the triangle pattern breakout. Following the pattern breakout, the stock also reclaimed above its 50-EMA line for the first time since mid-June 2025. With these multiple positive technical signals, we believe the stock could extend positive movement in the near term.

Momentum indicators are looking favourable. The RSI spiked upwards towards overbought territory, indicating the built-up of the stock's sustained buying strength. Similarly, the stock's short-term bullishness is ascertained by both the upward-pointing 20-EMA and MACD lines.

A good entry opportunity lies in the range between RM0.520 and RM0.530. The first and second resistance level to challenge would be at RM0.545 and RM0.565 respectively. A breach above both of these levels could pave way for the stock to rally towards RM0.580. Conversely, a dip below RM0.495 level could bring an indication of a false pattern breakout and the commencement of a new market correction phase.

Entry – RM0.520 – RM0.530

Stop Loss – RM0.490

Target Price – RM0.545 – RM0.565 – RM0.580

Technical

Resistance 1 (RM)	0.545
Resistance 2 (RM)	0.565
Support 1 (RM)	0.495
Support 2 (RM)	0.460
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.530
52-week High (RM)	0.670
52-week Low (RM)	0.430

Company Profile

Engtex Group Bhd is a company that distributes and wholesales pipes, valves, and fittings (PVF), plumbing materials, and general hardware products.

Leong Hup (6633)

Regaining Buying Momentum



Technical Highlights

The stock has been on consolidation mode since early October 2025. During this consolidation phase, the stock dropped from RM0.740 (52-week high) to RM0.555 (52-week low). Recently, the resurgence of the stock's buying momentum triggered a recovery in the stock and the stock started to trade in the pattern of higher highs and higher lows. Last Friday, the stock continued to close higher and broke out of a wedge pattern, supporting the idea of a potential commencement of a recovery phase.

The momentum indicators are supportive of the stock's positive recovery movement. The RSI is climbing upward, implying the stock's buying interest remains strong. Meanwhile, the recent exhibition of a golden cross in the MACD support the stock's short-term bullish outlook.

For an attractive entry opportunity, it can be set at between RM0.615 and RM0.620. The first target to challenge would be at RM0.625. A breach above this level could support the stock to test next resistance at RM0.650. Should both of these levels be cleared, the stock could climb towards RM0.675. Inversely, if the stock descends below its recent support level of RM0.585, the stock could potentially consolidate towards its 52-week low of RM0.555.

Entry – RM0.615 – RM0.620

Stop Loss – RM0.580

Target Price – RM0.625 – RM0.650 – RM0.675

Technical

Resistance 1 (RM)	0.625
Resistance 2 (RM)	0.650
Support 1 (RM)	0.585
Support 2 (RM)	0.555
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.620
52-week High (RM)	0.740
52-week Low (RM)	0.555

Company Profile

Leong Hup International Bhd is a company principally involves in providing poultry services.

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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