

XoX (0165)

Double Bottom Breakout



Technical Highlights

The stock has been in a persistent downtrend since early 2020. After reaching its trough, renewed buying momentum triggered a recovery, driving the stock into an upward trajectory. Recently, the stock completed the double-bottom pattern breakout, confirming a trend reversal. This breakout is validated by sustained trading above the critical RM0.29 level (highlighted in the red circle), which served as both the breakout trigger and a crucial support point. We believe this positive setup strengthens the stock's bullish outlook, indicating the potential for further upside movement in the near term.

Momentum indicators are also favourable. The RSI is accelerating toward the overbought territory, signalling sustained buying interest of the stock. Similarly, the upward-pointing 20-day EMA line is close to form a golden cross, further confirming the bullish outlook.

A strategic entry point can be set in the range between RM0.295 and RM0.305. With the momentum looking favourable, we think this could form a stage for the stock to challenge its first resistance at RM0.350. A further breach above this point could push the stock toward its subsequent target at RM0.375. If the stock moves in opposite direction toward and below its recent support level of RM0.260, this could mean the start of a correction phase. The stop loss can be set at RM0.240.

Entry – RM0.295 – RM0.305
Stop Loss – RM0.240
Target Price – RM0.350 – RM0.375

Technical

Resistance 1 (RM)	0.350
Resistance 2 (RM)	0.375
Support 1 (RM)	0.260
Support 2 (RM)	0.225
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.305
52-week High (RM)	0.600
52-week Low (RM)	0.150

Company Profile

XoX Berhad is a company specializes in providing cellular telecommunication services.

E.A. Technique (5259)

Breaching Above Key Support



Technical Highlights

The stock entered into a wide consolidation phase after peaking in mid-May 2024. Upon reaching its low point, the stock started to move in a sideways pattern due to subdued trading interest. Yesterday, the spike in the buying interest led the stock to close higher and triggered a wedge pattern breakout. At its last closing price of RM0.325, the stock also surpassed the key resistance-turned-support level at RM0.315 (marked by the red horizontal line). With this dual breakout - the wedge pattern and the breach of the RM0.315 level - we believe they form a strong stage for the stock to challenge for further upside.

Momentum indicators are supportive of the stock's positive outlook. The RSI is picking up and heading to the overbought zone, indicating strong buying interest remains on the card. Likewise, the build-up of the stock's positive momentum is ascertained by the recent exhibition of a golden cross in the MACD.

An ideal range would be between RM0.315 and RM0.325, allowing for a slight pullback for better positioning. The first key resistance stands at RM0.34. If the stock successfully breaches above this level, it could challenge the next target level at RM0.365. On the downside, if the stock falls below RM0.290, it could mean the start of a consolidation phase and a potential correction towards RM0.240 level, its 52-week low point.

Entry – RM0.315 – RM0.325
Stop Loss – RM0.280
Target Price – RM0.340 – RM0.365

Technical

Resistance 1 (RM)	0.340
Resistance 2 (RM)	0.365
Support 1 (RM)	0.290
Support 2 (RM)	0.240
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.325
52-week High (RM)	0.430
52-week Low (RM)	0.240

Company Profile

E.A Technique (M) Bhd owns and operates marine vessels focusing on marine transportation and offshore storage of oil and gas and provision of port marine 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">- 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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