

SSF Home (0287)

Bullish Reversal After Bear Trap



Technical Highlights

The stock has been on an upward trend since April 2024, reaching its peak in July before entering a downtrend. During this period, it formed a triangle pattern and held strong on a key support line around RM0.330. Last week, the stock successfully broke out of this triangle and initiated a pullback. This week, the pullback was completed, and the stock is now moving upwards again. Notably, a bear trap occurred two weeks before the breakout, adding strength to the stock's momentum. The stock is currently trading above its 20-day and 200-day EMAs, though it faces resistance at the 50-day EMA.

Momentum indicators are positive conditions. The RSI has bounced from 47 to its current level of 53. Similarly, the MACD formed a golden cross earlier this month and continues to trend upwards.

A potential entry range between RM0.330 and RM0.340 presents a good opportunity. The first resistance stands at RM0.360, followed by a more challenging level at RM0.390. If the stock moves beyond RM0.390, it could test its 52-week high of RM0.420. On the downside, RM 0.315 serves as a critical support level. A drop below RM 0.295 would place the stock beneath its key EMAs, resulting in a false breakout and further downside movement.

Entry – RM0.330 – RM0.340
Stop Loss – RM0.295
Target Price – RM0.360 – RM0.390

Technical

Resistance 1 (RM)	0.360
Resistance 2 (RM)	0.390
Support 1 (RM)	0.315
Support 2 (RM)	0.295
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.340
52-week High (RM)	0.420
52-week Low (RM)	0.225

Company Profile

SSF Home Group Berhad provides online home décor and furniture products. The company offers artificial flowers and plants, chairs, stools, sofas, armchairs, tables and other related products.

Southern Cable (0225)

Triangle Breakout with Strong Volume



Technical Highlights

The stock has been on an upward trend since early 2024, reaching its peak in July. Afterwards, it began trading within a triangle pattern, consolidating its position. Earlier this week, the stock broke out of this pattern, and yesterday it continued to follow the bullish momentum, moving upwards with the highest volume recorded since August. Currently, the stock is trading above all three key EMAs, which adds to the positive outlook.

Momentum indicators are showing strength. The RSI is at 67 and still rising, indicating solid momentum. Similarly, the MACD continues its upward movement.

For potential entry, waiting for a slight pullback to the RM0.915 to RM0.935 range could offer an ideal opportunity. The first resistance level is at RM0.985, and if the stock breaks through, it has the potential to challenge its 52-week high at RM1.070. On the downside, if the stock falls below RM0.840, it could signal a false breakout of the triangle, with a potential decline towards RM0.705.

Entry – RM0.915 – RM0.935
Stop Loss – RM0.840
Target Price – RM0.985 – RM1.070

Technical	
Resistance 1 (RM)	0.985
Resistance 2 (RM)	1.070
Support 1 (RM)	0.880
Support 2 (RM)	0.840
MACD	Positive
RSI	Positive

Stock Information	
Last Close (RM)	0.935
52-week High (RM)	1.070
52-week Low (RM)	0.355

Company Profile

Southern Cable Group Berhad manufactures customised cables and wires. The company products are used across power distribution and transmission, building and construction, infrastructure, telecommunications, oil and gas processing industries and petrochemical plants.

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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