

28 April 2021

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Daily technical highlights – (HIBISCS, ARMADA)

Daily Charting – HIBISCS (Trading Buy)



About the Stock:		Key Support & Resistance Levels	
Name	Hibiscus Petroleum Bhd	52 Week High/Low	0.745/0.42
Bursa Code	HIBISCS	3-m Avg. Daily Vol.	26,898,003
CAT Code	5199	Free Float (%)	87.8
Market Cap	RM1,252.8m	Beta vs. KLCI	1.8
		Last Price	RM0.63
		Resistance	RM0.71 (R1) RM0.77 (R2)
		Stop Loss	RM0.56

Hibiscus Petroleum Bhd (Trading Buy)

- The current share price weakness of HIBISCS – which has pulled back 15% from a peak of RM0.745 in mid-February this year – presents a timely trading buy opportunity for investors.
- On the chart, the stock has been riding an uptrend marked by a sequence of higher lows after recovering from a trough of RM0.25 in March last year.
- With the share price presently hovering near the positive sloping trendline and the 100-day SMA line (both of which have provided steady support on several occasions recently), its immediate downside risk appears limited.
- In the opposite direction, a probable run-up is expected to lift the stock towards our resistance thresholds of RM0.71 (R1; 13% upside potential) and RM0.77 (22% upside potential).
- Our stop loss price is set at RM0.56 (representing a 11% downside risk).
- As Malaysia's first listed independent oil and gas exploration and production company, HIBISCS' key activities are focused on oil producing fields with a portfolio of development and production assets located in Malaysia, United Kingdom and Australia.
- The group – which stands to benefit from elevated crude oil prices – is on the road to earnings recovery after registering net profit of RM12.0m (-77% YoY / +20% QoQ) in the quarter ended December 2020, taking its first half earnings to RM22.0m (-67% YoY).
- Going forward, based on consensus expectations, HIBISCS is projected to make net earnings of RM75m in FY June 2021 and RM108m in FY June FY 2022. This translates to forward PERs of 16.7x this year and 11.6x next year, respectively.

Daily Charting – ARMADA (Trading Buy)



About the Stock:		Key Support & Resistance Levels	
Name	: Bumi Armada Bhd	52 Week High/Low	: 0.50/0.155
Bursa Code	: ARMADA	3-m Avg. Daily Vol.	: 50,235,048
CAT Code	: 5210	Free Float (%)	: 40.0
Market Cap	: RM2,354.4m	Beta vs. KLCI	: 1.9
		Last Price	: RM0.40
		Resistance	: RM0.45 (R1) RM0.50 (R2)
		Stop Loss	: RM0.36

Bumi Armada Bhd (Trading Buy)

- ARMADA's share price appears technically interesting following its tumble from a high of RM0.50 in mid-March this year to close at RM0.40 yesterday.
- With the stock on the verge of crossing back above the lower Bollinger Band after slipping below it previously and the stochastic indicator also looking eager to reverse from an oversold position, the shares are poised to stage an upward bias ahead.
- On the back of the anticipated rebound, the stock could climb towards our resistance thresholds of RM0.45 (R1; 13% upside potential) and RM0.50 (R2; 25% upside potential).
- We have placed our stop loss price at RM0.36 (or 10% downside risk).
- In terms of business activities, as an international offshore energy facilities and services provider, ARMADA offers offshore services via two business units – floating production & operations (FPO) and offshore marine services (OMS).
- Driven by a better performance from the FPO business, the group saw its 4QFY20 net profit jumping to RM144.1m (versus 4QFY19's net loss of RM235.2m and 3QFY20's net profit of RM85.6m), which then lifted the full-year bottomline to RM125.6m (+114% YoY) in FY December 2020.
- With its future earnings underpinned by an orderbook of RM16b as at end December last year, consensus is forecasting ARMADA to post net profit of RM428m in FY21 and RM448m in FY22. This implies forward PERs of 5.5x this year and 5.3x next year, respectively.

