

28 November 2019

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Source: Bloomberg, Kenanga Research

Basic Data		Technical Ratings	
52-week High	1,732.27	Resistance 2	1,650
52-week Low	1,548.45	Resistance 1	1,630
Current Level	1,587.18	Current Level	1,587.18
Intraday High	1,590.51	Support 1	1,570
Intraday Low	1,582.46	Support 2	1,550
		MACD	Bearish
		RSI (14)	Neutral
		Stochastic	Oversold
		Outlook	Neutral

Asian markets mostly higher over upbeat signals from US-China trade talks

- Asian stocks mostly traded higher on Wednesday, spurred by encouraging signs suggesting that the US-China trade deal is near.
- Back home, FBMKLCI climbed 3.31 points (+0.21%) to close at 1,587.18.
- Chart-wise, the index remained below the crucial 1600-pts level. We observe that the MACD indicator has formed a bearish crossover and the index has broken below its 20 and 100 days-SMAs. However as the index remains above its 50-day SMA, we expect it to experience a near-term consolidation.
- From here on, overhead resistance can be seen at 1,630 (R1) and 1,650 (R2).
- Conversely, key support levels can be found at 1,570 (R1) and 1,550 (R2).

Wall Street edged up over rosier US economic data and trade optimism

- Wall Street rose yesterday as the latest US data indicated a resilient economy and ongoing hopes for a US-China trade resolution.
- The Dow Jones increased 97.53 points (+0.35%) to close at 28,164.00.
- Chart-wise, the candle-stick continued to move above all key-SMAs despite momentum indicators hovering at overbought levels. Coupled with healthy key SMAs, we expect the upward movement to continue.
- With that, key resistances are at 28,400 (R1) and 28,700 (R2), while support levels can be seen at 27,100 (S1) and 26,600 (S2).

Daily technical highlights – (CMSB, HLFG)

CMSB (Not Rated)

- CMSB rose 14.0 sen (+6.00%) to close at RM2.49 yesterday.
- Technically, the share seems to be taking a breather from the downtrend that started in April as shown by the three consecutive white candlesticks that formed recently, particularly with yesterday's candlestick closing above its 20 and 50-day SMA.
- Additionally, momentum indicators continue to show positive upticks on the back of a bullish MACD crossover, displaying signs of possible reversal.
- Should positive bias persist, resistance levels can be found at RM2.90 (R1) and RM3.10 (R2).
- Conversely, downside supports can be found at RM2.55 (S1) and RM2.25 (S2).

HLFG (Not Rated)

- HLFG fell 12.0 sen (-0.7%) to RM16.76 as investors reacted to the weaker 1Q20 earnings report card.
- Technically, the share has been slowly recovering since breaking below its 20-day SMA in July. However, we note that shorter-term SMAs are still trading below longer-term SMAs, indicating downwards sentiment. Coupled with the lack of positive upticks from key momentum indicators, we opine that there is more downside room.
- Should selling momentum persist, we expect to find supports at RM16.50 (S1) and RM16.00 (S2).
- Conversely, resistance levels can be found at RM17.10 (R1) and RM17.50 (R2).



28 November 2019

Figure 2: Daily Charting – Dow Jones Industrial Average



Source: Bloomberg, Kenanga Research

Figure 3: Daily Charting – Cahya Mata Sarawak Berhad (Not Rated)



Source: Bloomberg, Kenanga Research

About the stock:

Name	: Cahya Mata Sarawak Bhd
Bursa Code	: CMSB
CAT Code	: 2852
Shariah Compliant	: Yes
Market Cap	: 2,670.8
52 Week High/Low	: 3.92/2.26
3-m Avg. Daily Vol.	: 1,690,810.00
Free Float (%)	: 26.77%
Beta vs. KLCI	: 1.4

Key Support & Resistance Levels

Resistance	: RM2.90 (R1) RM3.10 (R2)
Support	: RM2.55 (S1) RM2.05 (S2)
Outlook	: Neutral

What does the indicator says

MACD	: Bullish
RSI	: Neutral
Stochastic	: Neutral
Trend	: Neutral

What should you do

Current Share Price	: RM2.49
Technical Target	: -
Technical Cut-loss	: -

Fundamental Call

Kenanga	: -
Consensus	: RM2.67

Figure 4: Daily Charting – Hong Leong Financial Group (Not Rated)



About the stock:

Name	:	Hong Leong Financial Group
Bursa Code	:	HLFG
CAT Code	:	1082
Shariah Compliant	:	No
Market Cap	:	19,194.3
52 Week High/Low	:	20.14/15.92
3-m Avg. Daily Vol.	:	244,812.70
Free Float (%)	:	14.98%
Beta vs. KLCI	:	0.965

Key Support & Resistance Levels

Resistance	:	RM17.10 (R1) RM17.50 (R2)
Support	:	RM16.50 (S1) RM16.00 (S2)
Outlook	:	Bearish

What does the indicator says

MACD	:	Bearish
RSI	:	Neutral
Stochastic	:	Neutral
Trend	:	Bearish

What should you do

Current Share Price	:	RM16.76
Technical Target	:	-
Technical Cut-loss	:	-

Fundamental Call

Kenanga	:	-
Consensus	:	RM18.82

Source: Bloomberg, Kenanga Research

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28 November 2019

Unrealised Positions (November 2019)







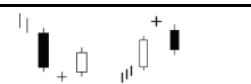

No	CATS Code	Stock Name	Issued Date (ID)	Price @ ID	Target Price	Stop-Loss	Upside Potential @ ID	Downside Risk @ ID	Reward/Risk Ratio @ ID	Last Price	Dividend Received since ID	Gain/Loss (incl. Div.)	Gain/Loss	Rating	Comment/ Action
					RM	RM	(%)	(%)	(x)	RM	RM	RM	(%)		
1	6599	AEON CO (M) BHD	28-Sep-18	1.740	1.950	1.620	12.07%	-6.90%	1.8	1.590		-0.15	-8.62%	BUY	
2	0080	STRAITS INTER LOGISTICS BHD	22-Feb-19	0.240	0.300	0.200	25.00%	-16.67%	1.5	0.210		-0.03	-12.50%	BUY	
3	7579	AWC BERHAD	27-Feb-19	0.770	0.865	0.675	12.34%	-12.34%	1.0	0.610		-0.16	-20.78%	BUY	
		Simple Average					16.47%	-11.97%	1.42				-13.97%		

*Tracker does not include Non-Rated positions



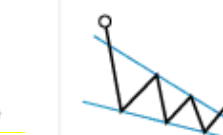

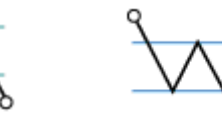
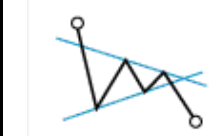

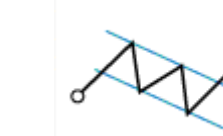


Realised Positions (November 2019)

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		
		Simple Average													

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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