

07 August 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	1,650	MACD	Bearish
52-week Low	1,572.03	KLCI Vol	189.41	Resistance 1	1,630	RSI (14)	Neutral
Current Level	1,611.79	Bursa Vol	3126.57	Current Level	1,611.79	Stochastic	Neutral
Intraday High	1,617.22	Bursa Val	2622.49	Support 1	1,600		
Intraday Low	1,588.98			Support 2	1,570	Outlook	Bearish

Asian markets continue to end lower

- Asian markets mostly end lower as trade fear continues to linger.
- Back home, the FBMKLCI gained 1.38 points (+0.09%) to close at 1,611.79.
- Chart-wise, the index hit the intraday low at 1,592.65 after it broke below the technical support level at 1,600 but eventually managed to recover and close higher, slightly above yesterday's close. On major outlook, we believe that the bearish sentiment remains intact in tandem with uninspiring key technical indicators.
- Key support levels can be found at 1,600 (S1) and 1,570 (S2) should the index trend lower.
- Conversely, overhead resistance levels can be seen at 1,630 (R1) and 1,650 (R2)

Wall Street rebounded due to heavy oversold

- After falling for few consecutive days due to the trade tension escalated between US and China, the index has rebounded yesterday.
- The Dow rose by 311.78 points (+1.21%) to close at 26,029.52.
- The significant drop for the past few trading days has led the index to break below the 100-days SMA coupled with bearish MACD indicator warning the market on the possible change in its upward trend. However, since the index did not break below the previous low, hence our major outlook still remains intact until further confirmation that warranted a trend reversal.
- Expect the index to test its resistance level at 27,800 (R1), where a break above would spur the index higher towards 28,600 (R2).
- Conversely, downside supports can be found at 25,500 (S1) and 24,800 (S2).

Daily technical highlights – (ECONBHD, PENTA)

ECONBHD (Not Rated)

- Yesterday, ECONBHD gain 2.5 sen to close at RM0.75.
- Chart-wise, the share had formed a minor "Double-Top" chart pattern during July 2019 and the share price continued to trend lower and eventually broken below the upward trend line. However, it managed to hold and to close above the trend line yesterday coupled with heavier-than-average trading volume, signalling the emergence of strong buying momentum.
- Should the share continue its upward movement, the resistance levels can be found at RM0.80 (R1) and RM0.88 (R2).
- Conversely, support levels can be identified at RM0.63 (S1) and RM0.58 (S2).

PENTA (Not Rated)

- PENTA gain 10.0 sen (+2.94%) to end at RM3.50 yesterday.
- Chart-wise, the share has been trading down for few trading days, mainly due to profit taking reason after it hit the historical high at RM3.76.
- Yesterday, the share has rebounded, forming a "Marubozu" candle coupled with higher-than-average trading volume. All in, we believe that the share could move higher and outlook remains bullish.
- Should the share continue its upward movement, the resistances can be found at RM3.60 (R1) and RM3.76 (R2).
- Conversely, support levels can be identified at RM3.17 (S1) and RM3.00 (S2).

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Figure 2: Daily Charting – Dow Jones Industrial Average



Figure 3: Daily Charting – Econpile Holdings Bhd (Not Rated)



About the stock:

Name	Econpile Holdings Bhd
Bursa Code	ECONBHD
CAT Code	5253
Shariah Compliant	Yes
Market Cap	1,003.1
52 Week High/Low	0.98/0.36
3-m Avg. Daily Vol.	13,360,220.00
Free Float (%)	78.92%
Beta vs. KLCI	1.877

Key Support & Resistance Level

Resistance	RM0.80 (R1)	RM0.88 (R2)
Support	RM0.63 (S1)	RM0.58 (S2)
Outlook	Bullish	