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STOCK CALL MONITOR*

Stock Name	Issue Date (ID)	Rating	Price @ ID RM	Target Price (TP) RM	Stop Loss Price (SL) RM	Upside Potential @ ID %	Downside Risk @ ID %	Risk to Reward Ratio	Highest Price since ID RM	Lowest Price since ID RM	Last Price RM	Status [^]	Date Status Fulfilled
SHIN YANG SHIPPING CORP BHD	30/3/2021	Trading Buy	0.37	0.42	0.32	14%	-14%	1.00x	0.40	0.32	0.37	SL Hit	1/4/2021
POWER ROOT BHD	30/3/2021	Trading Buy	1.75	1.98	1.55	13%	-11%	1.15x	1.86	1.70	1.73	Open	
DRB-HICOM BHD	31/3/2021	Trading Buy	1.97	2.19	1.75	11%	-11%	1.00x	1.97	1.86	1.88	Open	
SLP RESOURCES BHD	31/3/2021	Trading Buy	0.84	0.93	0.76	11%	-10%	1.13x	1.06	0.84	0.96	TP Hit	13/4/2021
MY EG SERVICES BHD	1/4/2021	Trading Buy	1.97	2.21	1.74	12%	-12%	1.04x	2.02	1.95	1.99	Open	
UNITED U-LI CORP BHD	1/4/2021	Trading Buy	0.96	1.07	0.85	11%	-11%	1.00x	1.31	0.93	1.28	TP Hit	9/4/2021
JHM CONSOLIDATION BHD	2/4/2021	Trading Buy	1.95	2.25	1.70	15%	-13%	1.20x	2.12	1.92	2.05	Open	
INARI AMERTRON BHD	2/4/2021	Trading Buy	3.38	3.75	3.00	11%	-11%	0.97x	3.62	3.35	3.56	Open	
TOMYPAK HOLDINGS	6/4/2021	Trading Buy	0.61	0.70	0.52	16%	-14%	1.12x	0.64	0.56	0.58	Open	
BP PLASTICS HOLDING BHD	6/4/2021	Trading Buy	1.39	1.55	1.24	12%	-11%	1.07x	1.41	1.35	1.37	Open	
STAR MEDIA GROUP BHD	7/4/2021	Trading Buy	0.42	0.48	0.38	14%	-10%	1.50x	0.45	0.39	0.40	Open	
7-ELEVEN MALAYSIA HOLDINGS B	7/4/2021	Trading Buy	1.52	1.70	1.35	12%	-11%	1.06x	1.65	1.38	1.50	Open	
ASTRO MALAYSIA HOLDINGS BHD	8/4/2021	Trading Buy	0.99	1.11	0.90	13%	-9%	1.47x	1.10	0.96	1.07	Open	
IJM CORP BHD	8/4/2021	Trading Buy	1.79	1.98	1.60	11%	-11%	1.00x	2.06	1.76	1.87	TP Hit	16/4/2021
SAMCHEM HOLDINGS BHD	9/4/2021	Trading Buy	1.46	1.65	1.30	13%	-11%	1.19x	1.99	1.44	1.87	TP Hit	13/4/2021
OCEANCASH PACIFIC BHD	9/4/2021	Trading Buy	0.57	0.65	0.50	14%	-12%	1.23x	0.66	0.52	0.60	TP Hit	26/4/2021
MUDA HOLDINGS BERHAD	13/4/2021	Trading Buy	2.81	3.26	2.48	16%	-12%	1.36x	2.89	2.75	2.76	Open	
TUNE PROTECT GROUP BHD	13/4/2021	Trading Buy	0.47	0.54	0.40	16%	-14%	1.15x	0.48	0.42	0.43	Open	
HSS ENGINEERS BHD	14/4/2021	Trading Buy	0.59	0.66	0.52	13%	-11%	1.15x	0.63	0.58	0.62	Open	
EITA RESOURCES BHD	14/4/2021	Trading Buy	0.94	1.10	0.82	18%	-12%	1.43x	1.13	0.95	1.04	TP Hit	15/4/2021

* 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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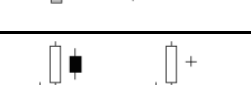
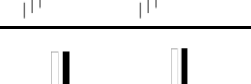


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FOUNDPAC GROUP BHD	15/4/2021	Trading Buy	0.83	0.95	0.72	15%	-13%	1.19x	0.91	0.81	0.88	Open	
KIMLUN CORP BHD	15/4/2021	Trading Buy	0.91	1.05	0.78	16%	-14%	1.16x	1.01	0.91	0.92	Open	
RGT BHD	16/4/2021	Trading Buy	0.45	0.50	0.39	12%	-12%	1.00x	0.45	0.41	0.43	Open	
REDTONE DIGITAL BHD	16/4/2021	Trading Buy	0.44	0.50	0.38	14%	-14%	1.00x	0.51	0.43	0.47	TP Hit	26/4/2021
OPCOM HOLDINGS BHD	20/4/2021	Trading Buy	0.60	0.67	0.54	13%	-9%	1.36x	0.61	0.56	0.57	Open	
OCK GROUP BHD	20/4/2021	Trading Buy	0.50	0.56	0.44	13%	-11%	1.18x	0.52	0.49	0.50	Open	
PANSAR BHD	21/4/2021	Trading Buy	0.72	0.81	0.64	13%	-11%	1.13x	0.75	0.71	0.72	Open	
OCR GROUP BERHAD	21/4/2021	Trading Buy	0.23	0.26	0.20	16%	-11%	1.40x	0.23	0.22	0.23	Open	
ECONPILE HOLDINGS BHD	22/4/2021	Trading Buy	0.48	0.53	0.42	12%	-12%	1.00x	0.49	0.46	0.47	Open	
UMW HOLDINGS BHD	22/4/2021	Trading Buy	3.48	3.85	3.11	11%	-11%	1.00x	3.50	3.31	3.34	Open	
WCT HOLDINGS BHD	23/4/2021	Trading Buy	0.54	0.60	0.48	11%	-11%	1.00x	0.55	0.51	0.52	Open	
FREIGHT MANAGEMENT HOLDINGS	23/4/2021	Trading Buy	1.51	1.75	1.28	16%	-16%	1.00x	2.09	1.52	1.81	TP Hit	23/4/2021
KAREX BHD	27/4/2021	Trading Buy	0.73	0.83	0.64	14%	-12%	1.24x	0.75	0.71	0.71	Open	
TECHFAST HOLDINGS BHD	27/4/2021	Trading Buy	0.39	0.45	0.35	15%	-10%	1.50x	0.40	0.37	0.38	Open	

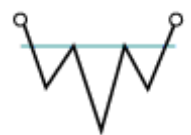




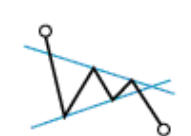

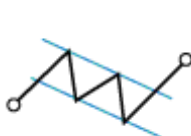

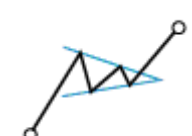
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Technical Terms:

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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