

06 December 2019

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Figure 1: Daily Charting – FBMKLCI



Source: Bloomberg, Kenanga Research

Basic Data				Technical Ratings			
52-week High	1,732.27			Resistance 2	1,650	MACD	Bearish
52-week Low	1,548.45	KLCI Vol	102.87	Resistance 1	1,630	RSI (14)	Neutral
Current Level	1,563.58	Bursa Vol	2388.35	Current Level	1,563.58	Stochastic	Oversold
Intraday High	1,567.34	Bursa Val	1704.68	Support 1	1,550		
Intraday Low	1,560.13			Support 2	1,540	Outlook	Bullish

Asian markets up after China insist on reducing tariffs

- Asian stocks closed higher as investors reacted positively to China's firm stance on reducing tariffs under the phase one trade deal.
- Back home, the FBMKLCI ended higher by 2.65 points (+0.17%) to close at 1,563.58.
- Chart-wise, the index has broken below all key SMAs coupled with a bearish signal from the MACD indicator. However, the Stochastic remains in the oversold region, therefore we do not discount the possibility of a technical rebound in the near future.
- From here on, the overhead resistance can be seen at 1,630 (R1) and 1,650 (R2).
- Conversely, key support levels can be found at 1,550 (R1) and 1,540 (R2).

Wall Street reacted positively to positive job data

- Wall Street closed higher backed by positive US weekly job data that came in at its lowest in 7 months.
- The Dow Jones rose marginally by 28.01 points (+0.10%) to close at 27,677.79.
- Chart-wise, the index continues to trade below its short-term SMA accompanied with a bearish MACD indicator, signalling that the market may see an intermittent reversal from its upward trend. However, the index yesterday appeared to be testing the 20-day SMA, therefore our key positive technical outlook remains intact until further confirmation.
- With that, key resistance levels are seen 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 – (DAYANG, INARI)

DAYANG (Not Rated)

- DAYANG gained 10.0sen (+4.63%) to close at RM2.26 yesterday.
- Chart-wise the stock has been on an uptrend since late-May.
- Yesterday's bullish candlestick formation has lifted the stock to close above all key-SMAs. Despite its RSI hovering at overbought levels, we believe there are more upsides for the stock as all key-SMAs appear to be showing healthy signals.
- Should the stock trend higher, key resistance can be found at RM2.40 (R1) and RM2.60 (R2).
- Conversely, its key support levels are found at RM2.00 (S1) and RM1.70 (S2).

INARI (Not Rated)

- INARI gained 4.0sen (+2.22%) to end at RM1.84 yesterday.
- Chart-wise, the stock has been on a downtrend since late-October.
- Yesterday's candlestick formation has pushed the stock to stay above its 100-Day SMA, backed by above average trading volume. Given that RSI and Stochastic appear to be at oversold levels, we believe the stock is set for a technical rebound and could continue its upward momentum from there on.
- Should the buying momentum persist, key resistance can be found at RM1.95 (R1) and RM2.10 (R2).
- Conversely, downside supports can be identified at RM1.60 (S1) and RM1.40 (S2).

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Figure 2: Daily Charting – Dow Jones Industrial Average



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



About the stock:

Name	Dayang Enterprise Holdings Bhd
Bursa Code	DAYANG
CAT Code	5141
Shariah Compliant	Yes
Market Cap	2,277.9
52 Week High/Low	2.26/0.48
3-m Avg. Daily Vol.	11,557,970.00
Free Float (%)	35.10%
Beta vs. KLCI	1.2

Key Support & Resistance Levels

Resistance	RM2.40 (R1)	RM2.60 (R2)
Support	RM2.00 (S1)	RM1.70 (S2)
Outlook	Bullish	

What does the indicator says

MACD	Bullish
RSI	Neutral
Stochastic	Overbought
Trend	Bullish

What should you do

Current Share Price	RM2.26
Technical Target	-
Technical Cut-loss	-

Fundamental Call

Kenanga	RM2.35
Consensus	RM2.29

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Figure 4: Daily Charting – Inari Amerton Bhd (Not Rated)



Source: Bloomberg, Kenanga Research

About the stock:

Name	: Inari Amerton Bhd
Bursa Code	: INARI
CAT Code	: 0166
Shariah Compliant	: Yes
Market Cap	: 5,870.4
52 Week High/Low	: 2.09/1.22
3-m Avg. Daily Vol.	: 11,410,990.00
Free Float (%)	: 53.10%
Beta vs. KLCI	: 1.053

Key Support & Resistance Levels

Resistance	: RM1.95 (R1) RM2.10 (R2)
Support	: RM1.60 (S1) RM1.40 (S2)
Outlook	: Bullish

What does the indicator says

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

What should you do

Current Share Price	: RM1.84
Technical Target	: -
Technical Cut-loss	: -

Fundamental Call

Kenanga	: -
Consensus	: RM1.82

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Unrealised Positions (December 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		-0.24	-13.79%	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	-12.50%	BUY	
3	7579	AWC BERHAD	27-Feb-19	0.770	0.865	0.675	12.34%	-12.34%	1.0	0.605		-0.17	-21.43%	BUY	
		Simple Average					16.47%	-11.97%	1.42				-15.91%		


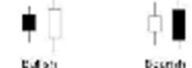


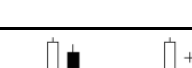

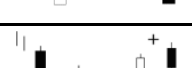
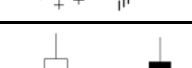
*Tracker does not include Non-Rated positions

Realised Positions (December 2019)

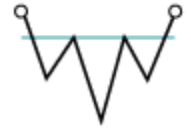

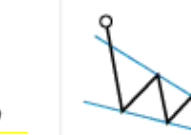




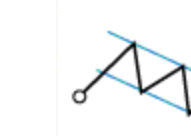

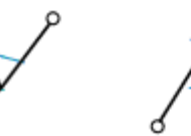
No	CATS Code	Stock Name	Issued Date	Buy Price	Price since Buy Date	Price change since Buy Date (%)	Sell Date	Sell Price	Dividend Received since ID	Gain/ Loss (incl. Div.)	Gain/ Loss	Rating	Comment/ Action
					(H) (L)	(H) (L)		RM	RM	RM	(%)		
		Simple Average											

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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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