

TAS Offshore (5149)

Building Momentum Towards 50-EMA



Technical Highlights

The stock has been in a consistent macro uptrend since 2023, indicating long-term strength. Recently, the stock broke out from a downtrend line that had been restricting its upward movement, accompanied by a surge in buying volume. Currently, the stock is trading above its 200-day EMA, at the 20-day EMA, but still below the 50-day EMA.

Momentum indicators further support this bullish sentiment. The RSI is moving upward after hitting oversold levels recently, showing renewed buying interest. Additionally, the MACD recently formed a golden cross and continues to rise, while the steady increase in buying volume also adds to the positive outlook.

At this stage, the key focus should be on whether the stock can trade above the 50-day EMA, confirming the breakout. If it does, the stock could target RM0.755 to fill the gap left at the end of July. Surpassing this resistance would likely lead to a challenge of the RM0.855 level, near its 52-week high, which could attract further buying interest. However, if the stock falls below RM0.600, it could enter a correction phase and invalidating the long-term uptrend.

Entry – RM0.650 – RM0.680
Stop Loss – RM0.600
Target Price – RM0.755 – RM0.855

Technical

Resistance 1 (RM)	0.755
Resistance 2 (RM)	0.855
Support 1 (RM)	0.635
Support 2 (RM)	0.600
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.675
52-week High (RM)	0.910
52-week Low (RM)	0.293

Company Profile

TAS Offshore Bhd specialises in building ships. The company's vessels include tugboats, anchor handling tug, anchor handling tug supply, ferries, workboats and landing craft.

Coraza (0240)

Rebound to Continue?



Technical Highlights

The stock has been on a downward trend, but recently it broke out from the downward trendline with a surge in buying volume. Despite the recent drop, the stock successfully bounced back and is currently managing a pullback to RM0.405. This breakout from the downward trendline and subsequent pullback could be a bullish signal, although the stock is still trading below the three key EMAs.

Momentum indicators are also turning positive. The RSI is pointing upwards, especially after the stock successfully rebounded from oversold levels. Additionally, the MACD has recently formed a golden cross and continues to move upwards day by day, further supporting the bullish outlook.

Should the stock continues to experience strong buying volume in the coming days, it could reinforce the ongoing breakout, potentially pushing the price towards the first resistance level at RM0.480. A successful breakout above this level could drive the stock even higher, potentially reaching RM0.52. On the downside, a stop-loss can be placed below the recent low at RM0.375 to protect against a possible false breakout.

Entry – RM0.425 – RM0.445

Stop Loss – RM0.375

Target Price – RM0.480 – RM0.520

Technical

Resistance 1 (RM)	0.480
Resistance 2 (RM)	0.520
Support 1 (RM)	0.410
Support 2 (RM)	0.375
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.435
52-week High (RM)	0.665
52-week Low (RM)	0.375

Company Profile

Coraza Integrated Technology Berhad is a metal fabricating company specialising in fabrication of sheet metal, precision engineering, and electro-mechanical assembly.

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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MERCURY SECURITIES SDN BHD
Registration No. 198401000672 (113193-W)
L-7-2, No 2, Jalan Solaris, Solaris Mont’ Kiara,
50480 Kuala Lumpur
Telephone: (603) - 6203 7227
Website: www.mercurysecurities.com.my
Email: mercurykl@mersec.com.my