

Berjaya Corp (3395)

Attempting Recent High?



Technical Highlights

In mid-July, a sharp correction driven by a plunge in buying interest sent the stock to its 52-week low. Since then, renewed buying interest has spurred a gradual recovery. However, the stock's recovery appeared weak, as it failed to break out of the downtrend despite multiple attempts. Recently, stronger buying interest has driven the stock upward, breaking through the triangle pattern. This breakout, coupled with the formation of a traditional W pattern, suggests a solid trend reversal.

Momentum indicators are favourable and supportive of the trend reversal. The RSI has hooked up sharply towards the overbought zone, indicating sustained buying interest. Similarly, the bullishness of the stock is further ascertained by both the upward-pointing 20-day EMA and MACD lines.

A good entry opportunity lies between RM0.325 and RM0.335. The first resistance level to monitor is RM0.34, a recent high for the stock. A successful break here could position the stock to challenge the next resistance at RM0.39, with further upside potential toward its 52-week high at RM0.43. Inversely, if the stock dips below the crucial support level of RM0.325, this could signal a false trend reversal, leading to the commencement of the consolidation phase.

Entry – RM0.320 – RM0.330

Stop Loss – RM0.295

Target Price – RM0.34 – RM0.39 – RM0.43

Technical

Resistance 1 (RM)	0.340
Resistance 2 (RM)	0.390
Support 1 (RM)	0.315
Support 2 (RM)	0.285
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.330
52-week High (RM)	0.430
52-week Low (RM)	0.264

Company Profile

Berjaya Corporation Berhad is a conglomerate that operate various types businesses including garment and knitted fabrics manufacturing, hotel, resort, TOTO betting games, life and general insurance, marketing agent, education services, shares registration and mailing services.

FGV Holdings (5222)

Trend Reversal In Place?



Technical Highlights

The stock has been on a downtrend since reaching its peak in early April. Upon hitting its trough (52-week low) in September, the resurgence of buying interest reignited the recovery of the stock. This recovery appears credible, underpinned by a pattern of higher highs and higher lows. Recently, the upward momentum also led to a breakout from the triangle pattern, signalling a likely trend reversal.

Momentum indicators are strong. The RSI is recovering gradually, indicating buying interest is building up. Similarly, the MACD is also trending upward, which further reinforces the bullish outlook of the stock.

An ideal entry point lies in the range between RM1.10 and RM1.14. RM1.18 would be the first resistance to test, with the potential for a move to RM1.23 if it breaks through. On the flip side, if the stock reverses towards its key support level at RM1.10, this could signal a potential false trend reversal, with the likelihood of the stock consolidating further towards the RM1.04 level.

Entry – RM1.10 – RM1.14
Stop Loss – RM1.05
Target Price – RM1.18 – RM1.23

Technical

Resistance 1 (RM)	1.18
Resistance 2 (RM)	1.23
Support 1 (RM)	1.10
Support 2 (RM)	1.04
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	1.14
52-week High (RM)	1.46
52-week Low (RM)	1.04

Company Profile

FGV Holdings Berhad focuses on crude palm oil plantation 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">- 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 recognizable 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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