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Ecomate Holdings Berhad (0239)

Symmetrical Triangle Breakout and Resistance Clearance Signal Upside

Technical Highlights

The stock last closed at RM0.865, maintaining its bullish bias following a decisive breakout above a symmetrical triangle consolidation formed by the convergence of a four-month descending trendline and a four-month ascending trendline near RM0.858. The breakout was accompanied by a sustained move above the prior resistance at RM0.860, confirming a shift in market structure from consolidation to trend continuation. As long as price holds above the breakout zone, the setup supports a technical buy on the expectation of further upside follow-through.

Momentum indicators are bullish, as the RSI is rising toward the overbought territory, while the MACD line has crossed above the signal line. The price also remains firmly above the EMA-20, EMA-50 and EMA-200, reinforcing the overall bullish sentiment.

On the upside, the immediate target is set at RM0.905, derived from the stock's historical post-breakout price behaviour. Applying a similar projection from the RM0.860 breakout zone suggests near-term upside potential toward the target price, with further strength potentially extending toward RM0.995 should bullish momentum sustain. A breakdown below key support levels would invalidate the bullish setup and expose the stock to renewed downside risk.

Entry – RM0.855 – RM0.865
Stop Loss – RM0.745
Target Price – RM0.905 – RM0.995

Technical	
Resistance 1 (RM)	0.905
Resistance 2 (RM)	0.995
Support 1 (RM)	0.834
Support 2 (RM)	0.755
MACD	Bullish
RSI	Positive

Stock Information	
Last Close (RM)	0.865
52-week High (RM)	0.880
52-week Low (RM)	0.500

Company Profile

Ecomate Holdings Berhad operates as a holding company. The Company, through its subsidiaries, manufactures and exports furniture for living room, bedroom, and dining room, as well as other types of furniture. Ecomate Holdings serves customers in Malaysia.

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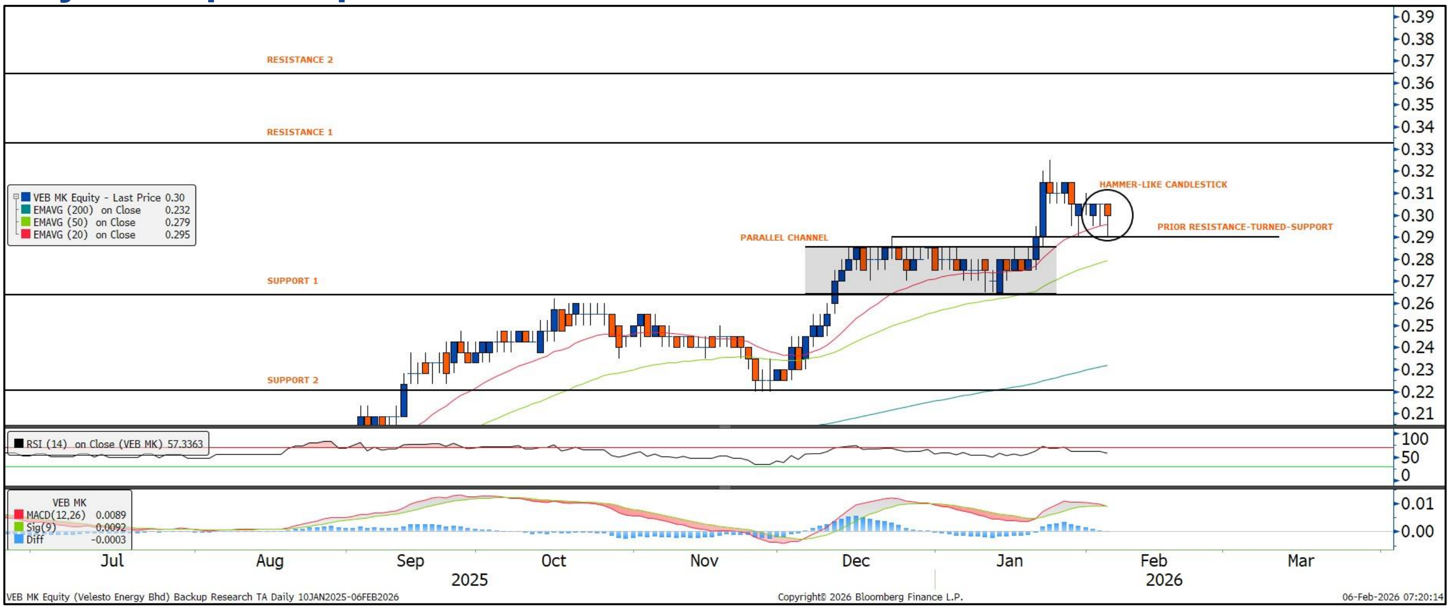
Velesto Energy Berhad (5243)

Buy-on-Dip Setup After Confirmed Breakout



Technical Highlights

The stock last closed at RM0.300, holding above its breakout from the prior parallel channel between RM0.264 and RM0.286. Price has since pulled back toward the former resistance at RM0.290, which has now turned into near-term support, indicating a healthy post-breakout retracement rather than a breakdown. Notably, a hammer-like candlestick has formed near this support zone, suggesting buying interest is emerging on weakness and reinforcing the bullish continuation bias as long as the support holds.

Momentum indicators are bullish, as the RSI is rising toward the overbought territory, while the MACD line has crossed above the signal line. The price also remains firmly above the EMA-20, EMA-50 and EMA-200, reinforcing the overall bullish sentiment.

On the upside, the immediate target is RM0.333, with further strength potentially extending towards RM0.364 should momentum build. Conversely, a breach below its support levels would invalidate the bullish outlook and expose the stock to further downside.

Entry – RM0.290 – RM0.300
Stop Loss – RM0.211
Target Price – RM0.333 – RM0.364

Technical	
Resistance 1 (RM)	0.333
Resistance 2 (RM)	0.364
Support 1 (RM)	0.264
Support 2 (RM)	0.221
MACD	Bullish
RSI	Positive

Stock Information	
Last Close (RM)	0.300
52-week High (RM)	0.325
52-week Low (RM)	0.130

Company Profile

Velesto Energy Berhad provides services to the oil and gas industry. The Company offers drilling services for exploration, development, and production wells. Velesto Energy 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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