

28 February 2020

By **Nikki Thang** / nikkithang@kenanga.com.my ; **Koh Huat Soon** / hskoh@kenanga.com.my



Source: Bloomberg, Kenanga Research

| Basic Data | | Technical Ratings | |
|----------------------|----------|----------------------|----------|
| 52-week High | 1,717.88 | Resistance 2 | 1,550 |
| 52-week Low | 1,481.46 | Resistance 1 | 1,500 |
| Current Level | 1,505.59 | Current Level | 1,505.59 |
| Intraday High | 1,508.27 | Support 1 | 1,470 |
| Intraday Low | 1,494.94 | Support 2 | 1,430 |
| | | MACD | Bearish |
| | | RSI | Neutral |
| | | Stochastic | Neutral |
| | | Outlook | Bearish |

Asian markets closed mixed as investors remain cautious over virus outbreak

- Asian stocks closed mixed yesterday as investors were concerned on the virus outbreak given the new cases outside China has surged to record high recently.
- The FBMKLCI gained 10.4 points (+0.70%) to finish at 1,505.59, boosted by stimulus packaged introduced by Interim Prime Minister yesterday amid the ongoing political turmoil.
- Chart-wise, we reckon the FBMKLCI's rebound to slightly above the psychological 1,500-mark yesterday may only be temporary. With the index remains below all the key SMAs, coupled with bearish crossover signal from MACD, we expect the index to remain under pressure ahead.
- Our support levels are at 1,470 (S1) and 1,430 (S2) while its overhead resistance can be identified at 1,500 (R1) and 1,550 (R2).

Wall Street continued to be hit by Covid-19 fears

- U.S. markets ended in the red yesterday, largely driven by Covid-19 worries.
- The Dow plunged by 1,190.95 points (-4.42%) to close at 25,766.64.
- Chart-wise, the bearish sentiment has pushed the index to trend below its 100-Day SMA. Given the continual decline in RSI and a bearish MACD crossover, the bearish momentum may persist against the backdrop of the current global uncertainty.
- With that, its resistance levels are at 29,400 (R1) and 29,900 (R2), while support levels are lowered to 25,500 (S1) and 25,000 (S2).

Daily technical highlights – (FPGROUP, FOCUS)

FPGROUP (Not Rated)

- FPGROUP dropped 5.0 sen (-5.70%) to close at RM0.825 yesterday.
- Chart-wise, the stock has been undergoing a series of sell down in the past weeks, which has pushed the stock to close below its 20 and 50-day SMAs.
- Coupled with a bearish MACD crossover, we believe the stock may continue to experience weakness ahead.
- From here on, downside supports can be identified at RM0.695 (S1) and RM0.580 (S2).
- Conversely, its key resistance levels can be found at RM 0.925 (R1) and RM1.00 (R2).

FOCUS (Not Rated)

- FOCUS gained 2.0 sen (+2.63%) to close at RM0.780 yesterday.
- Chart-wise, the stock continued to trade within the rising channel and well above all the key SMAs.
- Coupled with a bullish signal from MACD indicator, we believe the stock may continue to trend higher.
- From here on, key resistance levels can be found at RM 0.860 (R1) and RM0.910 (R2)
- Conversely, its downside supports can be identified at RM0.720 (S1) and RM0.630 (S2).

Figure 4: Daily Charting – Focus Dynamics Group Bhd (Not Rated)



Source: Bloomberg, Kenanga Research

About the stock:

| | |
|----------------------------|----------------------------|
| Name | : Focus Dynamics Group Bhd |
| Bursa Code | : FOCUS |
| CAT Code | : 0116 |
| Shariah Compliant | : No |
| Market Cap | : 1,594.5 |
| 52 Week High/Low | : 0.79/0.1 |
| 3-m Avg. Daily Vol. | : 17,238,520.00 |
| Free Float (%) | : 56.81% |
| Beta vs. KLCI | : 0.8 |

Key Support & Resistance Levels

| | |
|-------------------|-----------------------------|
| Resistance | : RM0.860 (R1) RM0.910 (R2) |
| Support | : RM0.720 (S1) RM0.630 (S2) |
| Outlook | : Bullish |

What does the indicator says

| | |
|------------|--------------|
| MACD | : Bullish |
| RSI | : Neutral |
| Stochastic | : Overbought |
| Trend | : Bullish |

What should you do

| | |
|---------------------|-----------|
| Current Share Price | : RM0.780 |
| Technical Target | : - |
| Technical Cut-loss | : - |

Fundamental Call

| | |
|-----------|-----|
| Kenanga | : - |
| Consensus | : - |

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Unrealised Positions (February 2020)






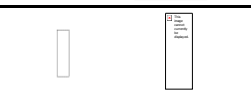
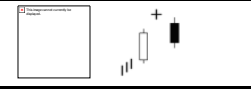

| No | CATS Code | Stock Name | Issued Date (ID) | Price @ ID | Target Price | Stop-Loss | Upside Potential @ ID | Downside Risk @ ID | Reward/Risk Ratio @ ID | Last Price | Dividend Received since ID | Gain/Loss (incl. Div.) | Gain/Loss | Rating | Comment/ Action |
|----|-----------|-----------------------------|------------------|------------|--------------|-----------|-----------------------|--------------------|------------------------|------------|----------------------------|------------------------|----------------|--------|-----------------|
| | | | | | 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 | 1.300 | | -0.44 | -25.29% | 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 | 0.450 | | -0.32 | -41.56% | BUY | |
| | | Simple Average | | | | | 16.47% | -11.97% | 1.42 | | | | -26.45% | | |

*Tracker does not include Non-Rated positions

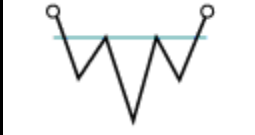
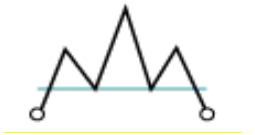
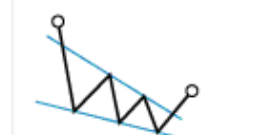



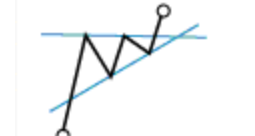
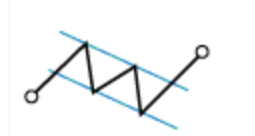


Realised Positions (February 2020)

| 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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KENANGA INVESTMENT BANK BERHAD (15678-H)

Level 17, Kenanga Tower, 237, Jalan Tun Razak, 50400 Kuala Lumpur, Malaysia

Telephone: (603) 2172 0880 Website: www.kenanga.com.my E-mail: research@kenanga.com.my

