

Sports Toto (1562)

Nearing Potential Pattern Breakout?



Technical Highlights

After reaching its 52-week high in mid-May 2024, the stock entered a period of sideways movement, maintaining solid trading momentum. However, significant selling pressure in early November led to a wide consolidation phase. Recently, renewed buying interest has driven the stock into a strong recovery, evidenced by its ability to trade above all key EMA lines. These positive technical indicators suggest a potential upside breakout, supported by strong momentum.

Momentum indicators are supportive. The RSI continue to hover near the overbought zone, signalling sustained buying interest. Similarly, the EMAs line displayed a golden cross, supporting the uptrend pattern and its bullish outlook.

For an ideal entry point, it can be placed in the range between RM1.53 and RM1.54. The first resistance level to watch is RM1.57, the crucial resistance and pattern-trigger point. If this level is cleared, the next target would be RM1.62, the stock's 52-week high. A decisive move above RM1.62 could fuel the stock toward its next target at RM1.68. On the downside, if the stock falls below RM1.46, it could signal the commencement of a consolidation phase and potentially dip towards RM1.41.

Entry – RM1.53 – RM1.54

Stop Loss – RM1.42

Target Price – RM1.57 – RM1.62 – RM1.68

Technical

Resistance 1 (RM)	1.57
Resistance 2 (RM)	1.62
Support 1 (RM)	1.46
Support 2 (RM)	1.41
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	1.54
52-week High (RM)	1.62
52-week Low (RM)	1.30

Company Profile

Sports Toto Berhad is a company specializes in manufacturing and leasing computerized lottery equipment and voting systems.

Silver Ridge (0129)

Further Upside Potential?



Technical Highlights

From September to November 2024, sustained buying pressure propelled the stock higher, closing in the green for every trading session. However, after reaching its peak, the stock underwent a sharp correction that erased the gains achieved during the prior uptrend. The sell-off was short-lived, as strong buying interest re-emerged before the stock dipped into oversold territory. This resurgence of buying interest propelled the stock's recovery, pushing it above all its EMA lines. On Friday, strong buying momentum drove the stock significantly higher, completing a breakout from the uptrend channel—an indicator of potential further gains.

Momentum indicators are showing strengths. The RSI is accelerating towards the overbought zone, indicating buying interest is accumulating. Likewise, the recent display of a golden cross in the MACD confirms the build-up of the stock's bullish outlook.

An ideal entry strategy would be between RM0.505 to RM0.515. The first resistance level to watch is RM0.535, and if this level is breached, we could see the stock testing the second resistance at RM0.560. Should the buying momentum remain strong, the third target price would be at RM0.580. On the downside, if the stock falls below RM0.465, it would indicate a false breakout and the start of a correction phase.

Entry – RM0.505 – RM0.515

Stop Loss – RM0.445

Target Price – RM0.535 – RM0.560 – RM0.580

Technical

Resistance 1 (RM)	0.535
Resistance 2 (RM)	0.560
Support 1 (RM)	0.465
Support 2 (RM)	0.435
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.515
52-week High (RM)	0.645
52-week Low (RM)	0.285

Company Profile

Wentel Engineering Holdings Bhd specializes in providing metal fabrication and bending, laser cutting, welding, surface treatment, coating, assembly of structured products and structure machining 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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Published & Printed By:

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