

26 February 2021

By Vincent Tee | vincent.tee@kenanga.com.my

Daily technical highlights – (LIONIND, AEMULUS)

Daily Charting – LIONIND (Trading Buy)



About the Stock:		Key Support & Resistance Levels	
Name	: Lion Industries Bhd	52 Week High/Low	: 0.97/0.12
Bursa Code	: LIONIND	3-m Avg. Daily Vol.	: 36,106,990.0
CAT Code	: 4235	Free Float (%)	: 46.7
Market Cap	: RM660.4m	Beta vs. KLCI	: 1.3
		Last Price	: RM0.970
		Resistance	: RM1.10 (R1) RM1.20 (R2)
		Stop Loss	: RM0.840

Lion Industries Bhd (Trading Buy)

- LIONIND is an investment holding company that has businesses mainly in the steel, property development and building materials sectors.
- We believe the group would benefit from record steel prices (currently hovering at 5-year high) as c.>50% of its revenue are contributed by the steel segment. At the bottomline level, the group's steel division has turned from a loss of RM1.6m in 1QFY21 to a net profit of RM143k in 2QFY21.
- QoQ, the group's revenue has decreased marginally to RM681.3m in 2QFY21 (-4% QoQ) due to lower sales volume on steel products. Meanwhile, the group's core loss – after stripping out gains on settlement of secured debts (RM191.9m) and expenses incurred for corporate exercises (RM23.9m) – has widened to RM37.3m (-34% QoQ) in 2QFY21.
- Chart-wise, the stock has rallied since December last year following the completion of the "Saucer Pattern". Since then, the stock has been trading above its 20-Day simple moving average (SMA) line. Given the prevailing positive signs from all key SMAs, we believe the stock will continue its upward momentum to trend higher ahead.
- With that, our resistance levels are set at RM1.10 (R1; +13% upside potential) and RM1.20 (R2; +24% upside potential).
- Meanwhile, our stop loss is set at RM0.840 (-13% downside risk).

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Daily Charting – AEMULUS (Trading Buy)



About the Stock:		Key Support & Resistance Levels	
Name	: Aemulus Holdings Bhd	52 Week High/Low	: 1.04/0.08
Bursa Code	: AEMULUS	3-m Avg. Daily Vol.	: 15,931,020.0
CAT Code	: 0181	Free Float (%)	: 55.8
Market Cap	: RM499.9m	Beta vs. KLCI	: 1.8
		Last Price	: RM0.825
		Resistance	: RM0.925 (R1) RM1.04 (R2)
		Stop Loss	: RM0.750

Aemulus Holdings Bhd (Trading Buy)

- AEMULUS is engaged in the designing and assembling of automated test equipment and measurement instruments. The group's stress testers are mainly used in the RF (radio frequency) sector which is set to ride on its increased adoption for 5G applications.
- The group is benefitting from its China partnership with Tangrenmicro Intelligence as China continues to increase its self-sufficiency in the semiconductor production value chain post the US trade sanctions.
- QoQ, the group saw an increase in revenue to RM11.5m in 1QFY21 (+59% QoQ), lifted by higher orders from the Far East region for their flagship products. Meanwhile, the group's earnings rose in tandem to RM1.5m (+50% QoQ).
- Chart-wise, the stock made a Kumo Breakout in early February this year to hit an all-time high of RM1.04. Ichimoku-wise, with the stock continues to trade above the bullish Kumo clouds, we believe the upward trajectory could extend moving forward.
- With that, our key resistance levels are set at RM0.925 (R1; +12% upside potential) and RM1.04 (R2; +26% upside potential).
- Meanwhile, our stop loss is pegged at RM0.750 (-9% downside risk).

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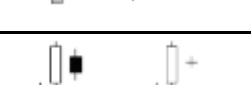
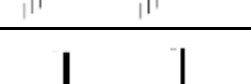
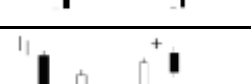

