

Niche Capital Emas (7139)

Trend Reversal In Action?



Technical Highlights

A strong pick-up in the buying momentum in mid-September 2024 triggered a recovery in stock, driving it to touch its peak in the late-October 2024. After testing its 52-week high, the stock fell into broad-based market correction phase. Recently, the resurgence of buying interest as result of gold price regained its traction due to global market uncertainties pushed the stock into the rebounding trajectory. Yesterday, the stock continued to close higher and triggered a falling wedge pattern breakout. We believe the resurgence of buying momentum and the pattern breakout should form a stage for the stock to extend its recovery phase and break free from the downtrend.

Momentum indicators are displaying strength. The RSI extend its rebounding strength, indicating reignition of strong buying interest in the stock. Similarly, the stock's short-term bullish outlook is ascertained by the recent exhibition of golden cross in the MACD.

An ideal entry point can be set at between RM0.135 and RM0.140. The first resistance to focus would be at RM0.150. If the stock climbs and breaks above this level, RM0.165 would be the next resistance level to challenge. A breakout above both of these levels could pave way for the stock to challenge the next target at RM0.175. Conversely, a dip below the stock's recent support level of RM0.125 could mean a false pattern breakout and the commencement of market correction phase.

Entry – RM0.135 – RM0.140

Stop Loss – RM0.120

Target Price – RM0.150 – RM0.165 – RM0.175

Technical

Resistance 1 (RM)	0.150
Resistance 2 (RM)	0.165
Support 1 (RM)	0.125
Support 2 (RM)	0.110
MACD	Neutral
RSI	Positive

Stock Information

Last Close (RM)	0.140
52-week High (RM)	0.200
52-week Low (RM)	0.110

Company Profile

Niche Capital Emas Berhad primarily involves in manufacturing of gold jewelries and ornaments.

Eversendai Corp (5205)

Pattern Breakout Is Underway?



Technical Highlights

The stock underwent a major correction phase after peaking in the late January 2025. Recently, the stock seemed to have found its bottom as the stock started to rebound strongly from its 52-week low. At the yesterday closing, the stock continued to close higher and was just on verge of breaking through a triangle pattern where the stock consolidated within the range for the past 3 months. With the stock currently trading above its 20-EMA line, we think the stock could initiate the triangle pattern breakout over the horizon.

The momentum indicators are supportive of the pattern breakout. This is evidenced by the acceleration in the RSI indicator and the recent golden cross confirmation in the MACD.

A good entry opportunity lies in the range between RM0.470 and RM0.480. The first resistance level to challenge would be at RM0.520. Should the stock breaches above this level, the stock could climb towards RM0.570 level, the stock's subsequent resistance level. On the flipside, if the stock descent below RM0.415 level, this could indicate the re-emergence of consolidate phase with the stock potentially dips towards its 52-week low of RM0.350.

Entry – RM0.470 – RM0.480
Stop Loss – RM0.410
Target Price – RM0.520 – RM0.570

Technical

Resistance 1 (RM)	0.520
Resistance 2 (RM)	0.570
Support 1 (RM)	0.415
Support 2 (RM)	0.350
MACD	Positive
RSI	Positive

Stock Information

Last Close (RM)	0.480
52-week High (RM)	0.745
52-week Low (RM)	0.350

Company Profile

Eversendai Corporation Berhad is a construction company that mainly engages in structural steel design, engineering and manufacture, installation of mechanical equipment and construction of power, oil and gas plants.

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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