

IFCA MSC (0023)

Trend Reversal Ahead?



Technical Highlights

The stock was in the consolidation phase after reaching its 52-week high in mid-June 2024. With the stock consolidating into a narrow range, it signals potential trend reversal. The signal becomes affirmative when the stock breaks out of the pennant pattern and trades above all its EMA lines.

Momentum indicators are supportive of the trend reversal. The RSI is currently trending sharply upward, approaching its overbought level, signalling strong buying interest resuming. Additionally, the MACD recently displayed a golden cross, reinforcing the stock's current short-term bullish sentiment.

A good entry point can be set between RM0.620 to RM0.650. The first resistance stands at RM0.700. If the stock can successfully break above this level, this could push the stock to test its next resistance at RM0.770. Conversely, if the stock descends below RM 0.565, this signals the commencement of the consolidation phase.

Entry – RM0.620 – RM0.650
Stop Loss – RM0.515
Target Price – RM0.700 – RM0.770

Technical

Resistance 1 (RM)	0.700
Resistance 2 (RM)	0.770
Support 1 (RM)	0.565
Support 2 (RM)	0.471
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.650
52-week High (RM)	0.925
52-week Low (RM)	0.258

Company Profile

IFCA MSC Berhad is a Malaysian based company that specializes in providing research and development of enterprise-wide business solutions.

PTT Synergy (7010)

Breaking out of Downtrend



Technical Highlights

The stock has entered into a consolidation phase, after a roughly 3-month long bullish uptrend towards its 52-week high. A signal for a trend reversal was absent until yesterday when the stock surged, causing a gap-up in the price that broke through the important pennant pattern. This also caused the stock to trade above its EMA 20 line, indicating that short-term bullishness is on the horizon.

MACD indicates strengthening momentum as the MACD line crossed above the signal line yesterday. Additionally, both the RSI and the 20 EMA line are pointing upwards, further confirming the positive momentum and short-term bullishness of the stock.

The ideal entry point would be between RM1.00 to RM1.05. Since the last closing price is at the crucial resistance level (RM1.05), the breaking out of this level could push the stock to challenge its next resistance level at RM1.15. Inversely, if the stock consolidates and trades towards its support level of RM0.955, this could signal that the trend reversal may have lapsed.

Entry – RM1.00 – RM1.05
Stop Loss – RM0.905
Target Price – RM1.05 – RM1.15

Technical

Resistance 1 (RM)	1.05
Resistance 2 (RM)	1.15
Support 1 (RM)	0.955
Support 2 (RM)	0.615
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	1.05
52-week High (RM)	1.35
52-week Low (RM)	0.555

Company Profile

PTT Synergy Holdings Berhad is a construction company that specializes in earth-work and infrastructure works, property development, warehouse, industrial and residential construction. It also involves in business of trading building materials.

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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