

GDEX (0078)

Uptrend After Long Consolidation



Technical Highlights

The stock has finally broken out of its two-year consolidation phase, marked by a clear triangle pattern. Last Friday, the breakout came with the highest trading volume since April 2023. It is now trading above both the 20 and 50-day EMAs, though remains below the 200-day EMA. This breakout, after such a prolonged consolidation, is a promising sign of a potential trend reversal.

Momentum indicators are also showing positive signs. The MACD has shifted upward after several months of neutral movement. RSI continues to rise and has yet to hit the overbought zone. Overall, momentum appears to support further upward movement in the coming trading sessions.

A good entry point lies between RM0.180 and RM0.185, with the first resistance around RM0.195. If the stock continues its climb, it may challenge the next resistance at RM0.210, which could mark a new 52-week high. Given the two-year consolidation phase, there's potential for the stock to push further once it breaches RM0.210. However, if it falls below RM0.160, it could signal the beginning of a correction phase.

Entry – RM0.180 – RM0.185
Stop Loss – RM0.160
Target Price – RM0.195 – RM0.209

Technical

Resistance 1 (RM)	0.195
Resistance 2 (RM)	0.210
Support 1 (RM)	0.175
Support 2 (RM)	0.160
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.185
52-week High (RM)	0.210
52-week Low (RM)	0.155

Company Profile

GDEX Bhd offers logistic services. The company offers domestic and international carrier, warehousing, and other logistic solutions. They serve customers in Malaysia.

JCY International (5161)

Watch for Triangle Breakout



Technical Highlights

The stock is currently in a major downtrend, but there's an opportunity forming. It's now in the squeeze zone of a triangle pattern, which could lead to a breakout in the coming days. The stock is trading above the 200-day EMA which is encouraging, though it remains below the 20-day and 50-day EMAs. This combination signals that the stock is holding onto key long-term support, but still faces near-term resistance.

Momentum indicators show potential. While the MACD remains downward, it's been steady for a while, hinting at a potential golden cross formation if buying volume picks up. The RSI has also rebounded after reaching oversold levels and is now trending upward.

Given the strength of the 200-day EMA as support, a breakout could be near. An entry between RM0.455 and RM0.470 could be ideal, but for more cautious investors, entering after a confirmed breakout may be safer. The first resistance level to watch is RM0.525, followed by RM0.560, where heavy selling pressure is likely. On the downside, if the stock falls below RM0.420, the downtrend could continue.

Entry – RM0.455 – RM0.470
Stop Loss – RM0.425
Target Price – RM0.525 – RM0.560

Technical

Resistance 1 (RM)	0.525
Resistance 2 (RM)	0.560
Support 1 (RM)	0.450
Support 2 (RM)	0.425
MACD	Neutral
RSI	Positive

Stock Information

Last Close (RM)	0.465
52-week High (RM)	0.895
52-week Low (RM)	0.175

Company Profile

JCY International Bhd manufactures hard disk drive mechanical components. The company produces base plates, top cover assemblies, and ant discs.

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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