

# YBS International (0025)

## Inverse Head and Shoulder Breakout



### Technical Highlights

The stock underwent a significant correction as it entered a consolidation phase after reaching its 52-week high. However, recently, the stock regained momentum and slowly climbed upward from its trough. The stock also started to trade in the pattern of higher high and higher low, underpinned by growing buying interest. Yesterday's surge in volume (1.4x the 90-day average) pushed the stock to break out of an inverse head-and-shoulders pattern. This volume-backed breakout signals a potential shift into an upward trend, with growing buying interest supporting the stock's positive momentum.

Momentum indicators also align well with the pattern breakout. The RSI is accelerating towards the overbought territory, signalling persistent buying pressure. Likewise, the recent exhibition of a golden cross in the MACD technical indicator ascertains the positive upward momentum in the stock.

A range between RM0.700 and RM0.715 would be an ideal entry point. With the breakout of the inverse head-and-shoulder pattern, accompanied by increasing momentum, the stock could gain strength to challenge its initial resistance at RM0.820 (calculated from the pattern's high and low). The next resistance level to challenge would be at RM0.845 level if the stock successfully breaches above its first resistance level. However, a drop below the RM0.685 support level could signal a return to the consolidation phase.

**Entry** – RM0.700 – RM0.715  
**Stop Loss** – RM0.635  
**Target Price** – RM0.820 – RM0.845

#### Technical

<b>Resistance 1 (RM)</b>	0.820
<b>Resistance 2 (RM)</b>	0.845
<b>Support 1 (RM)</b>	0.685
<b>Support 2 (RM)</b>	0.575
<b>MACD</b>	Positive
<b>RSI</b>	Positive

#### Stock Information

<b>Last Close (RM)</b>	0.715
<b>52-week High (RM)</b>	0.970
<b>52-week Low (RM)</b>	0.565

#### Company Profile

YBS International Berhad is a company specializes in designing and manufacturing of high precision moulds, tools, and dies.

# T7 Global (7228)

## Bullish Movement Ahead



### Technical Highlights

The stock made several attempts to break out of its consolidation pattern since late May, but each effort was met with continued decline, forming a broader base. Yesterday, a spike in buying strength caused a gap up, breaking through the pennant pattern. This gap-up alongside the breakout is significant as it recovered all recent losses from the large market correction, signalling the stock's shift into a positive trend.

Momentum indicators are also supporting the bullish movement in the stock. The RSI hooked up significantly after a period of multiple small rebounds, signaling the return of strong buying interest. Meanwhile, both the upward-pointing MCD and the 20-day EMA line further confirm the bullishness of the stock going forward.

An ideal entry point can be seen in the range between RM0.490 to RM0.510. The first resistance level to watch is RM0.545, which is the stock's 52-week high. If the stock can break through this level with sustained momentum, the next target would be at RM0.595. Conversely, if the stock drops below its recent low price of RM0.460, it would indicate the start of a consolidation phase.

**Entry** – RM0.490 – RM0.510  
**Stop Loss** – RM0.440  
**Target Price** – RM0.545 – RM0.595

#### Technical

<b>Resistance 1 (RM)</b>	0.545
<b>Resistance 2 (RM)</b>	0.595
<b>Support 1 (RM)</b>	0.460
<b>Support 2 (RM)</b>	0.445
<b>MACD</b>	Positive
<b>RSI</b>	Positive

#### Stock Information

<b>Last Close (RM)</b>	0.510
<b>52-week High (RM)</b>	0.545
<b>52-week Low (RM)</b>	0.416

#### Company Profile

T7 Global Berhad is an integrated solution provider capable of serving across the energy value chain, in particular upstream oil & gas business.

## 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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