

# Epicon (4847)

## Triangle Pattern Points to Breakout



### Technical Highlights

The stock peaked in May 2024 at RM0.495, marking its 52-week high before entering a prolonged downtrend that saw it hit a new 52-week low of RM0.250. Throughout this period, the stock traded within a consolidation zone, forming a clear triangle pattern, with the price now squeezing into a tight range, a breakout from this will be around the corner. Adding to this positive outlook, the stock is now trading above both the 20-day and 50-day EMAs, and if the momentum continues, a bullish crossover between these two EMAs could occur soon. However, the stock is still trading below the 200-day EMA.

Momentum indicators are looking good. The RSI is currently at 56, steadily moving higher and reflecting improving buying interest. Meanwhile, the MACD has also started to move upward after two months of neutral momentum.

An ideal entry point for this stock would be in the RM0.270 to RM0.280 range. The first resistance to watch is RM0.285, which is near the recent closing price. If the stock breaks through this level, the next resistance would be at RM0.310. If the buying momentum remains strong, the stock could climb toward RM0.340. On the flip side, if the stock falls below RM0.250, it would indicate a shift back to a downtrend, as RM0.250 has been a critical support level since May 2024. Additionally, a break below this level would also breach the macro bullish uptrend line that has been holding since 2020.

**Entry** – RM0.270 – RM0.280

**Stop Loss** – RM0.250

**Target Price** – RM0.285 – RM0.310 – RM0.340

#### Technical

<b>Resistance 1 (RM)</b>	0.285
<b>Resistance 2 (RM)</b>	0.310
<b>Support 1 (RM)</b>	0.260
<b>Support 2 (RM)</b>	0.250
<b>MACD</b>	Positive
<b>RSI</b>	Positive

#### Stock Information

<b>Last Close (RM)</b>	0.275
<b>52-week High (RM)</b>	0.495
<b>52-week Low (RM)</b>	0.250

#### Company Profile

Epicon Berhad operates public bus transportation services, ticketing services, and trading services. Epicon also focuses on construction of residential housing and commercial properties

# Kimlun (5171)

## All Eyes on the Right Shoulder



### Technical Highlights

The stock reached its peak in August 2024 before entering a prolonged downtrend, hitting a new 52-week low of RM1.05 in December. Throughout this period, the stock has formed a head-and-shoulders pattern, with the right shoulder still in the process of completion. If buying momentum continues to build this two week, we anticipate a breakout above the neckline, confirming the pattern. Currently, the stock is trading above the 20-day EMA and if the upward momentum sustains, the stock could challenge both the 50-day and 200-day EMAs soon, as these levels are within close range.

Momentum indicators are also aligning positively. The RSI has climbed to 54, recovering from its previous downtrend and moving steadily upward. Meanwhile, the MACD also has started to turn upward since late December.

An ideal entry point for this stock would be between RM1.15 and RM1.18, with the first key resistance at the neckline of the head-and-shoulders pattern. Breaking through this resistance would pave the way toward the second resistance at RM1.33, a challenging level to surpass as it previously served as a key support zone during a consolidation phase. On the flip side, if the stock falls below RM1.13, it would indicate that the right shoulder has failed to form, invalidating the bullish reversal pattern.

**Entry** – RM1.15 – RM1.18  
**Stop Loss** – RM1.12  
**Target Price** – RM1.22 – RM1.33

### Technical

Resistance 1 (RM)	1.22
Resistance 2 (RM)	1.33
Support 1 (RM)	1.13
Support 2 (RM)	1.05
MACD	Positive
RSI	Positive

### Stock Information

Last Close (RM)	1.17
52-week High (RM)	1.77
52-week Low (RM)	1.05

### Company Profile

Kimlun Corporation Bhd is an engineering and construction service provider. Kimlun Corp Bhd specialises in infrastructure and building construction, construction, construction. Management, provision of IBS and manufacturer of concrete products

## 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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