



EDARAN BHD (5036)

Trendline Breakout



Technical Highlights

The stock last closed at RM1.340 with a bullish engulfing since breaking out its trendline. Key support levels are set at RM1.185 and RM1.085 with expectations of the stock to test its key resistance levels at RM1.450 and RM1.645.

Momentum indicators show bullish signals as the MACD line had crossed above the signal line. However, the RSI has since entered the overbought zone which indicates caution in high selling pressure. Alongside that, the stock had maintained well above its 20 and 50-day EMAs since crossing above with potential to cross above its 200-day EMA, signaling a strong uptrend.

On the upside, the immediate target is RM1.450 with further strength potentially extending toward RM1.645 given a sustained momentum once breaking its first resistance. Conversely, a breach below its support levels would invalidate the bullish outlook and expose the stock to further downside.

Entry – RM1.300 – RM1.340
Stop Loss – RM1.080
Target Price – RM1.450 – RM1.645

Technical	
Resistance 1 (RM)	1.450
Resistance 2 (RM)	1.645
Support 1 (RM)	1.185
Support 2 (RM)	1.085
MACD	Bullish
RSI	Overbought

Stock Information	
Last Close (RM)	1.340
52-week High (RM)	1.940
52-week Low (RM)	1.040

Company Profile	
Edaran Berhad is an investment holding company. The Company, through its subsidiaries, provides information technology solutions and services.	

PANDA ECO SYSTEM BHD (0290)

Trendline Breakout



Technical Highlights

The stock last closed at RM0.275, having recently break out its trendline. However, a clear breakout awaits, as we look for a strong opening price well above the trendline. Key support levels are set at RM0.253 and RM0.238 with expectations of the stock to test its key resistance levels at RM0.296 and RM0.332.

Momentum indicators are showing bullish signals as the RSI line is on an uptrend and the MACD line crossing above the signal line. Alongside that, the stock had recently crossed above its 20 and 50-day EMAs, building momentum towards its 200-day EMA.

On the upside, the immediate target is RM0.296, with further strength potentially extending toward RM0.332. Conversely, a breach below its support levels would invalidate the bullish outlook and expose the stock to further downside.

Entry – RM0.270 – RM0.275
Stop Loss – RM0.230
Target Price – RM0.296 – RM0.332

Technical

Resistance 1 (RM)	0.296
Resistance 2 (RM)	0.332
Support 1 (RM)	0.253
Support 2 (RM)	0.238
MACD	Bullish
RSI	Positive

Stock Information

Last Close (RM)	0.275
52-week High (RM)	0.390
52-week Low (RM)	0.240

Company Profile

Panda Eco System Berhad operates as an investment holding company. The Company, through its subsidiaries, involves in the development, customization, implementation, and integration of retail management eco-system, as well as engages in the trading of third-party software to deliver process control and automation solutions. Panda Eco System serves clients in Malaysia.



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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MERCURY SECURITIES SDN BHD
Registration No. 198401000672 (113193-W)
L-7-2, No 2, Jalan Solaris, Solaris Mont’ Kiara,
50480 Kuala Lumpur
Telephone: (603) - 6203 7227
Website: www.mercurysecurities.com.my
Email: mercurykl@mersec.com.my