

08 April 2021

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Daily technical highlights – (ASTRO, IJM)

Daily Charting – ASTRO (Trading Buy)



About the Stock:		Key Support & Resistance Levels	
Name	Astro Malaysia Holdings Bhd	52 Week High/Low	1.07/0.71
Bursa Code	ASTRO	3-m Avg. Daily Vol.	3,350,816
CAT Code	6399	Free Float (%)	36%
Market Cap	RM5,214.5m	Beta vs. KLCI	1.0
		Last Price	RM1.00
		Resistance	RM1.11 (R1) RM1.24 (R2)
		Stop Loss	RM0.90

Astro Malaysia Holdings Berhad (Trading Buy)

- ASTRO is principally involved in providing a variety of entertainment contents across its TV, radio, digital and commerce platforms.
- In 2019, ASTRO launched Ultra Box, their latest 4K UHD set-top box, which has been gaining traction judging by its most recent 44% QoQ growth in installations. Their recently launched Ulti Box (a HD set-top box) is also expected to be well received due to its cheaper installation charges compared to Ultra Box.
- Moving forward, consensus expects ASTRO to achieve a core net profit of RM524m and RM554m in FY Jan 22 and FY Jan 23, respectively. At the current share price, these imply forward PERs of 10x and 9.4x respectively, both of which are below its 5-year historical average of 15.2x.
- Technically speaking, the share price has been forming higher lows into resistance since bottoming out in November 2020.
- Since breaking above the 100-day SMA in November 2020, the share price has continued to tread above it, suggesting that its uptrend pattern remains intact.
- With the MACD line hovering above both the signal line and zero line, we believe that the stock could be attempting to pull away further from the former resistance level of RM0.98.
- The anticipated upward movement could then lift the share price to challenge our resistance levels of RM1.11 (R1; 11% upside potential) and RM1.24 (R2; 24% upside potential).
- We have pegged our stop loss price at RM0.90 (10% downside risk).



About the Stock:		Key Support & Resistance Levels	
Name	: IJM Corporation Bhd	52 Week High/Low	: 2.02/1.20
Bursa Code	: IJM	3-m Avg. Daily Vol.	: 3,310,166
CAT Code	: 3336	Free Float (%)	: 58%
Market Cap	: RM6,473.6m	Beta vs. KLCI	: 1.2
		Last Price	: RM1.79
		Resistance	: RM1.98 (R1) RM2.12 (R2)
		Stop Loss	: RM1.60

IJM Corporation Berhad (Trading Buy)