STOCK CALL MONITOR*

Stock Name	Issue Date (ID)	Rating	Price @ ID	Target Price (TP)	Stop Loss Price (SL)	Upside Potential @	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			
ENGTEX GROUP BHD	27/1/2021	Trading Buy	0.57	0.65	0.51	14%	-11%	1.33x	0.75	0.54	0.74	TP Hit	15/2/2021
MALAYSIA STEEL WORKS KL BHD	27/1/2021	Trading Buy	0.55	0.61	0.50	11%	-9%	1.20x	0.72	0.49	0.70	SL Hit	2/2/2021
LAGENDA PROPERTIES BHD	29/1/2021	Trading Buy	1.51	1.68	1.35	11%	-11%	1.06x	1.80	1.49	1.58	TP Hit	5/2/2021
KPOWER BHD	29/1/2021	Trading Buy	2.69	3.00	2.40	12%	-11%	1.07x	2.67	2.00	2.15	SL Hit	2/2/2021
TALIWORKS CORP BHD	3/2/2021	Trading Buy	0.81	0.88	0.75	9%	-7%	1.17x	0.85	0.81	0.83	Open	
YTL CORP BHD	3/2/2021	Trading Buy	0.65	0.72	0.59	11%	-9%	1.17x	0.69	0.65	0.67	Open	
AMMB HOLDINGS BHD	4/2/2021	Trading Buy	3.24	3.62	3.00	12%	-7%	1.58x	3.44	3.18	3.23	Open	
ECONPILE HOLDINGS BHD	4/2/2021	Trading Buy	0.41	0.48	0.36	19%	-11%	1.67x	0.48	0.40	0.44	TP Hit	22/2/2021
ANCOM BHD	5/2/2021	Trading Buy	1.07	1.20	0.95	12%	-11%	1.08x	1.33	1.06	1.27	TP Hit	11/2/2021
SPRING ART HOLDINGS BHD	5/2/2021	Trading Buy	0.39	0.43	0.35	12%	-10%	1.13x	0.49	0.33	0.34	TP Hit	8/2/2021
ARB BHD	9/2/2021	Trading Buy	0.28	0.32	0.24	14%	-14%	1.00x	0.46	0.28	0.39	TP Hit	15/2/2021
SOLUTION GROUP BHD	9/2/2021	Trading Buy	1.31	1.50	1.16	15%	-11%	1.27x	1.50	1.22	1.43	TP Hit	23/2/2021
COASTAL CONTRACTS BHD	10/2/2021	Trading Buy	0.73	0.81	0.64	12%	-12%	1.00x	0.87	0.71	0.82	TP Hit	18/2/2021
JOHORE TIN BHD	10/2/2021	Trading Buy	1.89	2.16	1.66	14%	-12%	1.17x	1.94	1.84	1.89	Open	
HAP SENG PLANTATIONS HLDGS	11/2/2021	Trading Buy	1.75	1.93	1.60	10%	-9%	1.20x	1.90	1.76	1.90	Open	
MALAYSIA BUILDING SOCIETY	11/2/2021	Trading Buy	0.65	0.72	0.59	11%	-10%	1.08x	0.69	0.64	0.68	Open	
NOTION VTEC BHD	16/2/2021	Trading Buy	0.95	1.11	0.81	17%	-15%	1.14x	1.03	0.86	0.88	Open	
SALUTICA BHD	16/2/2021	Trading Buy	0.67	0.78	0.57	16%	-15%	1.10x	0.70	0.57	0.60	SL Hit	24/2/2021
EXCEL FORCE MSC BHD	17/2/2021	Trading Buy	0.47	0.55	0.40	18%	-14%	1.31x	0.52	0.46	0.51	Open	
N2N CONNECT BHD	17/2/2021	Trading Buy	0.83	0.95	0.73	14%	-12%	1.20x	0.83	0.77	0.81	Open	
CCK CONSOLIDATED HOLDINGS BH	18/2/2021	Trading Buy	0.60	0.67	0.53	12%	-12%	1.00x	0.62	0.57	0.59	Open	
GREEN PACKET BHD	18/2/2021	Trading Buy	0.40	0.46	0.35	16%	-11%	1.44x	0.47	0.40	0.40	TP Hit	19/2/2021
JHM CONSOLIDATION BHD	19/2/2021	Trading Buy	2.42	2.70	2.14	12%	-12%	1.00x	2.45	2.13	2.44	SL Hit	24/2/2021
SARAWAK PLANTATION BHD	19/2/2021	Trading Buy	2.14	2.38	1.95	11%	-9%	1.26x	2.16	2.04	2.07	Open	
UCHI TECHNOLOGIES BHD	23/2/2021	Trading Buy	3.08	3.33	2.83	8%	-8%	1.00x	3.38	3.02	3.29	TP Hit	25/2/2021
MALAYSIAN BULK CARRIERS BHD	23/2/2021	Trading Buy	0.51	0.60	0.43	18%	-16%	1.13x	0.54	0.47	0.48	Open	
DATASONIC GROUP BHD	24/2/2021	Trading Buy	0.53	0.62	0.45	18%	-14%	1.27x	0.53	0.50	0.51	Open	
GHL SYSTEMS BERHAD	24/2/2021	Trading Buy	1.80	2.04	1.58	13%	-12%	1.09x	1.84	1.71	1.78	Open	
PERDANA PETROLEUM BHD	25/2/2021	Trading Buy	0.17	0.21	0.13	27%	-21%	1.29x	0.18	0.17	0.17	Open	
BOUSTEAD PLANTATIONS BHD	25/2/2021	Trading Buy	0.57	0.64	0.50	13%	-12%	1.15x	0.57	0.56	0.57	Open	



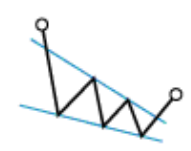


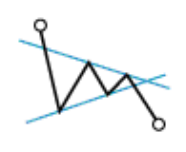

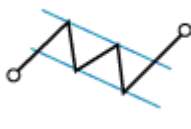


* Tracks our stock recommendations on a one-month rolling basis from issue date. Stock names will drop out from the list after one month from issue date regardless of their status.

[^] Status will be categorised as either: (i) "TP hit" when stock reaches target price first OR (ii) "SL hit" when stock touches stop loss first OR (iii) "Open" when neither TP nor SL has been hit.

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 E-mail: research@kenanga.com.my

