

Tropicana Corp (5401)

Rebounding From the Trough



Technical Highlights

After reaching its 52-week high in early July, the significant decline in buying interest pushed the stock into consolidation mode, leading to a total decline of 34.7%. Upon hitting its trough, trading interest regained momentum and drove the stock higher. Yesterday, sustained strong buying interest pushed the stock to close further higher and broke through the descending triangle pattern. We think this pattern breakout would provide a foundation for the stock to continue its uptrend movement ahead.

Momentum indicators are strengthening and in favour of the positive outlook. The RSI continued its upward momentum, signalling sustained buying interest. Similarly, the recent exhibition of golden cross in the MACD further ascertains the short-term bullishness of the stock.

An ideal entry price range lies between the RM1.18 and RM1.20 range. The first resistance to watch is at RM1.25. A potential breakout from this point could position the stock to challenge the subsequent resistance at RM1.32. Conversely, the stock could enter into consolidation mode again if the stock fails to sustain its upward momentum and stay above RM1.15, a point that serves as the crucial support level.

Entry – RM1.18 – RM1.20

Stop Loss – RM1.10

Target Price – RM1.25 – RM1.32

Technical

Resistance 1 (RM)	1.25
Resistance 2 (RM)	1.32
Support 1 (RM)	1.15
Support 2 (RM)	1.05
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	1.20
52-week High (RM)	1.76
52-week Low (RM)	1.15

Company Profile

Tropicana Corporation Bhd is principally involved in the development of residential and commercial properties such as golf courses and resorts.

SMRT (0117)

Retesting 52-week High?



Technical Highlights

After reaching its peak, the stock underwent a significant correction before rebounding swiftly, driven by growing trading interest. A rising wedge pattern was formed as the stock started to trend upward gradually within the zone. Yesterday, stronger buying interest pushed the stock higher, triggering a breakout from the rising wedge pattern. With the stock continuing to trade in a higher-highs and higher-lows pattern, we believe it could regain positive momentum to retest its 52-week high.

Momentum indicators are convincing and support the stock's positive trend. The RSI continue to accelerate, indicating the build-up of strong buying interest. Meanwhile, a golden cross was displayed in the MACD yesterday, confirming the stock's positive momentum.

An ideal entry opportunity lies in the range between RM1.18 and RM1.20. The immediate resistance level to challenge is RM1.21, potentially moving to RM1.27 if it breaks through. Should the bullish momentum hold, the stock may aim for another resistance at RM1.36, the stock's 52-week high. On the downside, RM1.13 is a critical support level; a drop below this point could signal a false breakout, leading to further declines and potentially testing the RM1.02 low.

Entry – RM1.18 – RM1.20

Stop Loss – RM1.06

Target Price – RM1.21 – RM1.27 – RM1.36

Technical

Resistance 1 (RM)	1.21
Resistance 2 (RM)	1.27
Support 1 (RM)	1.13
Support 2 (RM)	1.02
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	1.20
52-week High (RM)	1.36
52-week Low (RM)	0.805

Company Profile

SMRT Holdings Bhd principally engages in providing technology-driven integrated solutions for human capital development.

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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MERCURY SECURITIES SDN BHD
Registration No. 198401000672 (113193-W)
L-7-2, No 2, Jalan Solaris, Solaris Mont’ Kiara,
50480 Kuala Lumpur
Telephone: (603) - 6203 7227
Website: www.mercurysecurities.com.my
Email: mercurykl@mersec.com.my