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Thong Guan Industries Bhd (7034)

Momentum Builds Following Bullish Wedge Breakout

TGI MK	Last Close:	1.470	52-week High:	1.680	52-week Low:	1.040

Entry Price	1.470 – 1.475	**Stop Loss**	1.385	**Target Price**	1.600 – 1.740
Resistance 1	1.600	**Support 1**	1.490	**RSI**	Bullish
Resistance 2	1.740	**Support 2**	1.390	**MACD**	Positive

Technical Highlights

The stock last closed at RM1.470, having broken out of a falling wedge pattern, formed by converging downward-sloping resistance and support trendlines. The stock has pushed above the upper trendline this week, with price action reclaiming the RM1.45 level and approaching Resistance 1 at RM1.500, a level that previously acted as support before the recent pullback.

Momentum indicators support the bullish breakout. The RSI stands at 54.70, remaining above the neutral 50 level, which reflects improving buying momentum. The MACD (0.0009) remains above its signal line (-0.0016), with a positive histogram (0.0017), confirming that bullish momentum is intact. The stock is also trading above its 20-day (RM1.438), 50-day (RM1.445), and 200-day (RM1.328) EMAs, with price holding above the longer-term moving average, reinforcing the recovery trend.

On the upside, the immediate target is RM1.600, with further strength potentially extending towards RM1.740 should momentum build. Conversely, a breach below its support levels would invalidate the bullish outlook and expose the stock to further downside.

Company Profile

Thong Guan Industries Berhad is an investment holding company. The Company, through its subsidiaries, trades plastic and paper products. Thong Guan also trades beverages including tea and coffee and machinery.

Stock Information

Rating	Non-Rated
Market Cap (RM m)	571.8
Issued Shares (m)	389.0
Free Float (%)	50.5
Beta	0.8
3-mth Avg. Vol.	531,632
20-day Avg. Vol.	286,523
Shariah Compliant	Yes

Source: Bloomberg, Mercury Research

Infomina Berhad (0265)

Uptrend Remains Intact Following Bullish Channel Breakout

INFOM MK	Last Close:	1.440	52-week High:	1.550	52-week Low:	0.955

Entry Price	1.440 – 1.435	**Stop Loss**	1.150	**Target Price**	1.445 – 1.535
Resistance 1	1.445	**Support 1**	1.295	**RSI**	Bullish
Resistance 2	1.535	**Support 2**	1.190	**MACD**	Positive

Technical Highlights

The stock last closed at RM1.440, having broken out of a bullish parallel channel pattern, formed by upward-sloping parallel resistance and support trendlines. The stock has pushed above the recent consolidation range this month, with price action holding above the RM1.40 level and approaching Resistance 1 at RM1.450, a level that previously capped the recent rally.

Momentum indicators support the bullish breakout. The RSI stands at 69.05, approaching overbought territory, which reflects strong buying momentum. The MACD (0.0809) remains above its signal line (0.0777), with a positive histogram (0.0032), confirming that bullish momentum is intact. The stock is also trading above its **20-day (RM1.343), 50-day (RM1.245), and 200-day (RM1.205) EMAs, with the EMAs in proper bullish alignment (20 > 50 > 200), reinforcing the uptrend.

On the upside, the immediate target is RM1.445, with further strength potentially extending towards RM1.535 should momentum build. Conversely, a breach below its support levels would invalidate the bullish outlook and expose the stock to further downside.

Company Profile

Infomina Berhad provides information communications technology solutions. The Company provides green technology and security consulting, project management, and managed services. Infomina serves customers worldwide.

Stock Information

Rating	Non-Rated
Market Cap (RM m)	864.2
Issued Shares (m)	600.2
Free Float (%)	25.8
Beta	1.0
3-mth Avg. Vol.	520,437
20-day Avg. Vol.	749,475
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: - 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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