

Capital A (5099)

Pending Pattern Breakout



Technical Highlights

The stock has been in a sustained downtrend since hitting its 52-week high in early November 2024, forming a descending triangle pattern as it consolidated within a defined range. Yesterday, the resurgence of buying interest pushed the stock to closer high at RM0.895. At its last closing price, the stock was approaching a critical breakout level at RM0.900, which serves as the key trigger for a potential trend reversal. With the stock now trading above its 20-day EMA, the setup is turning bullish, laying the foundation for a potential breakout. A decisive move above RM0.900 could confirm a trend reversal, opening the door for further upside.

Momentum indicators are supportive. The RSI continues to trend upward, indicating that buying interest is still accumulating. Meanwhile, the confirmation of golden cross in the MACD yesterday further strengthened the stock's bullish momentum in the near term.

Waiting a slight pullback to the range between RM0.885 and RM0.895 represents a good entry opportunity. If the stock can climb above RM0.900, which serves as both the first resistance and pattern breakout trigger point, this should establish a foundation for the stock to test further resistance at RM0.935. Should the momentum remain strong, the stock could challenge the subsequent target level at RM0.985. Conversely, if the stock drops below the recent support level at RM0.840, it could mean a return back to the consolidation phase.

Entry – RM0.885 – RM0.895
Stop Loss – RM0.820
Target Price – RM0.900 – RM0.935 – RM0.985

Technical

Resistance 1 (RM)	0.900
Resistance 2 (RM)	0.935
Support 1 (RM)	0.840
Support 2 (RM)	0.790
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.895
52-week High (RM)	1.09
52-week Low (RM)	0.65

Company Profile

Capital A Berhad is an airline operating service company specializes in operating domestic and international flights and provide air transportation and air cargo services.

IJM Corporation (3336)

Trend Reversal Ahead?



Technical Highlights

After peaking in late June 2024, the stock underwent a sharp correction, followed by a prolonged consolidation phase. Upon reaching its recent high, selling pressure intensified, driving the stock into another steep correction, with momentum indicators signalling oversold conditions. Yesterday, a strong bullish Marubozu candle emerged as the stock surged 5.7% on elevated buying interest. This surge also successfully triggered the falling triangle pattern breakout, supporting a potential trend reversal and signalling a shift in momentum toward the upside.

Momentum indicators are showing bullish signals. The RSI spikes up after a period of hovering in the oversold territory, signalling the resurgence of the stock's buying interest. Similarly, golden cross was confirmed in the MACD yesterday, reinforcing the stock's positive outlook in the near term.

For an ideal entry point, it can be seen in the range between RM2.20 to RM2.23. The first resistance level to watch is RM2.37. A potential breakout from this point would form a stage for the stock to test its subsequent resistance level at RM2.46. Conversely, consolidation could happen if the stock dips below its recent support level at RM2.14.

Entry – RM2.20 – RM2.23
Stop Loss – RM2.09
Target Price – RM2.37 – RM2.46

Technical

Resistance 1 (RM)	2.37
Resistance 2 (RM)	2.46
Support 1 (RM)	2.14
Support 2 (RM)	2.08
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	2.23
52-week High (RM)	3.66
52-week Low (RM)	2.08

Company Profile

IJM Corporation Berhad is a company that specializes in providing construction services, property development, quarrying services, and manufacturing and selling premix 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">- 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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MERCURY SECURITIES SDN BHD
Registration No. 198401000672 (113193-W)
L-7-2, No 2, Jalan Solaris, Solaris Mont' Kiara,
50480 Kuala Lumpur
Telephone: (603) - 6203 7227
Website: www.mercurysecurities.com.my
Email: mercurykl@mersec.com.my