What does the indicator says

MACD	Bullish
RSI	Neutral
Stochastic	Neutral
Trend	Bullish

What should you do

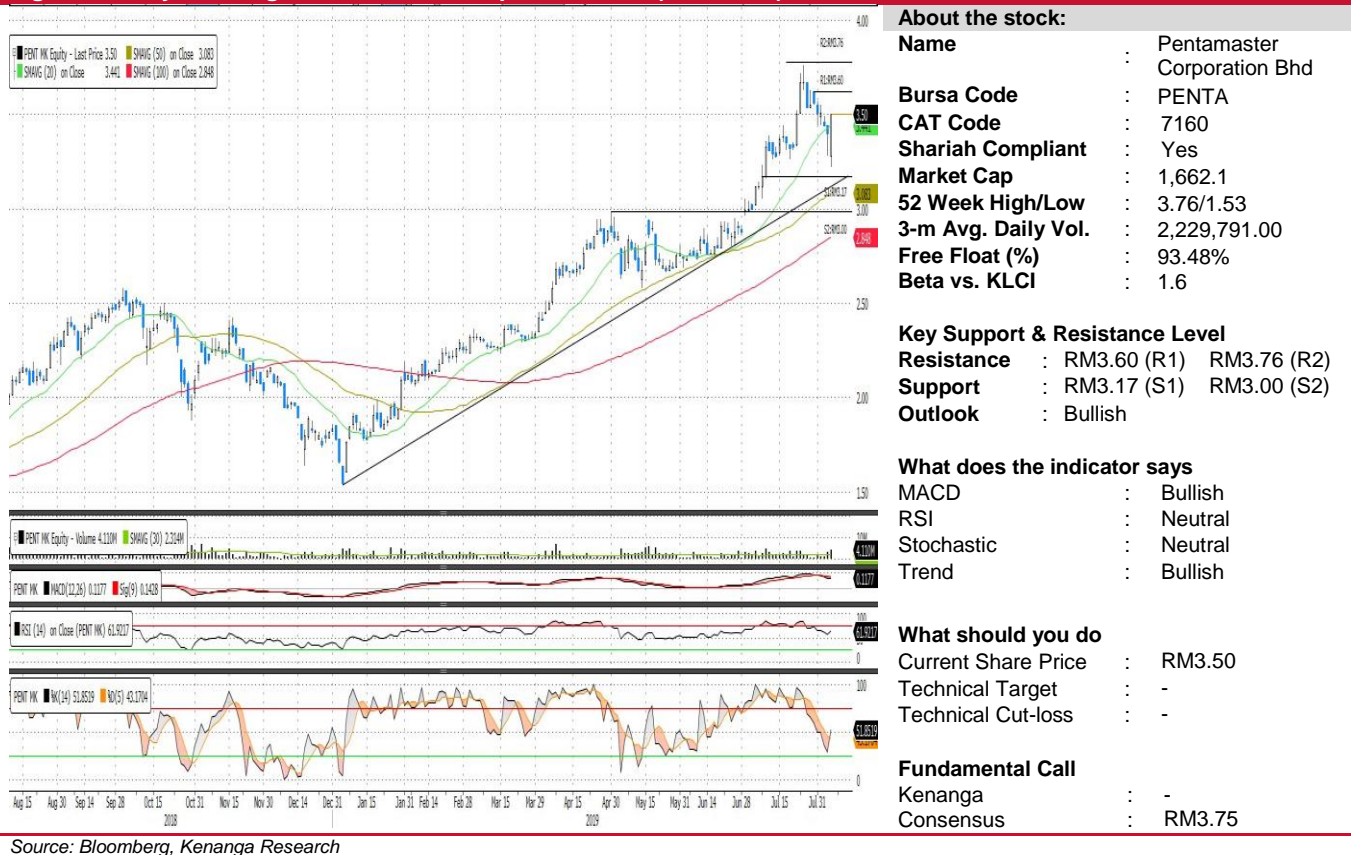
Current Share Price	RM0.75
Technical Target	-
Technical Cut-loss	-

Fundamental Call

Kenanga	-
Consensus	RM0.65

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Figure 4: Daily Charting – Pentamaster Corporation Bhd (Not Rated)



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Unrealised Positions (August 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	1.630		-0.11	-6.32%	BUY	
2	0080	STRAITS INTER LOGISTICS BHD	22-Feb-19	0.240	0.300	0.200	25.00%	-16.67%	1.5	0.205		-0.04	-14.58%	BUY	
3	7579	AWC BERHAD	27-Feb-19	0.770	0.865	0.675	12.34%	-12.34%	1.0	0.675		-0.10	-12.34%	BUY	
		Simple Average					16.47%	-11.97%	1.42				-11.08%		





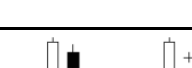

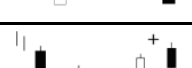
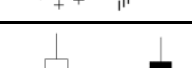
*Tracker does not include Non-Rated positions

Realised Positions (August 2019)

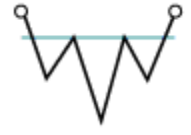

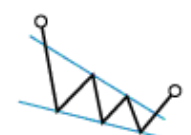

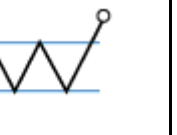


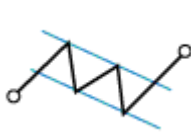
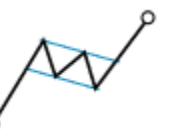

No	CATS Code	Stock Name	Issued Date	Buy Price	Price since Buy Date	Price change since Buy Date (%)	Sell Date	Sell Price	Dividend Received since ID	Gain/Loss (incl. Div.)	Gain/Loss	Rating	Comment/ Action
					(H) (L)	(H) (L)		RM	RM	RM	(%)		
		Simple Average											

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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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