

Gadang (9261)

200-day EMA in Focus



Technical Highlights

The stock recently broke out from its consolidation zone and managed to trade above the 200-day EMA. However, it soon dipped below this level, forming a healthy pullback that allowed for a reset in the trend. Following this pullback, the stock found strong support at RM0.325, where significant buying activity emerged. It has since rebounded with strong buying volume and is now trading above both the 20-day and 50-day EMAs. With the 200-day EMA back in sight, a successful break above this critical level could open the door to further upside potential.

Momentum indicators also point toward strength in the stock. The RSI is currently trading at 60, which is above the neutral 50 level and continues to trend upward. At the same time, the MACD is also on the verge of forming a golden cross.

An ideal strategy for this stock would be to enter at between RM0.340 and RM0.350. The first resistance level to watch is RM0.375, and if the stock successfully breaks through this, it could rally further toward RM0.400. However, if the stock begins to trade below RM0.320, it could move downward to the previous consolidation zone and the 52-week low of RM0.300.

Entry – RM0.340 – RM0.350
Stop Loss – RM0.320
Target Price – RM0.375 – RM0.400

Technical

Resistance 1 (RM)	0.375
Resistance 2 (RM)	0.400
Support 1 (RM)	0.335
Support 2 (RM)	0.320
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.350
52-week High (RM)	0.525
52-week Low (RM)	0.300

Company Profile

Gadang Holdings Berhad provides earthwork, civil engineering, and construction projects. Gadang also develops and invests in properties and manufactures ready-mixed concrete.

Metro Healthcare (0329)

Breaking Through for New Highs



Technical Highlights

In mid-December 2024, the stock found its bottom at RM0.200, and since then, it has been moving in an uptrend. However, the stock struggled for a while, staying below the key resistance level of RM0.245. Just yesterday, the stock finally managed to close above this level, which suggests a shift in momentum. It is currently trading above all three key EMAs, indicating that the stock is in a stronger position than before, with the potential to reach a new high.

Momentum indicators are looking positive. The RSI is currently trading at 62 and continues to trend upward. Meanwhile, the MACD has also crossed into a golden cross in early January 2025.

An ideal entry range would be between RM0.240 and RM0.250. The first resistance level to keep an eye on is RM0.275, which represents the 52-week high. If the stock successfully breaks through this, it could head toward RM0.300. However, if it falls below RM0.230, it would indicate this as a false breakout, and a move to further downside.

Entry – RM0.240 – RM0.250
Stop Loss – RM0.230
Target Price – RM0.275 – RM0.300

Technical

Resistance 1 (RM)	0.275
Resistance 2 (RM)	0.300
Support 1 (RM)	0.235
Support 2 (RM)	0.225
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.250
52-week High (RM)	0.275
52-week Low (RM)	0.200

Company Profile

Metro Healthcare Berhad provides healthcare services. The company offers semen analysis, intracytoplasmic sperm injection, blastocyst culture, assisted hatching, frozen embryo transfer, preimplantation genetic screening, and infertility consultation 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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