

11 July 2019

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Figure 1: Daily Charting – FBMKLCI



Source: Bloomberg, Kenanga Research

Basic Data				Technical Ratings			
52-week High	1,826.90		(in Million)	Resistance 2	1,730	MACD	Bullish
52-week Low	1,572.03	KLCI Vol	90.13	Resistance 1	1,700	RSI (14)	Neutral
Current Level	1,678.97	Bursa Vol	2235.59	Current Level	1,678.97	Stochastic	Neutral
Intraday High	1,683.69	Bursa Val	2021.54	Support 1	1,650		
Intraday Low	1,674.13			Support 2	1,600	Outlook	Bullish

Asian markets ended mixed ahead of Powell's testimony

- Asian shares ended mixed on Wednesday, as spotlight remained on the upcoming Fed chief's testimony.
- Back home, the FBMKLCI lost 3.90 points (-0.23%) to end at 1,678.97.
- Chart-wise, the index is observed to be consolidating between a range of 1,650 and 1,700, likely due to the lack of major catalyst in the market. Meanwhile, key indicators appear uninspiring by ranging in the neutral zone.
- From here, resistances can be found at 1,700 (R1). A break above should see the index trend higher towards 1,730 (R2).
- Conversely, downside supports can be identified at 1,650 (S1) and 1,600 (S2).

U.S stocks rose on Fed's dovish stance

- Wall Street posted gains after Fed's chairman's statement served as a confirmation for an upcoming interest rate cut.
- The Dow rose 76.71 points (+0.29%) to end at 26,860.20.
- Chart-wise, the index is in the midst of testing the 27,000-level. The underlying trend of the index remains bullish with the index trading above all key SMAs, while its 20- and 50-day SMAs have shown "Golden-Cross" formation, which leads us to believe that there could be more room for upside.
- Look out for a break above 27,000 (R1), which would then spur the index higher towards 27,800 (R2), while downside supports can be found at 25,500 (S1) and 24,800 (S2).

Daily technical highlights – (BJTOTO, REVENUE)

BJTOTO (Not Rated)

- Yesterday, BJTOTO gained 2.0 sen (+0.72%) to close at RM2.80.
- Chart-wise, the share has been on a steady uptrend since the beginning of the year. We note that the share is also currently trading above all of its key SMAs.
- Given its key momentum indicators, which are still trading within the neutral zone, we believe that there could be room for further upside.
- Should bullish momentum persist, resistance levels can be identified at RM2.95 (R1) and RM3.15 (R2).
- Conversely, downside supports can be found at RM2.60 (S1) and RM2.40 (S2).

REVENUE (Not Rated)

- REVENUE rose 6.0 sen (+3.75%) to end at RM1.66 yesterday, on the back of stronger-than-average trading volume.
- Of late, we noticed the share managed to break through and hold above its key resistance level at RM1.55, following the formation of a long white candlestick a few days ago.
- Coupled with upticks from key technical indicators, we believe that the share may continue trending upwards.
- Expect the share to test resistance levels at RM1.75 (R1) and RM1.95 (R2).
- Conversely, key support level can be identified at RM1.40 (S1) and RM1.30 (S2).

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Figure 2: Daily Charting – Dow Jones Industrial Average



Figure 3: Daily Charting – Berjaya Sports Toto Berhad (Not Rated)



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Figure 4: Daily Charting – Revenue Group Berhad (Not Rated)



Source: Bloomberg, Kenanga Research

About the stock:

Name	: Revenue Group Berhad
Bursa Code	: REVENUE
CAT Code	: 0200
Shariah Compliant	: Yes
Market Cap	: 385.1
52 Week High/Low	: 1.69/0.5
3-m Avg. Daily Vol.	: 1,233,787.00
Free Float (%)	: 79.34%
Beta vs. KLCI	: N.A.

