

# Public Packages (8273)

## Momentum Driven Trend Reversal



### Technical Highlights

The stock dipped into consolidation phase after reaching its 52-week high in early July. Yesterday, the stock showed a significant increase in trading interest (2.1x higher than the 90-day average trading volume), pushing the stock to close substantially higher. This also triggered a triangle pattern breakout and sent the stock to trade above its short-term 20-day EMA line. These multiple positive signals were supportive of a trend reversal in the stock.

Momentum indicators are showing strength to support the trend reversal. The RSI is hooking up after a period of mild movement, indicating the buying interest is building up. Similarly, the upward-pointing MACD line further ascertains the formation of bullish momentum in the stock.

The strategic entry point range is between RM0.790 and RM0.805. With the bullish momentum sustained, the stock could challenge its first resistance at RM0.815. Should the stock break above this point, it would form a stage for the stock to challenge its next target at RM0.865. Conversely, the stock's support is at RM0.760; any move toward or below this level may indicate a false breakout, potentially leading back into consolidation.

**Entry** – RM0.790 – RM0.805  
**Stop Loss** – RM0.730  
**Target Price** – RM0.815 – RM0.865

#### Technical

<b>Resistance 1 (RM)</b>	0.815
<b>Resistance 2 (RM)</b>	0.865
<b>Support 1 (RM)</b>	0.760
<b>Support 2 (RM)</b>	0.715
<b>MACD</b>	Positive
<b>RSI</b>	Positive

#### Stock Information

<b>Last Close (RM)</b>	0.805
<b>52-week High (RM)</b>	1.17
<b>52-week Low (RM)</b>	0.687

#### Company Profile

Public Packages Holdings Berhad specialises in manufacturing and retailing of corrugated cartons, packaging materials, offset printed display boxes and paper products. The company also involves in property development and civil construction work.

# Eversendai (5205)

## Forming Stage for Pattern Breakout



### Technical Highlights

After peaking in mid-May, the stock entered into mild consolidation before recovery kicked off with uptick in trading momentum. During this recovery phase, the stock traded in a pattern of higher high and higher low, forming a triangle pattern. This bullish formation suggests the stock may have entered a positive trend. With trading volume showing strength in yesterday's session, we believe the stock is positioned to break out of the triangle pattern, as its last closing price also reached the pattern's resistance level.

Momentum indicators are supportive of the pattern breakout. The RSI is rebounding upward, indicating that buying interest remains strong. Meanwhile, the MACD is nearing the exhibition of a golden cross, further confirming the stock's positive momentum.

Waiting for a slight pullback to the range between RM0.525 and RM0.535 would provide a good entry opportunity. If the stock could initiate a pattern breakout and move above RM0.535, this would provide strength to the stock to test its next resistance at RM0.580. On the downside, a fallback to the correction phase could happen if the stock dips below its crucial support level at RM0.495.

**Entry** – RM0.525 – RM0.535  
**Stop Loss** – RM0.465  
**Target Price** – RM0.535 – RM0.580

### Technical

Resistance 1 (RM)	0.535
Resistance 2 (RM)	0.580
Support 1 (RM)	0.495
Support 2 (RM)	0.425
MACD	Positive
RSI	Positive

### Stock Information

Last Close (RM)	0.535
52-week High (RM)	0.745
52-week Low (RM)	0.145

### Company Profile

Eversendai Corporation Bhd is a construction company that provide services including structural steel design, engineering, and manufacturing and installation of mechanical equipment and construction for power, oil and gas process 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"><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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## Published & Printed By:

MERCURY SECURITIES SDN BHD  
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