MERCURY SECURITIES SDN BHD
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# Coastal Contracts Bhd (5071)

## *Bottom-Cup Breakout Supports Bullish Momentum*

| COCO MK | Last Close | 1.480 | 52w High | 1.520 | 52w Low | 0.940 |
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|---|---|---|---|---|---|
| **Entry Price** | 1.480 – 1.485 | **Stop Loss** | 1.250 | **Target Price** | 1.510 – 1.550 |
| **Resistance 1** | 1.510 | **Support 1** | 1.315 | **RSI** | Bullish |
| **Resistance 2** | 1.550 | **Support 2** | 1.255 | **MACD** | Positive |

## Technical Highlights

The stock last closed at RM1.480, extending its advance after forming a bottom-cup pattern since July . Price is now approaching immediate resistance at RM1.510, with sustained buying interest reinforcing the prevailing bullish trend.

The RSI stands at 69.93, indicating strong buying interest and nearing overbought territory. MACD remains positive and above the signal line, supporting the bullish momentum. The stock remains above the 20-day EMA at RM1.408, 50-day EMA at RM1.353 and 200-day EMA at RM1.270, maintaining its bullish trend.

On the upside, the immediate target is RM1.510, with further strength potentially extending towards RM1.550 should momentum build. Conversely, a breach below its support levels would invalidate the bullish outlook and expose the stock to further downside.

### Company Profile

Coastal Contracts Berhad is an investment holding company. The Company, through its subsidiaries, provides fabrication and sale of marine transportation vessels, property letting, ship repairs and maintenance, sub-contract services, vessel chartering, tugboat and barge transportation, equipment hiring, as well as barge hiring and leasing services.

### Stock Information

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| **Rating** | Non-Rated |
| **Market Cap (RM m)** | 801.9 |
| **Issued Shares (m)** | 541.8 |
| **Free Float (%)** | 34.3 |
| **Beta** | 0.7 |
| **3-mth Avg. Vol.** | 231,452 |
| **20-day Avg. Vol.** | 140,287 |
| **Shariah Compliant** | No |

*Source: Bloomberg, Mercury Research*

# WENTEL ENGINEERING HOLDINGS Bhd (0298)

## *Uptrend Strengthens Towards Immediate Resistance*

| WENTEL MK | Last Close | 0.310 | 52w High | 0.360 | 52w Low | 0.215 |
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| **Entry Price** | 0.310 – 0.315 | **Stop Loss** | 0.275 | **Target Price** | 0.320 – 0.335 |
| **Resistance 1** | 0.320 | **Support 1** | 0.295 | **RSI** | Bullish |
| **Resistance 2** | 0.335 | **Support 2** | 0.280 | **MACD** | Positive |

## Technical Highlights

The stock last closed at RM0.310, extending its advance within the four-month uptrend. Price remains above Support 1 at RM0.295 and is approaching immediate resistance at RM0.320, with sustained buying interest reinforcing the prevailing bullish trend.

The RSI stands at 74.75, indicating strong buying interest but an overbought condition. MACD remains positive and above the signal line, supporting the bullish momentum. The stock remains above the 20-day EMA at RM0.283, 50-day EMA at RM0.272 and 200-day EMA at RM0.272, maintaining its bullish trend.

On the upside, the immediate target is RM0.320, with further strength potentially extending towards RM0.335 should momentum build. Conversely, a breach below its support levels would invalidate the bullish outlook and expose the stock to further downside.

### Company Profile

Wentel Engineering Holdings Berhad operates as a holding company. The Company, through its subsidiaries, specializes in providing metal fabrication and bending, laser cutting, welding, surface treatment, coating, assembly of finished products, and structure machining services. Wentel Engineering Holdings serves customers in Malaysia.

### Stock Information

| | |
|---|---|
| **Rating** | Non-Rated |
| **Market Cap (RM m)** | 356.5 |
| **Issued Shares (m)** | 1,150.0 |
| **Free Float (%)** | 21.3 |
| **Beta** | 0.9 |
| **3-mth Avg. Vol.** | 2,700,405 |
| **20-day Avg. Vol.** | 2,061,180 |
| **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:<br>- current high less the current low;<br>- the absolute value of the current high less the previous close;<br>- 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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