

24 June 2020

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Source: Bloomberg, Kenanga Research

Basic Data				Technical Ratings			
52-week High	1,694.55			Resistance 2	1,590	MACD	Bearish
52-week Low	1,207.80	KLCI Vol	109.47	Resistance 1	1,530	RSI	Neutral
Current Level	1,507.04	Bursa Vol	8746.5	Current Level	1,507.04	Stochastic	Oversold
Intraday High	1,511.54	Bursa Val	2983.51	Support 1	1,450		
Intraday Low	1,492.32			Support 2	1,410	Outlook	Neutral

Asian markets ended mostly higher, tracking Wall Street’s overnight gain

- Asian stocks mostly rose yesterday, as investors took a cue from Wall Street’s overnight rally.
- Back home, the FBMKLCI dropped by 4.20 points (-0.28%) to finish at 1,507.04.
- Following the formation of a “Golden Cross”, the index managed to close the gap that was opened during the mid-March market meltdown, which sees it now trading above all of its key-SMAs.
- On the chart, our support levels are identified at 1,450 (S1) and 1,410 (S2). On the upside, our resistance levels are at 1,530 (R1) and 1,590 (R2).

Wall Street rose on hopes of economic recovery

- U.S stocks ended higher yesterday on hopes of economic recovery as manufacturing, service and new home sales data came in more upbeat than expected.
- The Dow rose 131.14 points (+0.50%) to end at 26,156.10.
- Chart-wise, given the bullish signal from MACD indicator, the index is experiencing an intermittent technical rebound from its oversold position.
- On the way up, its major resistance levels are placed at 28,260 (R1) and 29,600 (R2).
- Conversely, support levels can be found at 24,600 (S1) and 23,000 (S2).

Daily technical highlights – (KRETAM, ATAIMS)

KRETAM (Not Rated)

- KRETAM rose 3.5 sen (+9.72%) to close at RM0.395 yesterday.
- Chart-wise, yesterday’s bullish “Marubozu” candlestick closed higher on the back of stronger-than-average trading volumes, which prompted the stock to trend above all of its key SMAs.
- Coupled with upticks from its key momentum indicators, the stock may be poised for more upside.
- Should the bullish momentum persist, overhead resistance can be seen at RM0.440 (R1) and RM0.475 (R2).
- Conversely, key support levels are identified at RM0.355 (S1) and RM0.320(S2).

ATAIMS (Not Rated)

- ATAIMS gained 8.0 sen (+6.56%) to end at RM1.30 yesterday.
- Chart-wise, the stock began rallying in early June, which sees the stock currently trending steadily above all of its key SMAs.
- Given the bullish MACD signal and continual upticks from its key momentum indicators, we believe the bullish momentum may persist.
- From here on, key resistance levels can be found at RM1.50 (R1) and RM1.70 (R2).
- Conversely, supports are identified at RM1.15 (S1) and RM0.925 (S2).

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Figure 2: Daily Charting – Dow Jones Industrial Average



Figure 3: Daily Charting – Kretam Holdings Berhad (Not Rated)



About the stock:

Name	: Kretam Holdings Berhad
Bursa Code	: KRETAM
CAT Code	: 1996
Shariah Compliant	: Yes
Market Cap	: 919.4
52 Week High/Low	: 0.48/0.29
3-m Avg. Daily Vol.	: 271,646.70
Free Float (%)	: 22.65%
Beta vs. KLCI	: 0.8

Key Support & Resistance Levels

Resistance	: RM0.440 (R1) RM0.475 (R2)
Support	: RM0.355 (S1) RM0.320 (S2)
Outlook	: Bullish

What does the indicator says

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

What should you do

Current Share Price	: RM0.395
Technical Target	: -
Technical Cut-loss	: -

Fundamental Call

Kenanga	: -
Consensus	: -

Figure 4: Daily Charting – ATA IMS Berhad (Not Rated)



Source: Bloomberg, Kenanga Research

About the stock:

Name	: ATA IMS Berhad
Bursa Code	: ATAIMS
CAT Code	: 8176
Shariah Compliant	: Yes
Market Cap	: 1,565.7
52 Week High/Low	: 1.85/0.67
3-m Avg. Daily Vol.	: 1,243,295.00
Free Float (%)	: 28.82%
Beta vs. KLCI	: 1.246

Key Support & Resistance Levels

Resistance	: RM1.50 (R1) RM1.70 (R2)
Support	: RM1.15 (S1) RM0.925 (S2)
Outlook	: Bullish

What does the indicator says

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

What should you do

Current Share Price	: RM1.30
Technical Target	: -
Technical Cut-loss	: -

Fundamental Call

Kenanga	: -
Consensus	: RM1.20

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Unrealised Positions (June 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	1.010		-0.73	-41.95%	BUY	
2	0080	STRAITS INTER LOGISTICS BHD	22-Feb-19	0.240	0.300	0.200	25.00%	-16.67%	1.5	0.175		-0.07	-27.08%	BUY	
3	7579	AWC BERHAD	27-Feb-19	0.770	0.865	0.675	12.34%	-12.34%	1.0	0.465		-0.31	-39.61%	BUY	
		Simple Average					16.47%	-11.97%	1.42				-36.22%		





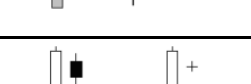

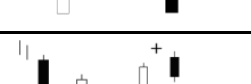
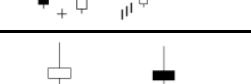
*Tracker does not include Non-Rated positions

Realised Positions (June 2020)


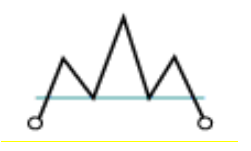
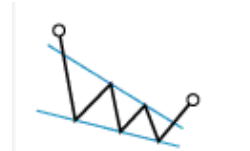

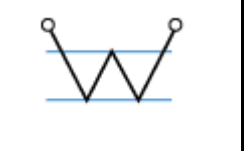
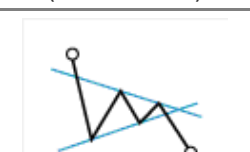
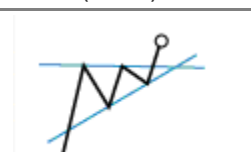
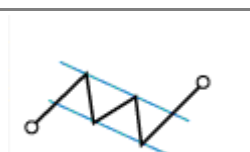


No	CATS Code	Stock Name	Issued Date	Buy Price	Price since Buy Date		Price change since Buy Date (%)		Sell Date	Sell Price	Dividend Received since ID	Gain/Loss (incl. Div.)	Gain/Loss	Rating	Comment/ Action
					(H)	(L)	(H)	(L)				RM	RM		
		Simple Average													

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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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