

# Cabnet (0191)

## Recovery on Track Above EMAs



### Technical Highlights

The stock reached its lowest point in November 2024 at RM0.260. Since then, it has made a remarkable recovery, climbing steadily to a peak of RM0.495 before undergoing a healthy pullback to its key support zone. This support zone has proven to be a strong foundation, as the stock bounced back and broke above a key downtrend line, signalling renewed bullish momentum. Currently, the stock is trading comfortably above all three key EMAs.

Momentum indicators are aligning with this bullish outlook. The RSI has rebounded from 40 to a current reading of 58. Meanwhile, the MACD is approaching a golden cross, further supported by a noticeable decrease in selling pressure.

An ideal entry point for this stock lies within the RM0.430 to RM0.450 range. The first resistance level to watch is RM0.510, and if the stock successfully breaks through this, it could rally further to RM0.600, as indicated by the 1-to-1 Fibonacci extension. On the flip side, if the stock falls below RM0.395, it has the potential to head downward, warranting a reassessment of its short-term outlook.

**Entry** – RM0.430 – RM0.450  
**Stop Loss** – RM0.395  
**Target Price** – RM0.510 – RM0.600

#### Technical

<b>Resistance 1 (RM)</b>	0.510
<b>Resistance 2 (RM)</b>	0.600
<b>Support 1 (RM)</b>	0.405
<b>Support 2 (RM)</b>	0.365
<b>MACD</b>	Positive
<b>RSI</b>	Positive

#### Stock Information

<b>Last Close (RM)</b>	0.450
<b>52-week High (RM)</b>	0.790
<b>52-week Low (RM)</b>	0.230

#### Company Profile

Cabnet Holdings Berhad provides building management solutions. The company offers network system installation, fiber optics, intercom, server virtualization, wireless networking, and data center solutions in Malaysia.

# Can-One (5105)

## Downtrend Broken, EMA Challenge Ahead



### Technical Highlights

The stock peaked at RM3.31 in May 2024 and has since declined, reaching its 52-week low of RM2.20. Following a 50-day period of consolidation in a tight range, the stock broke out from this downtrend with the highest buying volume seen since May 2024. Currently, the stock is about to challenge the 20-day EMA, but it remains below both the 50-day and 200-day EMAs.

Momentum indicators are looking good. The RSI is currently at 42 and moving upward, indicating improving sentiment. Additionally, the MACD has formed a golden cross on the weekly timeframe this week, further supporting the potential for a sustained bullish move in the coming sessions.

An ideal entry point for this stock would be in the RM2.35 to RM2.40 range. The first resistance level to watch is RM2.56, and a successful breakout above this could lead the stock to rally toward RM2.82. On the flip side, if the stock trades below RM2.20, which also marks the 52-week low, this could indicate a false breakout and a continuation of its downtrend.

**Entry** – RM2.35 – RM2.40  
**Stop Loss** – RM2.20  
**Target Price** – RM2.56 – RM2.82

### Technical

Resistance 1 (RM)	2.56
Resistance 2 (RM)	2.82
Support 1 (RM)	2.21
Support 2 (RM)	2.09
MACD	Positive
RSI	Positive

### Stock Information

Last Close (RM)	2.40
52-week High (RM)	3.31
52-week Low (RM)	2.20

### Company Profile

Can-One Berhad manufactures bag-in-box, metal, and plastic cans, as well as packaging and distribution of dairy and non-dairy products. Can-One serves edible oil and food industries in Malaysia.

## 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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