

# Protasco (5070)

## Potential Trend Reversal Ahead?



### Technical Highlights

After reaching its 52-week high, the stock slipped into consolidation mode as multiple failed attempts of recovery were observed. The recovery of the stock was weak as each recovery attempts were accompanied by a lower peak. Recently, the stock showed some comeback buoyant by the return of strong buying interest. Last Friday, this strengthening buying momentum pushed the stock higher, bringing it to the edge of breaking out from the triangle pattern. With favorable trading momentum, we see a breakout as likely.

Momentum indicators are supportive of the pattern breakout. The RSI is rebounding strongly from recent muted level, indicating a resurgence of buying interest. Similarly, the recent golden cross in the MACD further reinforces the stock's bullish outlook.

For an ideal entry point, it can be seen in the range between RM0.235 to RM0.245. If the stock initiates a pattern breakout, it could gain strength to test its first resistance at RM0.260. A successful breakout here could position the stock to challenge the next resistance at RM0.295. On the flipside, consolidation could happen if the stock dips below its recent support level at RM0.230.

**Entry** – RM0.235 – RM0.245  
**Stop Loss** – RM0.200  
**Target Price** – RM0.260 – RM0.295

### Technical

Resistance 1 (RM)	0.260
Resistance 2 (RM)	0.295
Support 1 (RM)	0.230
Support 2 (RM)	0.170
MACD	Positive
RSI	Positive

### Stock Information

Last Close (RM)	0.245
52-week High (RM)	0.400
52-week Low (RM)	0.170

### Company Profile

Protasco Berhad is a construction company that provide road construction, road rehabilitation, road maintenance, and engineering services

# UMediC Group (0256)

## Triangle Pattern Breakout



### Technical Highlights

Multiple uptrend movements pushed the stock higher toward its 52-week high before it entered into a consolidation phase. During this period, the stock made several trend reversal attempts, but weak buying interest caused each attempt to fall short. Recently, however, renewed buying interest has sparked a substantial recovery, driving the stock higher and resulting in a breakout from the triangle pattern, with the stock now trading above its 50-day EMA. These indicators are signalling that the stock may be entering a positive uptrend ahead.

Momentum indicators are favourable. The RSI is recovering gradually from the recent sideways movement, indicating buying interest is accumulating. Similarly, a golden cross was displayed in the MACD indicator recently, signalling the build-up of positive momentum.

An ideal entry point lies in the range between RM0.610 and RM0.625. The first resistance level to watch is RM0.640. A potential breakout from this point would form a stage for the stock to test its subsequent resistance level at RM0.695. Conversely, consolidation could happen if the stock dip below its recent support level at RM0.600.

**Entry** – RM0.610 – RM0.625  
**Stop Loss** – RM0.580  
**Target Price** – RM0.640 – RM0.695

### Technical

Resistance 1 (RM)	0.640
Resistance 2 (RM)	0.695
Support 1 (RM)	0.600
Support 2 (RM)	0.575
MACD	Positive
RSI	Positive

### Stock Information

Last Close (RM)	0.625
52-week High (RM)	0.775
52-week Low (RM)	0.570

### Company Profile

UMediC Group Berhad is an integrated healthcare supply chain company.

## 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 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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