

# Lim Seong Hai Capital Berhad (0351)

## Breakout Above Downtrend Line in Sight

<b>LSH MK</b>	<b>Last Close:</b>	1.770	<b>52-week High:</b>	2.560	<b>52-week Low:</b>	0.770
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<b>Entry Price</b>	1.770 – 1.775	<b>Stop Loss</b>	1.545	<b>Target Price</b>	2.000 – 2.180
<b>Resistance 1</b>	2.000	<b>Support 1</b>	1.690	<b>RSI</b>	Bullish
<b>Resistance 2</b>	2.180	<b>Support 2</b>	1.550	<b>MACD</b>	Positive

### Technical Highlights

The stock last closed at RM1.790, now testing its 9-month downtrend line. A decisive breakout above this level would be required to confirm a bullish trend reversal. Should buying momentum sustain, the stock is likely to advance towards the immediate resistance at RM2.000.

Momentum indicators continue to support the positive outlook. The RSI is trending higher towards overbought territory, reflecting strengthening buying interest, while the MACD remains above the signal line, indicating sustained bullish momentum. In addition, the price is had just break above EMA-20, EMA-50, and EMA-200, reinforcing the overall positive trend and underlying strength of the stock.

On the upside, the immediate target is RM2.000, with further strength potentially extending towards RM2.180 should momentum build. Conversely, a breach below its support levels would invalidate the bullish outlook and expose the stock to further downside.

### Company Profile

Lim Seong Hai Capital Berhad operates as an investment holding company. The Company, through its subsidiaries, invests in property development, construction, financial services, real estate, heavy machinery leasing, building materials and electrical supplies trading, retail, and manufacturing companies. Lim Seong Hai Capital serves customers in Malaysia.

### Stock Information

<b>Rating</b>	Non-Rated
<b>Market Cap (RM m)</b>	1,483.9
<b>Issued Shares (m)</b>	838.4
<b>Free Float (%)</b>	27.9
<b>Beta</b>	N/A
<b>3-mth Avg. Vol.</b>	675,949
<b>20-day Avg. Vol.</b>	799,851
<b>Shariah Compliant</b>	Yes

Source: Bloomberg, Mercury Research

# Dufu Technology Corporation Berhad (7233)

## Breakout to New High Signals Strong Uptrend Continuation

<b>DUFU MK</b>	<b>Last Close:</b>	2.240	<b>52-week High:</b>	2.290	<b>52-week Low:</b>	1.080
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<b>Entry Price</b>	2.240 – 2.245	<b>Stop Loss</b>	1.945	<b>Target Price</b>	2.370 – 2.720
<b>Resistance 1</b>	2.370	<b>Support 1</b>	2.050	<b>RSI</b>	Bullish
<b>Resistance 2</b>	2.720	<b>Support 2</b>	1.950	<b>MACD</b>	Positive

### Technical Highlights

The stock closed at RM2.240, decisively breaking above its long-term downtrend line, signalling a bullish trend reversal. This breakout is further reinforced by a move to a new 52-week high, reflecting strengthening buying momentum. With the uptrend remains intact, the stock appears well-positioned to extend its rally towards the next resistance level at RM2.370.

Momentum indicators are turning decisively bullish. The RSI has climbed into overbought territory, reflecting strong buying momentum and sustained demand. Meanwhile, the MACD is trading above the signal line, indicating that bullish momentum continues to build. In addition, the price is now trading above all its key EMAs, reinforcing the strength of the uptrend and signalling a firmly positive technical outlook.

On the upside, the immediate target is RM2.370, with further strength potentially extending towards RM2.720 should momentum build. Conversely, a breach below its support levels would invalidate the bullish outlook and expose the stock to further downside.

### Company Profile

Dufu Technology Corp Bhd. designs, develops, and manufactures precision machining components, steel molds and stamping components as well as provides marketing and engineering support services.

### Stock Information

<b>Rating</b>	Non-Rated
<b>Market Cap (RM m)</b>	1,195.1
<b>Issued Shares (m)</b>	533.5
<b>Free Float (%)</b>	62.7
<b>Beta</b>	1.3
<b>3-mth Avg. Vol.</b>	8,154,004
<b>20-day Avg. Vol.</b>	9,318,709
<b>Shariah Compliant</b>	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"><li>- current high less the current low;</li><li>- the absolute value of the current high less the previous close;</li><li>- the absolute value of the current low less the previous close;</li></ul>
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:

MERCURY SECURITIES SDN BHD  
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