

18 December 2020

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Daily technical highlights – (GDB, RANHILL)

Daily Charting – GDB (Trading Buy)



About the Stock:		Key Support & Resistance Levels		
Name	: GDB Holdings Bhd	52 Week High/Low	: 1.00/0.33	
Bursa Code	: GDB	3-m Avg. Daily Vol.	: 3,940,200.0	
CAT Code	: 0198	Free Float (%)	: 22.9	
Market Cap	: RM612.5m	Beta vs. KLCI	: 1.2	
		Last Price	: RM0.980	
		Resistance	: RM1.07 (R1) RM1.15 (R2)	
		Stop Loss	: RM0.920	

GDB Holdings Bhd (Trading Buy)

- GDB is a construction company that provides its services in the residential, commercial and mixed development projects. The group also provides its services in the supply and installation of construction materials through its sub-contractors.
- QoQ, the group's revenue in 2QFY20 increased to RM95.9m (+146% QoQ) following the resumption of its operations post the relaxation of the restricted movement control order. This, in turn, led the group's net profit to increase to RM7.5m (+92% QoQ).
- On 26th October, the group announced that its subsidiary Grand Dynamic Builders Sdn Bhd (GDSDB) has signed a Letter of Intent with Damai City Sdn Bhd (a wholly-owned subsidiary of KSK Land Sdn Bhd) to appoint GDSDB as the main contractor to complete the remaining main building works for the proposed development of an integrated mixed development project known as "8 conlay" for a contract sum of RM1.2b. The contract win is viewed positively as it will improve the earnings visibility for the group.
- Chart-wise, the stock has continued to climb higher after the formation of a saucer pattern (from April to late November this year). With the shorter-term key SMA continues to tread above the longer-term key SMA, we thus believe that the stock would continue to trend higher.
- With that, our overhead resistance levels are positioned at RM1.07 (R1; +9% upside potential) and RM1.15 (R2; +17% upside potential).
- Our stop loss level is pegged at RM0.920 (-6% downside risk).

Daily Charting – RANHILL (Trading Buy)



About the Stock:		Key Support & Resistance Levels	
Name	: Ranhill Utilities Bhd	52 Week High/Low	: 1.12/0.81
Bursa Code	: RANHILL	3-m Avg. Daily Vol.	: 1,233,931.0
CAT Code	: 5272	Free Float (%)	: 48.0
Market Cap	: RM917.2m	Beta vs. KLCI	: 0.7
		Last Price	: RM0.86
		Resistance	: RM0.935 (R1) RM1.00 (R2)
		Stop Loss	: RM0.800

Ranhill Utilities Bhd (Trading Buy)

- RANHILL is involved in the water supply services space, providing the source-to-tap water in Johor. The group’s services also extend into the energy segment via its Independent Power Producer (IPP) concession in Sabah under a 21-year power purchase agreement with Sabah Electricity Sdn Bhd.
- We like the water utility business for its stable income stream given the exclusive license to provide source-to-tap water throughout Johor which spans across 45 years.
- In addition, the group intends to expand its renewable energy resources segment through its: (i) participation in the LSS4 (large scale solar power plants) tenders, (ii) collaboration agreement to develop a 1,150MW CCGT plant in Kedah to supply 100% of its power to Thailand, and (iii) Tawau geothermal power plant project to supply clean energy for the East Coast of Sabah. We view these ventures positively given the rising theme of Environmental Social and Governance (E.S.G).
- Chart-wise, the stock has been trending downwards after hitting an all-time high of RM1.44 (on 27th August 2019). Ichimoku-wise, the stock could be potentially heading for a “Kumo Breakout” to reverse its downtrend should the buying interest resume.
- With that, our next resistance levels are set at RM0.935 (R1; +9% upside potential) and RM1.00 (R2; +16% upside potential).
- Meanwhile, our stop loss level is pegged at RM0.800 (-7% downside risk).

