MALAYSIAN RESOURCES CORP BHD (1651)

Buy on Support: Momentum Reversal

Technical Highlights

The stock last closed at RM0.520, riding the course of its 7-months trendline. The stock had rebounded from its first support since retracing from its first resistance area. Key resistances are set at RM0.525 and RM0.565 with support primarily based on its trendline and support levels set at RM0.496 and RM0.475.

Momentum indicators show bullish signals as the MACD line had crossed above the signal line. Alongside that, the RSI line is shooting up towards its overbought zone. As of this report, the stock maintains above its 200-day EMA, meanwhile on the verge of crossing above its 20 and 50-day EMAs.

On the upside, the immediate target is RM0.540 with further strength potentially extending toward RM0.565 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 – RM0.515 – RM0.520
Stop Loss – RM0.470
Target Price – RM0.540 – RM0.565

Technical	
Resistance 1 (RM)	0.525
Resistance 2 (RM)	0.565
Support 1 (RM)	0.496
Support 2 (RM)	0.475
MACD	Bullish
RSI	Positive

Stock Information	
Last Close (RM)	0.520
52-week High (RM)	0.630
52-week Low (RM)	0.365

Company Profile

Malaysian Resources Corporation Berhad is an investment holding company. Through its subsidiaries, the Company provides construction and engineering services, multimedia, property development and management, information technology services, and independent power producer. Malaysian Resources also manufactures and sells ceramic tiles and pre-stressed spun concrete piles.

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EKOVEST BHD (8877)

Short-term Trendline Breakout

Technical Highlights

The stock last closed at RM0.405, peeking out of its short-term trendline with potential reach back towards its 52-week high. Key support levels are set at RM0.380 and RM0.350 with expectations of the stock to test its key resistance levels at RM0.425 and RM0.460.

Momentum indicators are showing bullish signals as the RSI line is on an uptrend and the MACD line moving above the signal line. Alongside that, the stock had been trading above all its EMAs, indicating a sustained uptrend momentum.

On the upside, the immediate target is RM0.425, with further strength potentially extending toward RM0.460. Conversely, a breach below its support levels would invalidate the bullish outlook and expose the stock to further downside.

Entry – RM0.400 – RM0.405
Stop Loss – RM0.345
Target Price – RM0.425 – RM0.460

Technical	
Resistance 1 (RM)	0.425
Resistance 2 (RM)	0.460
Support 1 (RM)	0.380
Support 2 (RM)	0.350
MACD	Bullish
RSI	Positive

Stock Information	
Last Close (RM)	0.405
52-week High (RM)	0.470
52-week Low (RM)	0.245

Company Profile

Ekovest Berhad is an investment holding company. Through its subsidiaries, the Company provides civil engineering and building works, construction services, and project management designs.

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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