

# Taliworks (8524)

## Bear Trap Sparks Uptrend



### Technical Highlights

The stock has been moving within a consolidation zone between RM0.77 and RM0.79. Just yesterday, it broke out of this range, completing a bullish triangle pattern. Adding to this positive sentiment is the bear trap spotted last week, which preceded this breakout. Currently, the stock is trading above all three key EMAs, reflecting its strong upward momentum.

Momentum indicators are looking favourable. The RSI, which previously dipped into the oversold zone, has bounced back and now stands at 61, continuing to trend upward. Additionally, the MACD formed a golden cross yesterday and buying pressure has also been increasing steadily, reaching its highest levels since July.

An ideal entry point for the stock lies between RM0.785 and RM0.795, allowing for a slight pullback before entry. The first resistance is at RM0.830, with the second at RM0.860. A breakthrough beyond these levels could see the stock targeting its 52-week high of RM0.885. On the flip side, if the stock falls below RM0.760, it would trigger a correction. This setup offers a risk-to-reward ratio of 2.33.

**Entry** – RM0.785 – RM0.795

**Stop Loss** – RM0.760

**Target Price** – RM0.830 – RM0.860 – RM0.885

#### Technical

<b>Resistance 1 (RM)</b>	0.830
<b>Resistance 2 (RM)</b>	0.860
<b>Support 1 (RM)</b>	0.775
<b>Support 2 (RM)</b>	0.760
<b>MACD</b>	Positive
<b>RSI</b>	Positive

#### Stock Information

<b>Last Close (RM)</b>	0.795
<b>52-week High (RM)</b>	0.885
<b>52-week Low (RM)</b>	0.740

#### Company Profile

Taliworks Corporation Berhad manage, operate, and maintain water treatment plants in Malaysia. The company also constructs water treatment plants and manage water distribution systems.

# Ta Ann (5012)

## From Pullback to Breakout



### Technical Highlights

The stock has been trading within a range of RM3.71 to RM4.00 since beginning of the year until September. Recently, it broke out of this range and established an uptrend, reaching a peak of RM4.68. After a minor pullback, the stock remains above the uptrend line and just yesterday, it broke out of the pullback pattern. Currently, the stock is trading above all three key EMAs.

Momentum indicators are looking good. The RSI has rebounded from the neutral level of 50 and is currently at 58. While the MACD has been trending downward, the combination of declining selling pressure and increasing buying pressure suggests a potential shift.

An ideal entry point lies between RM4.41 and RM4.44. The first resistance is at RM4.52, with the second at the 52-week high of RM4.68. A breakout above this level could lead to further upside, as the previous high is RM6.74 in 2022. Conversely, a break below RM4.30 would begin a correction, as the uptrend line is invalidated.

**Entry** – RM4.41 – RM4.44  
**Stop Loss** – RM4.30  
**Target Price** – RM4.52 – RM4.68

#### Technical

<b>Resistance 1 (RM)</b>	4.52
<b>Resistance 2 (RM)</b>	4.68
<b>Support 1 (RM)</b>	4.35
<b>Support 2 (RM)</b>	4.30
<b>MACD</b>	Positive
<b>RSI</b>	Neutral

#### Stock Information

<b>Last Close (RM)</b>	4.44
<b>52-week High (RM)</b>	4.68
<b>52-week Low (RM)</b>	3.40

#### Company Profile

Ta Ann Holdings Berhad manufactures and sells plywood, sawn timber, logs, and timber products. The company also provides reforestation and plantation services.

## 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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