

LAY HONG BHD (9385)

Trendline Breakout, Bullish Foundation Lay-ed



Technical Highlights

The stock last closed at RM0.305, breaking off its trendline, just shy off its first resistance at RM0.310. The stock had been consolidating since crossing below the first resistance, with its nearest support at RM0.291.

Momentum indicators show bullish signals as the MACD line had crossed over the signal line and the RSI line is in an upward trajectory around the 50-level. Alongside that, the stock has crossed above its 20-day and 50-day EMA, indicating a bullish signal. Meanwhile, it remains below its 200-day EMA.

On the upside, the immediate target is RM0.320, with further strength potentially extending toward RM0.330 and RM0.350. A breakout above its first resistance will set the tone for a clear breakout. Conversely, a breach below RM0.291 and second support at RM0.285 would invalidate the bullish outlook and expose the stock to further downside.

Entry – RM0.310 – RM0.315

Stop Loss – RM0.280

Target Price – RM0.320 – RM0.330

Technical

Resistance 1 (RM)	0.310
Resistance 2 (RM)	0.320
Support 1 (RM)	0.291
Support 2 (RM)	0.285
MACD	Bullish
RSI	Positive

Stock Information

Last Close (RM)	0.305
52-week High (RM)	0.425
52-week Low (RM)	0.285

Company Profile

Lay Hong Berhad is an investment holding company. The Company, through its subsidiaries, provides poultry farming, processes and markets poultry, and produces organic fertilizers.

HAILY GROUP BHD (0237)

Following Suit, All Hail Marubozu



Technical Highlights

The stock last closed at RM0.230, a breakout of its trendline with a bullish marubozu candle. Key support levels are set at RM0.174 and RM0.192 based on historical price levels.

Momentum indicators are showing bullish signals as the RSI moves towards the overbought zone and the MACD line crossing above the signal line. Alongside that, the stock has breached all of its EMA, with a stronger signal if today's candle remains above it.

On the upside, the immediate target is RM0.270, with further strength potentially extending toward RM0.300. Conversely, a breach below RM0.192 and second support at RM0.174 would invalidate the bullish outlook and expose the stock to further downside.

Entry – RM0.235 – RM0.241

Stop Loss – RM0.170

Target Price – RM0.270 – RM0.300

Technical

Resistance 1 (RM)	0.241
Resistance 2 (RM)	0.270
Support 1 (RM)	0.192
Support 2 (RM)	0.174
MACD	Bearish
RSI	Positive

Stock Information

Last Close (RM)	0.230
52-week High (RM)	0.385
52-week Low (RM)	0.170

Company Profile

Haily Group Berhad operates as a construction company. The Company focuses on developing residential and non-residential buildings. Haily Group serves customers worldwide.

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: - 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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