

12 April 2021

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A market rebound, likely to be an intermittent affair, is currently in progress for the Malaysian bourse following its swift comeback last week. The key FBMKLCI initially fell to an intra-week trough of 1,575 on Tuesday but subsequently recovered to touch a high of 1,615 before closing at 1,612 on Friday. This represents a weekly increase of 26.9 points or 1.7%, snapping a two-week losing streak previously. Over on Wall Street, the DJIA chalked up further gains of 647.4 points or 2.0% week-on-week to settle at 33,801.

With the return of selected buying interest from bargain hunters particularly on glove and telecommunications counters, trading activity on the local stock exchange stood at a daily average of 6.9b shares in volume and RM3.7b in value last week, versus the preceding week's daily average of 7.1b shares worth RM3.6b. This comes as gainers outnumbered losers in three of the five trading days.

Foreign investors were marginal net sellers and so were the domestic institutions (with net weekly selling flows of RM78m and RM11m, respectively). On the other hand, local retailers were still buying more shares than they had sold (valued at RM89m) during the week.

For the coming week, news flows are anticipated to be relatively dry with the calendar of events showing just the March palm oil industry statistics that is due for release later today.

Technically speaking, following last week's buoyant performance, the FBMKLCI could ride on the ongoing momentum to show resilience for the time being. While overall market breadth may remain broadly mixed, the benchmark index will probably range bound with a marginal upward bias. On the chart, after overcoming the 25-day SMA, the index's tentative crossing back above the 50-day SMA signals a likely continuation of its technical rebound from a short-term bottom. Hence, the FBMKLCI is expected to swing between 1,600 (S1) and 1,645 (R1) ahead while our next support and resistance thresholds are now positioned at 1,550 (S2) and 1,675 (R2), respectively.

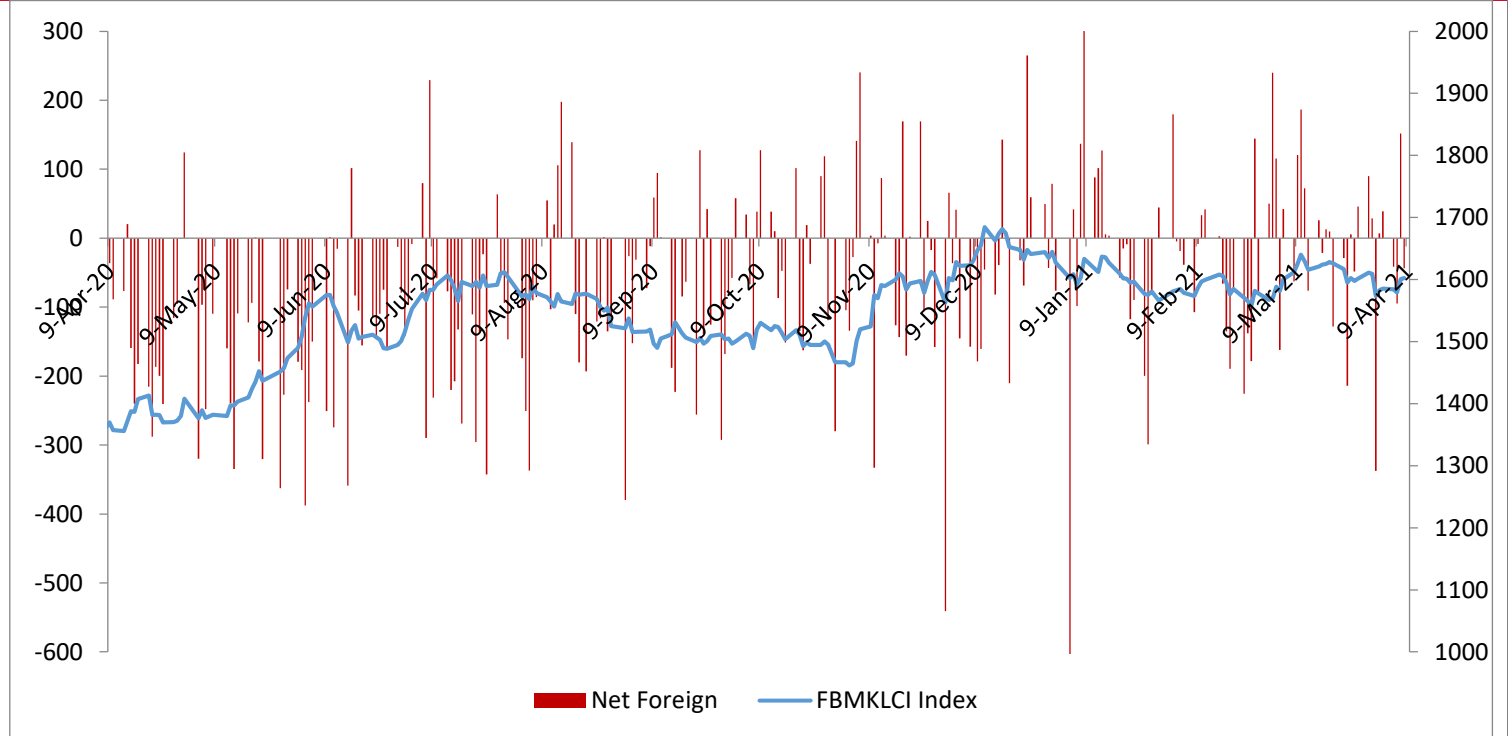
In the US, the DJIA on Wall Street may enter a consolidation mode to digest its recent gains following the 2,868.2 points or 9.3% jump since end-February this year. We have tweaked our key support and resistance levels to 33,200 (S1) / 32,350 (S2) and 34,100 (R1) / 35,400 (R2), respectively.



