

02 March 2021

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Daily technical highlights – (JAG, HPMT)

Daily Charting – JAG (Trading Buy)



About the Stock:		Key Support & Resistance Levels	
Name	: JAG Bhd	52 Week High/Low	: 0.40/0.10
Bursa Code	: JAG	3-m Avg. Daily Vol.	: 22,663,290
CAT Code	: 0024	Free Float (%)	: 40.7
Market Cap	: RM162.2m	Beta vs. KLCI	: 1.9
		Last Price	: RM0.315
		Resistance	: RM0.38 (R1) RM0.43 (R2)
		Stop Loss	: RM0.25

JAG Bhd (Trading Buy)

- JAG is one of Malaysia’s leading total waste management services provider by market share. The Group is also involved in the coin-operated laundry services, property development & software solutions.
- The stock is an indirect proxy to the fast growing electrical and electronic industry in Malaysia given its niche in the recovery and recycling business of e-waste (electrical & electronic wastes). JAG sources for materials or wastes from a supply chain that is backed by electrical & electronic industry players and semiconductor manufacturers in Malaysia, and then extracts and processes the e-wastes into ferrous, non-ferrous and precious metals.
- The bulk of its sales revenue is derived from export markets to countries like China, Japan and Philippines with the commonly traded commodities being copper, tin, silver and gold. Hence, the Group stands to benefit from the ongoing rally in these commodity prices.
- Reflecting the positive impact, JAG reported net profit of RM3.0m (+19% YoY; +22% QoQ) in 4QFY20, taking its full-year earnings to RM9.2m (versus net loss of RM11.9m previously). Assuming annualised earnings of RM12m based on its 4QFY20 result, this translates to an undemanding FY21 PER of 13.5x.
- In addition, the Group plans to develop a proposed solar energy plant capacity of up to 29MWac by leasing 112 acres of land in Perak to participate in a bidding process for the large-scale solar programme by the Malaysian government.
- On the chart, after bouncing up from a recent low of RM0.15 in the beginning of November last year to break past the 100-day SMA line, JAG shares will probably plot higher highs going forward.
- Riding on the uptrend, the stock could swing towards our resistance thresholds of RM0.38 (R1; 21% upside potential) and RM0.43 (R2; 37% upside potential), respectively.
- We have pegged our stop loss price at RM0.25 (or 21% downside risk from its last traded price of RM0.315).

Daily Charting – HPMT (Trading Buy)



About the Stock:		Key Support & Resistance Levels	
Name	: HPMT Holdings Bhd	52 Week High/Low	: 0.56/0.26
Bursa Code	: HPMT	3-m Avg. Daily Vol.	: 1,500,317
CAT Code	: 5291	Free Float (%)	: 33.1
Market Cap	: RM161.0m	Beta vs. KLCI	: N.A.
		Last Price	: RM0.49
		Resistance	: RM0.56 (R1) RM0.61 (R2)
		Stop Loss	: RM0.42

HPMT Holdings Bhd (Trading Buy)

- HPMT is involved in the manufacturing and distribution of cutting tools as well as trading of auxiliary cutting tools, equipment and accessories for metalworking. These cutting tools are part of an engineering function that are used (by the likes of electronic and automotive manufacturers) to support the machining process by performing metal chip removal according to the engineering precision tolerance levels.
- The Group posted stronger net profit of RM3.6m (+53% YoY; +62% QoQ) in 4QFY20, lifting FY Dec 20 earnings to RM8.3m (+6% YoY). Its healthy balance sheet is backed by net cash holdings & fund investments of RM25.6m (or 7.8 sen per share) as of end-Dec last year.
- From a technical perspective, HPMT shares are currently riding an uptrend after plotting higher highs and higher lows since early November last year.
- And with the stochastic indicator showing the %K line is on the verge of cutting above the %D line around the oversold level, the stock is poised to extend its upward trajectory ahead.
- A bullish breakout could then send the share price to challenge our resistance thresholds of RM0.56 (R1; 14% upside potential) and RM0.61 (R2; 24% upside potential).
- Our stop loss price is set at RM0.42 (representing a 14% downside risk).

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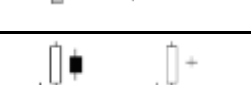
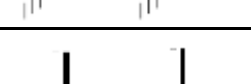
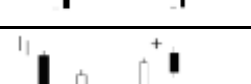

STOCK CALL MONITOR*

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			
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	3.16	3.16	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	1.38	1.06	1.37	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	0.32	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	0.40	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	1.45	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	0.78	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	1.77	1.79	Open	
HAP SENG PLANTATIONS HLDGS	11/2/2021	Trading Buy	1.75	1.93	1.60	10%	-9%	1.20x	1.90	1.76	1.87	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	0.83	0.83	Open	
SALUTICA BHD	16/2/2021	Trading Buy	0.67	0.78	0.57	16%	-15%	1.10x	0.70	0.57	0.59	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	0.48	Open	
N2N CONNECT BHD	17/2/2021	Trading Buy	0.83	0.95	0.73	14%	-12%	1.20x	0.83	0.77	0.78	Open	
CCK CONSOLIDATED HOLDINGS BH	18/2/2021	Trading Buy	0.60	0.67	0.53	12%	-12%	1.00x	0.63	0.57	0.62	Open	
GREEN PACKET BHD	18/2/2021	Trading Buy	0.40	0.46	0.35	16%	-11%	1.44x	0.47	0.38	0.38	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	2.29	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	2.04	Open	
UCHI TECHNOLOGIES BHD	23/2/2021	Trading Buy	3.08	3.33	2.83	8%	-8%	1.00x	3.39	3.02	3.30	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	0.16	0.17	Open	
BOUSTEAD PLANTATIONS BHD	25/2/2021	Trading Buy	0.57	0.64	0.50	13%	-12%	1.15x	0.57	0.55	0.55	Open	
LION INDUSTRIES CORP BHD	26/2/2021	Trading Buy	0.97	1.10	0.84	13%	-13%	1.00x	0.97	0.80	0.81	SL Hit	1/3/2021
AEMULUS HOLDINGS BHD	26/2/2021	Trading Buy	0.83	0.93	0.75	12%	-9%	1.33x	0.81	0.76	0.79	Open	



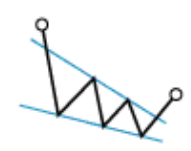


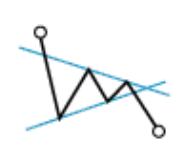

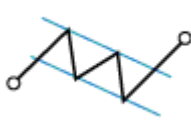
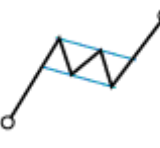

* Tracks our stock recommendations on a one-month rolling basis from issue date. Stock names will drop out from the list after one month from issue date regardless of their status.

[^] 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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