

EP Manufacturing Berhad (7773)

Double Breakout, One Decisive Session

LGHM MK	Last Close:	0.510	52-week High:	0.595	52-week Low:	0.325
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Entry Price	0.505 – 0.510	Stop Loss	0.465	Target Price	0.535 – 0.595
Resistance 1	0.535	Support 1	0.480	RSI	Bullish
Resistance 2	0.595	Support 2	0.470	MACD	Positive

Technical Highlights

The stock last closed at RM0.510, breaking out from a symmetrical triangle chart pattern formed by the convergence of a five-month descending trendline and a three-month ascending trendline. The breakout is further reinforced by a simultaneous breach above the previous resistance level at RM0.505, with both structures resolved in a single decisive session, strengthening the conviction of the move.

Momentum indicators remain bullish, with the RSI trending higher above the 50-level and approaching overbought territory, a reflection of strengthening buying interest rather than exhaustion at this stage. The MACD has crossed above the signal line with a widening histogram, confirming sustained buying pressure beneath the surface. Separately, price is trading above the 20, 50, and 200-day EMAs, all three aligned in a bullish stack, validating the broader uptrend structure across the near to medium term.

On the upside, the immediate target is RM0.535, with further strength potentially extending towards RM0.595 should momentum build. Conversely, a breach below its support levels would invalidate the bullish outlook and expose the stock to further downside.

Company Profile

EP Manufacturing Berhad is an investment holding company. Through its subsidiaries, the Company manufactures engineering plastic products, moulds, dies, and bicycles. EP Manufacturing also assembles lamps and switches, and markets bicycles.

Stock Information

Rating	Non-Rated
Market Cap (RMm)	146.0
Issued Shares (m)	286.4
Free Float (%)	41.0
Beta	1.6
3-mth Avg. Vol.	333,558
20-day Avg. Vol.	342,590
Shariah Compliant	Yes

Source: Bloomberg, Mercury Research

Exsim Hospitality Berhad (1287)

Trendline and Resistance Cleared, Decade-Old Walls Ahead

LBALUM MK	Last Close:	0.340	52-week High:	0.340	52-week Low:	0.217
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Entry Price	0.335 – 0.340	Stop Loss	0.300	Target Price	0.350 – 0.375
Resistance 1	0.350	Support 1	0.315	RSI	Bullish
Resistance 2	0.375	Support 2	0.305	MACD	Positive

Technical Highlights

The stock last closed at RM0.340, breaking out from a four-month descending trendline while simultaneously breaching a prior resistance level, both structures cleared at RM0.335 in a single decisive session, reinforcing the conviction of the move. Zooming out, the stock has been trending within a seven-month bullish parallel channel, providing a structurally sound foundation for the breakout. Looking further ahead, the next key resistance levels to watch are Resistance 1 at RM0.360, a level that has held since February 2007, and Resistance 2 at RM0.380, dating back to December 2014, both of which represent significant long-term supply zones that will define the stock's next leg higher should momentum sustain.

Momentum indicators remain bullish, with the RSI trending higher above the 50-level and approaching overbought territory, though notably still below its February 2026 peak, suggesting room for further upside before exhaustion sets in. The MACD maintains its trajectory above the signal line with a widening histogram, reflecting sustained buying pressure beneath the surface. Separately, price is trading above the 20, 50, and 200-day EMAs, all three aligned in a bullish stack, validating the broader uptrend structure across the near to medium term.

On the upside, the immediate target is RM0.350, with further strength potentially extending towards RM0.375 should momentum build. Conversely, a breach below its support levels would invalidate the bullish outlook and expose the stock to further downside.

Company Profile

Exsim Hospitality Bhd is an investment, property holding, and management company. Through its subsidiaries, the Company manufactures carton boxes, general packaging products, and self-adhesive sticker labels. Exsim Hospitality also trades building materials, provides money lending, nominee, and custodian services and operates a hotel and resort.

Stock Information

Rating	Non-Rated
Market Cap (RMm)	789.5
Issued Shares (m)	2,322.2
Free Float (%)	22.0
Beta	0.7
3-mth Avg. Vol.	1,663,713
20-day Avg. Vol.	1,025,655
Shariah Compliant	Yes

Source: Bloomberg, Mercury Research

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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Published & Printed By:

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