

Careplus Group (0163)

Potential Big Move Ahead?



Technical Highlights

The stock is currently displaying a descending triangle pattern, where two trendlines are converging. Recently, it broke above the inner trendline, suggesting a potential shift from a sideways phase to an upward trend. Yesterday, the stock even reached the outer trendline with strong buying volume, indicating a test of this longer-term resistance. It is currently trading above the 20-day and 50-day EMAs and is close to the 200-day EMA.

Momentum indicators are also signaling a possible upward move. The MACD has completed a golden cross, and the RSI is climbing upward, showing that buyers are starting to gain control as the stock recovers from oversold conditions.

Looking ahead, if the price breaks through the outer trendline of the triangle, it could trigger another upward move. The first resistance level to watch is RM0.390, with the potential to reach near the 52-week high at RM0.470. However, if the price falls below RM0.250, it could invalidate the entire consolidation zone, signalling a possible correction phase.

Entry – RM0.290 – RM0.310
Stop Loss – RM0.250
Target Price – RM0.390 – RM0.470

Technical

Resistance 1 (RM)	0.390
Resistance 2 (RM)	0.470
Support 1 (RM)	0.270
Support 2 (RM)	0.250
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.300
52-week High (RM)	0.465
52-week Low (RM)	0.255

Company Profile

Careplus Group Berhad manufacture, process, and trade gloves, including latex, nitrile, and vinyl gloves.

Top Glove (7113)

Gearing Up for a Breakout?



Technical Highlights

Yesterday, this stock showed strong signs of a bullish "W" pattern, with the highest buying volume since May 2024. It's also forming a triangle pattern that's close to breaking out. The stock has stayed above its long-term uptrend line, which adds to the overall positive outlook. Currently, it's trading above the 200-day EMA and is close to the 20-day and 50-day EMAs, indicating that another surge in buying volume could confirm a breakout.

Momentum indicators are also flashing green. The MACD just completed a golden cross, suggesting that the selling pressure is weakening. Additionally, the RSI is climbing back from oversold conditions, which indicates that buyers are starting to take control.

Looking ahead, if the price breaks out of the "W" pattern and triangle, it could lead to another upward move. The first resistance level to watch is RM1.19, with potential to reach the 52-week high at RM1.26. However, if the price drops below RM0.90, it could break the long-term uptrend, signalling a possible shift in the trend.

Entry – RM0.98 – RM1.02
Stop Loss – RM0.90
Target Price – RM1.19 – RM1.27

Technical

Resistance 1 (RM)	1.19
Resistance 2 (RM)	1.27
Support 1 (RM)	0.95
Support 2 (RM)	0.90
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.99
52-week High (RM)	1.260
52-week Low (RM)	0.715

Company Profile

Top Glove Corporation Berhad manufactures a wide range of latex gloves.

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 recognisable 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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