

AIRASIA X BHD (5238)

Short-Term Down Trendline Breakout



Technical Highlights

The stock last closed at RM1.740, having recently broken its short-term trendline since consolidating after breaking out of its one year trendline. The stock looks to test its key resistance levels at RM1.830 and RM1.980 with support levels set at RM1.690 and RM1.630.

Momentum indicators show bullish signals from the RSI as it is moving in an upward trajectory towards the overbought zone, indicating strong buying pressure. On top of that, the MACD line had crossed the signal line, indicating added momentum to the breakout. Furthermore, the stock has been trading well above all its EMAs with the 20-day EMA crossing above both the 50 and 200-day EMA, indicating strong uptrend.

On the upside, the immediate target is RM1.830 with further strength potentially extending towards RM1.980 given a sustained momentum. Conversely, a breach below its support levels would invalidate the bullish outlook and expose the stock to further downside.

Entry – RM1.735 – RM1.740
Stop Loss – RM1.600
Target Price – RM1.830 – RM1.980

Technical

Resistance 1 (RM)	1.830
Resistance 2 (RM)	1.980
Support 1 (RM)	1.690
Support 2 (RM)	1.630
MACD	Bullish
RSI	Positive

Stock Information

Last Close (RM)	1.740
52-week High (RM)	2.160
52-week Low (RM)	1.230

Company Profile

AirAsia X Berhad is a medium to long-haul, low-cost airline based in Malaysia. The Company is an affiliate carrier of the AirAsia Group. AirAsia X offers flights on the Airbus A330-300 aircraft on routes beyond 4 hours flight duration across Asia Pacific and the Middle East.

GDB HOLDINGS BHD (0198)

Support Rebound, Riding Long-Term Momentum



Technical Highlights

The stock last closed at RM0.460, rebounding from its support base at RM0.440 after testing its first resistance at RM0.490. The stock will resume its upwards momentum with the recent movement as a minor retracement.

Momentum indicators show bullish signal from the RSI as it is moving in an upward trajectory. However, the MACD line had not yet crossed the signal line to support with a bullish signal. The stock currently moves well above its 50 and 200-day EMAs indicating a sustained long-term uptrend. A breakout above its 20-day EMA will see the stock pick up pace towards testing back its first resistance.

On the upside, the immediate target is RM0.490, with further strength potentially extending towards RM0.515, surpassing above its 52-week high. Conversely, a breach below its support levels would invalidate the bullish outlook and expose the stock to further downside.

Entry – RM0.450 – RM0.460
Stop Loss – RM0.420
Target Price – RM0.490 – RM0.515

Technical

Resistance 1 (RM)	0.490
Resistance 2 (RM)	0.515
Support 1 (RM)	0.440
Support 2 (RM)	0.425
MACD	Bearish
RSI	Positive

Stock Information

Last Close (RM)	0.460
52-week High (RM)	0.495
52-week Low (RM)	0.265

Company Profile

GDB Holdings Berhad operates as a holding company. The Company, through its subsidiaries, provides building construction services. GDB Holdings constructs and develops residential, commercial, infrastructure, and mixed development projects. GDB Holdings serves customers 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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Published & Printed By:

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