

DATAPREP (8338)

Key Breakout with Volume Surge



Technical Highlights

The stock has been in a steady downtrend since its peak in July, forming a bullish falling wedge pattern along the way. Yesterday, it finally broke out of this pattern with its highest trading volume since August, signaling renewed interest. It is now trading above all three key EMAs, which further supports a positive outlook.

Momentum indicators are also aligning with this bullish sentiment. The RSI stands at 62, comfortably below the overbought zone and continuing to rise. The MACD, which formed a golden cross earlier this month, is still moving upward.

For a more cautious strategy, waiting for a pullback may offer a better entry point. The ideal buy range is around RM0.160, with the first resistance at RM0.180. Should it break through this level, the next target would be RM0.195. However, if the stock dips below RM0.15, it's important to keep an eye on it, as a fall to RM0.135 may indicate the beginning of a consolidation phase.

Entry – RM0.155 – RM0.160
Stop Loss – RM0.135
Target Price – RM0.180 – RM0.195

Technical

Resistance 1 (RM)	0.180
Resistance 2 (RM)	0.195
Support 1 (RM)	0.150
Support 2 (RM)	0.135
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.170
52-week High (RM)	0.250
52-week Low (RM)	0.115

Company Profile

Dataprep Holdings Berhad provides management services. The company supports markets, develops and maintains computer equipment, systems, and software.

VSTECS (5162)

Fourth Time, Bulls Eye Victory



Technical Highlights

The stock has experienced a strong upward movement since early 2024, climbing from RM1.33 to a peak of RM4.47 in July. Following this high, the price pulled back to a major support level and began forming a triangle pattern. Yesterday, the stock broke out of this pattern with significant volume, signalling renewed bullish strength. Currently, it is making its fourth attempt to break the key resistance at RM3.25, a level that has held strong in the past. This time, with the stock trading above all 3 key EMAs and bullish sentiment growing, there's strong potential for a successful breakout.

Momentum indicators further reinforce this positive outlook. The RSI is 63 and rising sharply. MACD formed a golden cross earlier this month and is continuing to move higher, while trading volume has been steadily increasing as selling pressure fades.

For entry, a good range would be between RM3.19 and RM3.25. The first resistance to watch is at RM3.58, and if this level is breached, the stock could rally toward the second resistance at RM3.99, where its previous decline began. On the downside, if the price falls to RM2.93, it could signal a false breakout from the triangle and trigger a potential correction.

Entry – RM3.19 – RM3.25
Stop Loss – RM2.93
Target Price – RM3.58 – RM3.99

Technical	
Resistance 1 (RM)	3.58
Resistance 2 (RM)	3.99
Support 1 (RM)	3.15
Support 2 (RM)	2.93
MACD	Positive
RSI	Positive

Stock Information	
Last Close (RM)	3.23
52-week High (RM)	4.52
52-week Low (RM)	1.28

Company Profile

VSTECS Berhad distributes information and communication technology products. The company offers a range of notebooks, personal computers, smartphones, tablets, wearables, printers, network and communication infrastructure servers, and enterprise software systems.

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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