- IJM provides construction services. The group is also involved in property development, quarrying, manufacturing of premix products, oil palm plantations and education services.
- In the most recent quarter, IJM has seen strong property and plantation contributions due to higher-than-expected property sales and CPO prices, respectively. This brought the group’s YTD earnings to RM164m (-14% YoY) for the nine-month period ended Dec 2020.
- Moving forward, consensus expects the group to make RM247m and RM340m in FY March 21 and FY March 22, respectively. These imply forward PERs of 26.2x and 19x, respectively.
- Meanwhile, the emergence of Sunway Bhd as a shareholder in IJM (with a 4.95% stake as of end-Feb 2021 based on recent news report) could be seen as a vote of confidence in the fundamentals of the group.
- Technically speaking, the share price has been forming higher lows into resistance since bottoming out in August 2020.
- In one of the recent swing lows, the share price found strong support along the 125-day SMA before rebounding upwards, suggesting that the price is still on an uptrend.
- With the MACD line trading above the signal line and heading upwards, an anticipated upward movement in the share price could challenge our resistance levels of RM1.98 (R1; 11% upside potential) and RM2.12 (R2; 18% upside potential).
- We have pegged our stop loss price at RM1.60 (11% 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	Status [^]	Date Status Fulfilled
			RM	RM	RM	%	%	RM	RM	RM			
BERJAYA SPORTS TOTO BHD	9/3/2021	Trading Buy	2.13	2.36	1.96	11%	-8%	1.35x	2.18	2.09	2.14	Open	
LOTTE CHEMICAL TITAN HOLDING	9/3/2021	Trading Buy	2.27	2.62	2.00	15%	-12%	1.30x	2.76	2.30	2.50	TP Hit	18/3/2021
SARAWAK CONSOLIDATED INDUSTR	10/3/2021	Trading Buy	1.75	1.95	1.56	11%	-11%	1.05x	2.05	1.68	1.71	TP Hit	11/3/2021
MAGNI-TECH INDUSTRIES BHD	10/3/2021	Trading Buy	2.46	2.80	2.20	14%	-11%	1.31x	2.55	2.30	2.38	Open	
CYPARK RESOURCES BHD	11/3/2021	Trading Buy	1.42	1.60	1.24	13%	-13%	1.00x	1.47	1.28	1.36	Open	
MALAKOFF CORP BHD	11/3/2021	Trading Buy	0.87	0.95	0.79	10%	-9%	1.13x	0.88	0.83	0.86	Open	
AWC BERHAD	12/3/2021	Trading Buy	0.63	0.74	0.57	18%	-9%	2.00x	0.75	0.62	0.67	TP Hit	15/3/2021
KPOWER BHD	12/3/2021	Trading Buy	2.13	2.40	1.90	13%	-11%	1.17x	2.31	1.85	1.91	SL Hit	23/3/2021
BIOALPHA HOLDINGS BHD	16/3/2021	Trading Buy	0.24	0.28	0.20	17%	-17%	1.00x	0.25	0.22	0.22	Open	
BINTAI KINDEN CORPORATION	16/3/2021	Trading Buy	0.48	0.55	0.41	16%	-14%	1.15x	0.49	0.44	0.45	Open	
KELINGTON GROUP BHD	17/3/2021	Trading Buy	1.95	2.25	1.68	15%	-14%	1.11x	2.35	1.92	2.29	TP Hit	7/4/2021
TROPICANA CORP BHD	17/3/2021	Trading Buy	0.87	0.95	0.80	9%	-8%	1.14x	0.93	0.84	0.86	Open	
TCS GROUP HOLDINGS BHD	18/3/2021	Trading Buy	0.64	0.73	0.55	15%	-13%	1.12x	0.64	0.54	0.55	SL Hit	23/3/2021
TSH RESOURCES BHD	18/3/2021	Trading Buy	1.12	1.24	1.00	11%	-11%	1.00x	1.13	1.04	1.05	Open	
LAGENDA PROPERTIES BHD	19/3/2021	Trading Buy	1.56	1.75	1.40	12%	-10%	1.19x	1.69	1.46	1.65	Open	
JF TECHNOLOGY BHD	19/3/2021	Trading Buy	1.33	1.50	1.17	13%	-12%	1.06x	1.32	1.18	1.23	Open	
SECUREMETRIC BHD	23/3/2021	Trading Buy	0.15	0.19	0.12	27%	-20%	1.33x	0.17	0.15	0.15	Open	
OMESTI BHD	23/3/2021	Trading Buy	0.49	0.55	0.44	13%	-9%	1.44x	0.52	0.47	0.49	Open	
THONG GUAN INDUSTRIES BHD	24/3/2021	Trading Buy	2.27	2.55	2.04	12%	-10%	1.22x	2.45	2.20	2.39	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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			RM	RM	RM	%	%	RM	RM	RM			
SCGM BHD	24/3/2021	Trading Buy	1.77	2.06	1.60	16%	-10%	1.71x	2.27	1.77	2.18	TP Hit	2/4/2021
KERJAYA PROSPEK GROUP BHD	25/3/2021	Trading Buy	1.18	1.32	1.06	12%	-10%	1.17x	1.39	1.18	1.37	TP Hit	29/3/2021
MALAYSIAN RESOURCES CORP BHD	25/3/2021	Trading Buy	0.49	0.57	0.42	18%	-13%	1.31x	0.52	0.46	0.49	Open	
KERJAYA PROSPEK PROPERTY BHD	26/3/2021	Trading Buy	1.26	1.43	1.11	13%	-12%	1.13x	1.37	1.20	1.35	Open	
GLOBETRONICS TECHNOLOGY BHD	26/3/2021	Trading Buy	2.70	3.00	2.40	11%	-11%	1.00x	2.91	2.64	2.78	Open	
SHIN YANG SHIPPING CORP BHD	30/3/2021	Trading Buy	0.37	0.42	0.32	14%	-14%	1.00x	0.38	0.32	0.34	SL Hit	1/4/2021
POWER ROOT BHD	30/3/2021	Trading Buy	1.75	1.98	1.55	13%	-11%	1.15x	1.76	1.70	1.75	Open	
DRB-HICOM BHD	31/3/2021	Trading Buy	1.97	2.19	1.75	11%	-11%	1.00x	1.97	1.91	1.92	Open	
SLP RESOURCES BHD	31/3/2021	Trading Buy	0.84	0.93	0.76	11%	-10%	1.13x	0.88	0.84	0.88	Open	
MY EG SERVICES BHD	1/4/2021	Trading Buy	1.97	2.21	1.74	12%	-12%	1.04x	2.01	1.96	1.97	Open	
UNITED U-LI CORP BHD	1/4/2021	Trading Buy	0.96	1.07	0.85	11%	-11%	1.00x	1.00	0.93	1.00	Open	
JHM CONSOLIDATION BHD	2/4/2021	Trading Buy	1.95	2.25	1.70	15%	-13%	1.20x	2.12	1.96	1.99	Open	
INARI AMERTRON BHD	2/4/2021	Trading Buy	3.38	3.75	3.00	11%	-11%	0.97x	3.56	3.35	3.41	Open	
TOMYPAK HOLDINGS	6/4/2021	Trading Buy	0.61	0.70	0.52	16%	-14%	1.12x	0.64	0.61	0.64	Open	
BP PLASTICS HOLDING BHD	6/4/2021	Trading Buy	1.39	1.55	1.24	12%	-11%	1.07x	1.40	1.38	1.38	Open	
STAR MEDIA GROUP BHD	7/4/2021	Trading Buy	0.42	0.48	0.38	14%	-10%	1.50x	0.45	0.42	0.44	Open	
7-ELEVEN MALAYSIA HOLDINGS B	7/4/2021	Trading Buy	1.52	1.70	1.35	12%	-11%	1.06x	1.55	1.49	1.54	Open	

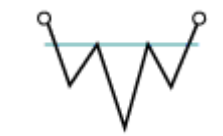

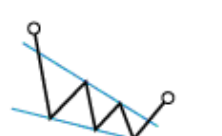


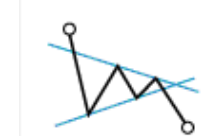
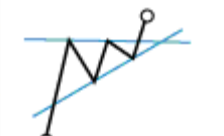
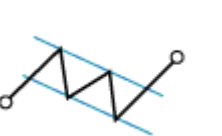


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Technical Terms:

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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Published and printed by:

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