

Cnergenz Berhad (0246)

Triangle Resolved, Resistance Cleared

CNERGEN MK	Last Close:	0.510	52-week High:	0.575	52-week Low:	0.270
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Entry Price	0.505 – 0.510	Stop Loss	0.315	Target Price	0.575 – 0.755
Resistance 1	0.575	Support 1	0.380	RSI	Bullish
Resistance 2	0.755	Support 2	0.320	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 seven-month descending trendline and a two-month ascending trendline, with the structure simultaneously breached alongside the prior resistance level at RM0.451, all cleared in a single decisive session, significantly reinforcing the conviction of the move. The simultaneous resolution of two structures signals a definitive shift in market sentiment, with buyers overwhelming the persistent selling pressure.

Momentum indicators remain bullish, though the RSI has surged into overbought territory, a testament to the strength of the breakout, albeit one that warrants monitoring for near-term consolidation or a healthy pullback. The MACD remains above the signal line, 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 RM0.575, with further strength potentially extending towards RM0.755 should momentum build. Conversely, a breach below its support levels would invalidate the bullish outlook and expose the stock to further downside.

Company Profile

Cnergenz Berhad operates as an investment holding company. The Company, through its subsidiaries, provides electronics manufacturing solutions, specializes in surface mount technology ("SMT") manufacturing solutions for the electronics and semiconductor industries ("E&S Industries").

Stock Information

Rating	Non-Rated
Market Cap (RMm)	254.0
Issued Shares (m)	498.0
Free Float (%)	26.0
Beta	1.5
3-mth Avg. Vol.	412,285
20-day Avg. Vol.	728,390
Shariah Compliant	Yes

Source: Bloomberg, Mercury Research

Dagang Nexchange Berhad (4456)

Resistance Flips to Support, Breakout Confirmed

DNEX MK	Last Close:	0.355	52-week High:	0.370	52-week Low:	0.230
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Entry Price	0.350 – 0.355	Stop Loss	0.295	Target Price	0.370 – 0.395
Resistance 1	0.370	Support 1	0.330	RSI	Bullish
Resistance 2	0.395	Support 2	0.300	MACD	Positive

Technical Highlights

The stock last closed at RM0.355, breaking out from a symmetrical triangle chart pattern formed by the convergence of a five-month descending trendline and a two-month ascending trendline, with the apex resolved at RM0.344. The breakout is further reinforced by a textbook resistance-turned-support sequence at RM0.330, where price previously consolidated before rebounding decisively, both structures confirmed in a single session, significantly strengthening the conviction of the move. The simultaneous resolution of two converging structures signals a definitive shift in market sentiment, with buyers overwhelming the persistent selling pressure.

Momentum indicators remain bullish, with the RSI trending higher above the 50-level and approaching overbought territory, reflecting strengthening buying interest rather than exhaustion at this stage. The MACD has crossed above the signal line, 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 RM0.370, with further strength potentially extending towards RM0.395 should momentum build. Conversely, a breach below its support levels would invalidate the bullish outlook and expose the stock to further downside.

Company Profile

Dagang NeXchange Berhad is an investment holding company. Through its subsidiaries, the Company operates in Information communication technology and corporate. Information communication technology is engaged in supplying, delivering, installation, testing, commissioning and maintenance of information technology (IT) hardware, development of information technology.

Stock Information

Rating	Non-Rated
Market Cap (RMm)	1,234.3
Issued Shares (m)	3,476.9
Free Float (%)	65.1
Beta	1.0
3-mth Avg. Vol.	17,079,080
20-day Avg. Vol.	24,023,300
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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