Key Support & Resistance Level

Resistance	: RM1.75 (R1) RM1.95 (R2)
Support	: RM1.40 (S1) RM1.30(S2)
Outlook	: Bullish

What does the indicator says

MACD	: Bullish
RSI	: Oversold
Stochastic	: Oversold
Trend	: Bullish

What should you do

Current Share Price	: RM1.66
Technical Target	: -
Technical Cut-loss	: -

Fundamental Call

Kenanga	: -
Consensus	: RM1.67

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Unrealised Positions (July 2019)

No	CATS Code	Stock Name	Issued Date (ID)	Price @ ID	Target Price	Stop- Loss	Upside Potential @ ID	Downside Risk @ ID	Reward/ Risk Ratio @ ID	Last Price	Dividend Received since ID	Gain/ Loss (incl. Div.)	Gain/ Loss	Rating	Comment/ Action
					RM	RM	(%)	(%)	(x)	RM	RM	RM	(%)		
1	6599	AEON CO (M) BHD	28-Sep-18	1.740	1.950	1.620	12.07%	-6.90%	1.8	1.740		0.00	0.00%	BUY	
2	0080	STRAITS INTER LOGISTICS BHD	22-Feb-19	0.240	0.300	0.200	25.00%	-16.67%	1.5	0.215		-0.03	-10.42%	BUY	
3	7579	AWC BERHAD	27-Feb-19	0.770	0.865	0.675	12.34%	-12.34%	1.0	0.730		-0.04	-5.19%	BUY	
		Simple Average					16.47%	-11.97%	1.42				-5.20%		

*Tracker does not include Non-Rated positions

Realised Positions (July 2019)

No	CATS Code	Stock Name	Issued Date	Buy Price	Price since Buy Date	Price change since Buy Date (%)	Sell Date	Sell Price	Dividend Received since ID	Gain/ Loss (incl. Div.)	Gain/ Loss	Rating	Comment/ Action
					(H) (L)	(H) (L)		RM	RM	RM	(%)		
		Simple Average											

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Basic Technical Terms:

Reversal Candlesticks	Patterns	Description
Doji Dragonfly Doji (Bullish) Gravestone Doji (Bearish)		Dojis form when a security's open and close are virtually equal. The length of the upper and lower shadows can vary, and the resulting candlestick looks like, either, a cross, inverted cross, or plus sign. Doji convey a sense of indecision or tug-of-war between buyers and sellers.
Engulfing Pattern		A reversal pattern that can be bearish or bullish, depending upon whether it appears at the end of an uptrend (bearish engulfing pattern) or a downtrend (bullish engulfing pattern). The first day is characterized by a small body, followed by a day whose body completely engulfs the previous day's price action.
Hammer (Bullish) Shooting Star (Bearish)		Hammer candlesticks form when a security moves significantly lower after the open, but rallies to close well above the intraday low. This appears in a downtrend. In contrast, the Shooting Star pattern appears in an uptrend. It opens higher, trades much higher, then closes near its open. It looks just like the Inverted Hammer except that it is bearish.
Inverted Hammer (Bullish) Hanging Man (Bearish)		The Inverted Hammer is a single-day bullish reversal pattern. In a downtrend, the open is lower, then it trades higher, but closes near its open price, therefore looking like an inverted lollipop. Hanging Man candlesticks form when a security moves significantly lower after the open, but rallies to close well above the intraday low.
Harami Harami Cross		The Harami is a two-day pattern that can be bullish or bearish. It has a small body day completely contained within the range of the previous body, and is the opposite colour. The Harami Cross is similar to the Harami. The difference is that the last day is a Doji.
Marubozu		A Marubozu candlestick has no shadow extending from the body at either the open, the close or at both.
Morning Doji Star (Bullish) Evening Doji Star (Bearish)		A Morning Doji Star (Evening Doji Star) is a three-day candlestick bullish (bearish) reversal pattern - a long-bodied black (white) candle extending the current downtrend, a short middle candle that gapped down (up) on the open, and a long-bodied white candle that gapped up (down) on the open and closed above (below) the midpoint of the body of the first day.
Spinning Top		Spinning Tops are candlestick lines that have small bodies with upper and lower shadows that exceed the length of the body. They are similar to the Doji candlesticks, and signal indecision.

Source: Various

Common Chart Patterns					
Reversal Patterns	Inverted Head & Shoulders (Bullish)	Head & Shoulders (Bearish)	Wedge Reversal (Bullish/ Bearish)	Double Top (Bearish)	Double Bottom (Bullish)
Continuation Patterns	Symmetrical Triangle (Bullish/ Bearish)	Ascending Triangle (Bullish)	Channels (Bullish/ Bearish)	Flags (Bullish/ Bearish)	Pennant (Bullish/ Bearish)

Source: Various

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