MERCURY SECURITIES SDN BHD
(A Participating Organisation of Bursa Malaysia Securities Bhd.)

WENTEL ENGINEERING HOLDINGS (0298)

Sustained Uptrend, Support Rebound

Technical Highlights

The stock last closed at RM0.325, rebounding off its first support at RM0.315. Previously, the stock had tested its first resistance at RM0.335 and all-time high at RM0.360 before retreating to its current price. The stock maintains its bullish outlook as the price remains above its six-months trendline.

Momentum indicators show bullish signals from the RSI as it moves upwards towards the overbought zone. Meanwhile, the MACD line is had crossed above the signal line, enforcing the buy signal. Furthermore, the stock has steadily traded above its 200-day EMA, poised to cross above its 20 and 50-day EMAs.

On the upside, the immediate target is RM0.335 with further strength potentially extending towards RM0.360, its 52-week high, given a sustained momentum. Conversely, a breach below its support levels would invalidate the bullish outlook and expose the stock to further downside.

Entry – RM0.325 – RM0.330
Stop Loss – RM0.300
Target Price – RM0.335 – RM0.360

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Technical	
Resistance 1 (RM)	0.335
Resistance 2 (RM)	0.360
Support 1 (RM)	0.315
Support 2 (RM)	0.305
MACD	Bullish
RSI	Positive

Stock Information	
Last Close (RM)	0.325
52-week High (RM)	0.360
52-week Low (RM)	0.210

Company Profile

Wentel Engineering Holdings Berhad operates as a holding company. The Company, through its subsidiaries, specializes in providing metal fabrication and bending, laser cutting, welding, surface treatment, coating, assembly of finished products, and structure machining services. Wentel Engineering Holdings serves customers in Malaysia.

research@mersec.com.my

HUP SENG INDUSTRIES BHD (5024)

Consolidation Zone Broken

Technical Highlights

The stock last closed at RM1.030, successfully breaking out of its consolidation zone between the first and second support levels. Previously, the stock had broken its long-term downtrend back in early September, providing with a strong bullish potential.

Momentum indicators show bullish signals from the RSI as it has touched the overbought zone, with the MACD line recently crossing above the signal line. On top of that, the stock has been trading above its EMAs, having recently crossed above all its EMAs since breaking its long-term downtrend.

On the upside, the immediate target is RM1.058, with further strength potentially extending towards RM1.097. Conversely, a breach below its support levels would invalidate the bullish outlook and expose the stock to further downside.

Entry – RM1.025 – RM1.030
Stop Loss – RM0.990
Target Price – RM1.058 – RM1.097

Technical	
Resistance 1 (RM)	1.058
Resistance 2 (RM)	1.097
Support 1 (RM)	1.010
Support 2 (RM)	0.996
MACD	Bullish
RSI	Positive

Stock Information	
Last Close (RM)	1.030
52-week High (RM)	1.268
52-week Low (RM)	0.910

Company Profile

Hup Seng Industries Bhd is an investment holding company. Through its subsidiaries, the Company manufactures, sells, and distributes biscuits, confectioneries, and other foodstuffs.

Research Team
research@mersec.com.my

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