

Epicon Berhad (4847)

Long-Term Trendline Breakout



Technical Highlights

The stock last closed at RM0.170, rallying upon forming breakout above its 20-month trendline. The stock had surged above two of its resistance-turned-support at RM0.140 and RM0.155. We view the trend reversal to be strong, underpinned by the breakout above its long-term trendline paired with its higher than usual momentum.

Momentum indicators are bullish, as the leading RSI remains in the overbought zone, while the lagging MACD line is well above the signal line. The stock had successfully crossed above its 200-day EMA, signaling a key trend reversal to a long-term bullish outlook. Concurrently, the price continues to trade well above its 20- and 50-day EMAs, as the 20-day EMA formed a bullish crossover above the 50-day EMA.

On the upside, the immediate target is RM0.185, with further strength potentially extending towards RM0.210 should momentum build. Conversely, a breach below its support levels would invalidate the bullish outlook and expose the stock to further downside.

Entry – RM0.170 – RM0.175

Stop Loss – RM0.135

Target Price – RM0.185 – RM0.210

Technical

Resistance 1 (RM)	0.185
Resistance 2 (RM)	0.210
Support 1 (RM)	0.155
Support 2 (RM)	0.140
MACD	Bullish
RSI	Overbought

Stock Information

Last Close (RM)	0.170
52-week High (RM)	0.245
52-week Low (RM)	0.110

Company Profile

Epicon Berhad is an investment holding and management company. The Company, through its subsidiaries, operates public bus transportation services, ticketing services, and trading services. Epicon also focuses on construction of residential housing and commercial properties.

Johor Plantations Group Bhd (5323)

All-Time Uptrend, Near-Term Resistance Breakout



Technical Highlights

The stock last closed at RM1.580, as the price continue to ride its all-time uptrend. Previously, the stock had retraced from its all-time high at RM1.740 to rebound from its trendline. After a temporary compression between its first and second support at RM1.530 and RM1.500, the price staged a breakout with a bullish engulfing candle. With its key trend structure intact, the price is expected to extend its gains over the long run.

Momentum indicators are bullish, as the RSI rises above the 50-level, while the MACD line crosses above the signal line. The price had recently cross above its 20- and 50-day EMAs, as it continues to trade well above its 200-day EMA to indicate a bullish trend in the near to long term.

On the upside, the immediate target is RM1.630, with further strength potentially extending towards RM1.720 should momentum build. Conversely, a breach below its support levels would invalidate the bullish outlook and expose the stock to further downside.

Entry – RM1.580 – RM1.585

Stop Loss – RM1.495

Target Price – RM1.630 – RM1.720

Technical

Resistance 1 (RM)	1.630
Resistance 2 (RM)	1.720
Support 1 (RM)	1.530
Support 2 (RM)	1.500
MACD	Bullish
RSI	Positive

Stock Information

Last Close (RM)	1.580
52-week High (RM)	1.740
52-week Low (RM)	0.975

Company Profile

Johor Plantations Group Bhd operates as an agricultural company. The Company engages in plantation and production of palm oil, palm kernels, and bio-methane. Johor Plantations Group 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: <ul style="list-style-type: none">- 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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