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STOCK CALL MONITOR*

Stock Name	Issue Date (ID)	Rating	Price @ ID	Target Price (TP)	Stop Loss Price (SL)	Upside Potential @ ID	Downside Risk @ ID	Risk to Reward Ratio	Highest Price since ID	Lowest Price since ID	Last Price RM	Status [^]	Date Status Fulfilled
			RM	RM	RM	%	%		RM	RM			
SUNWAY REAL ESTATE INVESTMEN	18/11/2020	Trading Buy	1.52	1.69	1.39	11%	-9%	1.31x	1.60	1.46	1.55	Open	
IGB REAL ESTATE INVESTMENT T	18/11/2020	Trading Buy	1.73	1.89	1.59	9%	-8%	1.14x	1.78	1.64	1.74	Open	
KAWAN FOOD BHD	19/11/2020	Trading Buy	2.33	2.59	2.14	11%	-8%	1.37x	2.36	1.96	1.97	SL Hit	30/11/2020
POWER ROOT BHD	19/11/2020	Trading Buy	2.24	2.44	2.03	9%	-9%	0.95x	2.24	2.03	2.03	SL Hit	11/12/2020
TOMYPAK HOLDINGS	20/11/2020	Trading Buy	0.82	0.92	0.73	12%	-12%	1.00x	0.89	0.71	0.73	SL Hit	26/11/2020
AME ELITE CONSORTIUM BHD	20/11/2020	Trading Buy	2.21	2.45	2.00	11%	-10%	1.14x	2.35	2.14	2.21	Open	
OPENSYS M BHD	24/11/2020	Trading Buy	0.64	0.71	0.57	11%	-11%	1.00x	0.66	0.55	0.55	SL Hit	14/12/2020
JCY INTERNATIONAL BHD	24/11/2020	Trading Buy	0.64	0.73	0.57	14%	-11%	1.29x	0.67	0.53	0.54	SL Hit	14/12/2020
SERBA DINAMIK HOLDINGS BHD	25/11/2020	Trading Buy	1.70	1.92	1.49	13%	-12%	1.05x	2.09	1.61	1.75	TP Hit	7/12/2020
DELEUM BERHAD	25/11/2020	Trading Buy	0.60	0.71	0.51	18%	-15%	1.22x	0.72	0.61	0.66	TP Hit	7/12/2020
MYNEWS HOLDINGS BHD	26/11/2020	Trading Buy	0.60	0.67	0.54	12%	-10%	1.17x	0.76	0.60	0.70	TP Hit	4/12/2020
ZHULIAN CORP BHD	26/11/2020	Trading Buy	1.51	1.65	1.39	9%	-8%	1.17x	1.63	1.48	1.63	Open	
ARB BHD	27/11/2020	Trading Buy	0.29	0.33	0.26	14%	-12%	1.14x	0.29	0.27	0.28	Open	
SUPERCOMNET TECHNOLOGIES BHD	27/11/2020	Trading Buy	2.02	2.20	1.88	9%	-7%	1.29x	2.06	1.75	1.94	SLHit	7/12/2020
YTL CORP BHD	1/12/2020	Trading Buy	0.65	0.72	0.59	12%	-9%	1.36x	0.83	0.65	0.81	TP Hit	3/12/2020
KIM HIN JOO BHD	1/12/2020	Trading Buy	0.23	0.28	0.17	24%	-24%	1.00x	0.25	0.22	0.24	Open	
TALIWORKS CORP BHD	2/12/2020	Trading Buy	0.80	0.88	0.73	10%	-9%	1.14x	0.84	0.79	0.81	Open	
PANTECH GROUP HOLDINGS BHD	2/12/2020	Trading Buy	0.40	0.45	0.35	14%	-11%	1.22x	0.43	0.40	0.42	Open	

* Tracks our stock recommendations on a one-month rolling basis from issue date. Stock names will drop out from the list after one month from issue date regardless of their status.

