

# Vestland (0023)

## Re-challenging 52-week High?



### Technical Highlights

The stock has shown strong buying interest, leading to multiple upward trends over the past 7 months. However, a sharp downward revision from its 52-week high showed the start of a consolidation phase as momentum weakened. Yesterday, the stock spiked and broke out of both the pennant pattern and the important RM0.540 resistance line, signalling the start of an upward trend. This signal is further supported by the stock trading above all its EMA lines.

Momentum indicators are flashing positive signs. The RSI is showing strong rebound from the recent downward movement, signalling the return of buying strength. Meanwhile, the MACD also confirmed the positive momentum with a golden cross yesterday, indicating a growing bullish trend.

An ideal entry point can be placed between RM0.500 to RM0.550. The first resistance lies at RM0.595 (52-week high) and a breakthrough here could lead to the stock testing the next resistance level at RM0.645. Conversely, the stock could fall into consolidation phase if it dips below its recent support level at RM0.495.

**Entry** – RM0.500 – RM0.550  
**Stop Loss** – RM0.445  
**Target Price** – RM0.595 – RM0.645

#### Technical

Resistance 1 (RM)	0.595
Resistance 2 (RM)	0.645
Support 1 (RM)	0.495
Support 2 (RM)	0.435
MACD	Positive
RSI	Positive

#### Stock Information

Last Close (RM)	0.550
52-week High (RM)	0.595
52-week Low (RM)	0.310

#### Company Profile

Vestland Berhad is a construction company that provides construction services of residential and non-residential buildings.

# LGMS (0249)

## Upside Movement After Breakout



### Technical Highlights

After reaching the 52-week high, the stock enters into a consolidation phase as trading momentum slowed down. In early August, the trading momentum returned and led the stock to recover and trended upward slowly. Yesterday, the uptrend movement signal became more affirmative when the stock closed significantly higher and broke through the pennant pattern with substantial trading volume (1.8x of its average 90-day total trading volume). Additionally, the pattern breakout also causes the stock to break through the key resistance level at RM1.37 and trade above all of its EMA lines. These multiple bullish signals indicate that more upside movement is underway.

Momentum indicators show a strengthening of momentum which is supportive of the upside movement as displayed by both the RSI and MACD trending upward sharply.

An ideal entry point for this stock would be within the RM1.35 to RM1.38 range. The first resistance is set at RM1.44, and if the stock breaks this level, it could challenge RM1.55, the next resistance level. On the downside, if the stock falls below RM1.28, it will indicate a false breakout, likely triggering a correction toward RM1.22, the recent lowest price point.

**Entry** – RM1.35 – RM1.38

**Stop Loss** – RM1.23

**Target Price** – RM1.44 – RM1.55

#### Technical

Resistance 1 (RM)	1.44
Resistance 2 (RM)	1.55
Support 1 (RM)	1.28
Support 2 (RM)	1.22
MACD	Positive
RSI	Positive

#### Stock Information

Last Close (RM)	1.38
52-week High (RM)	1.78
52-week Low (RM)	0.83

#### Company Profile

LGMS Berhad is a cyber security penetration firm that offer professional cyber security services such as cybersecurity assessment, penetration testing, cyber risk management and compliance, and the provision of digital forensic and incident response services.

## 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"><li>- current high less the current low;</li><li>- the absolute value of the current high less the previous close;</li><li>- the absolute value of the current low less the previous close;</li></ul>
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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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](http://www.mercurysecurities.com.my)  
Email: [mercurykl@mersec.com.my](mailto:mercurykl@mersec.com.my)