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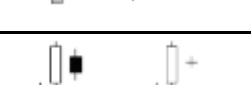
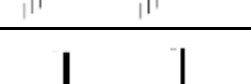
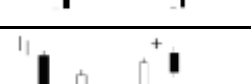

STOCK CALL MONITOR* (cont'd)

Stock Name	Issue Date (ID)	Rating	Price @ ID	Target Price (TP)	Stop Loss Price (SL)	Upside Potential @ ID	Downside Risk @ ID	Risk to Reward Ratio	Highest Price since ID	Lowest Price since ID	Last Price	Status [^]	Date Status Fulfilled
			RM	RM	RM	%	%		RM	RM	RM		
WONG ENGINEERING CORP BHD	3/12/2020	Trading Buy	0.74	0.81	0.67	10%	-9%	1.15x	0.87	0.70	0.72	TP Hit	3/12/2020
TECHBOND GROUP BHD	3/12/2020	Trading Buy	1.30	1.43	1.17	10%	-10%	1.00x	1.31	1.24	1.28	Open	
MIECO CHIPBOARD BERHAD	4/12/2020	Trading Buy	0.79	0.87	0.74	10%	-7%	1.45x	0.88	0.73	0.85	SL Hit	8/12/2020
AEMULUS HOLDINGS BHD	4/12/2020	Trading Buy	0.72	0.79	0.67	10%	-6%	1.56x	0.72	0.63	0.63	SL Hit	11/12/2020
ORNAPAPER BHD	8/12/2020	Trading Buy	1.54	1.68	1.43	9%	-7%	1.27x	1.66	1.53	1.63	Open	
HEVEABOARD BHD	8/12/2020	Trading Buy	0.74	0.80	0.69	8%	-7%	1.20x	0.78	0.72	0.74	Open	
SKP RESOURCES BHD	9/12/2020	Trading Buy	2.15	2.37	1.95	10%	-9%	1.10x	2.19	2.03	2.05	Open	
THONG GUAN INDUSTRIES BHD	9/12/2020	Trading Buy	2.72	2.99	2.48	10%	-9%	1.13x	2.82	2.62	2.67	Open	
MEDIA PRIMA BHD	10/12/2020	Trading Buy	0.25	0.30	0.20	20%	-20%	1.00x	0.30	0.24	0.29	TP Hit	14/12/2020
ECONPILE HOLDINGS BHD	10/12/2020	Trading Buy	0.57	0.63	0.51	11%	-11%	1.00x	0.59	0.52	0.53	Open	
V.S. INDUSTRY BERHAD	11/12/2020	Trading Buy	2.63	2.95	2.45	12%	-7%	1.78x	2.73	2.56	2.63	Open	
MTAG GROUP BHD	11/12/2020	Trading Buy	0.76	0.83	0.71	10%	-6%	1.67x	0.77	0.71	0.73	SL Hit	15/12/2020
TAN CHONG MOTOR HOLDINGS BHD	15/12/2020	Trading Buy	1.18	1.32	1.05	12%	-11%	1.08x	1.20	1.18	1.19	Open	
DRB-HICOM BHD	15/12/2020	Trading Buy	2.10	2.33	1.87	11%	-11%	1.00x	2.10	2.04	2.05	Open	
MALAYSIAN RESOURCES CORP BHD	16/11/2020	Trading Buy	0.49	0.57	0.41	16%	-16%	1.00x	0.53	0.43	0.51	Open	
PCCS GROUP BERHAD	16/11/2020	Trading Buy	0.44	0.49	0.39	13%	-10%	1.22x	0.52	0.43	0.46	Open	
EA TECHNIQUE M BHD	17/11/2020	Trading Buy	0.28	0.35	0.25	25%	-11%	2.33x	0.31	0.27	0.30	Open	
PROLEXUS BHD	17/11/2020	Trading Buy	1.55	1.72	1.40	11%	-10%	1.13x	1.64	1.35	1.41	Open	



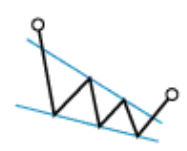


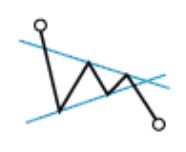

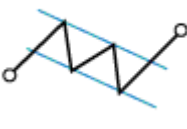
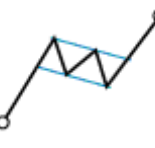

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Technical Terms:

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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