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Net Foreign Trade Position vs FBMKLCI



Foreign investors remained net sellers with net outflows of RM78.0m last week compared to cumulative net outflows of RM173.2m in the prior week.

Source: Kenanga Research

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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			
AWC BERHAD	12/3/2021	Trading Buy	0.63	0.74	0.57	18%	-9%	2.00x	0.75	0.62	0.73	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	2.07	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	0.46	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	0.85	Open	
TCS GROUP HOLDINGS BHD	18/3/2021	Trading Buy	0.64	0.73	0.55	15%	-13%	1.12x	0.64	0.54	0.58	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	1.04	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	1.27	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	0.54	0.47	0.54	Open	
THONG GUAN INDUSTRIES BHD	24/3/2021	Trading Buy	2.27	2.55	2.04	12%	-10%	1.22x	2.50	2.20	2.45	Open	
SCGM BHD	24/3/2021	Trading Buy	1.77	2.06	1.60	16%	-10%	1.71x	2.27	1.77	2.22	TP Hit	2/4/2021
KERJAYA PROSPEK GROUP BHD	25/3/2021	Trading Buy	1.18	1.32	1.06	12%	-10%	1.17x	1.45	1.18	1.44	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	0.48	Open	
KERJAYA PROSPEK PROPERTY BHD	26/3/2021	Trading Buy	1.26	1.43	1.11	13%	-12%	1.13x	1.37	1.20	1.32	Open	
GLOBETRONICS TECHNOLOGY BHD	26/3/2021	Trading Buy	2.70	3.00	2.40	11%	-11%	1.00x	2.91	2.64	2.77	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	0.37	SL Hit	1/4/2021
POWER ROOT BHD	30/3/2021	Trading Buy	1.75	1.98	1.55	13%	-11%	1.15x	1.81	1.70	1.80	Open	
DRB-HICOM BHD	31/3/2021	Trading Buy	1.97	2.19	1.75	11%	-11%	1.00x	1.97	1.91	1.93	Open	
SLP RESOURCES BHD	31/3/2021	Trading Buy	0.84	0.93	0.76	11%	-10%	1.13x	0.88	0.84	0.87	Open	
MY EG SERVICES BHD	1/4/2021	Trading Buy	1.97	2.21	1.74	12%	-12%	1.04x	2.01	1.95	1.98	Open	
UNITED U-LI CORP BHD	1/4/2021	Trading Buy	0.96	1.07	0.85	11%	-11%	1.00x	1.13	0.93	1.13	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	1.96	2.05	Open	
INARI AMERTRON BHD	2/4/2021	Trading Buy	3.38	3.75	3.00	11%	-11%	0.97x	3.56	3.35	3.38	Open	
TOMYPAK HOLDINGS	6/4/2021	Trading Buy	0.61	0.70	0.52	16%	-14%	1.12x	0.64	0.61	0.61	Open	
BP PLASTICS HOLDING BHD	6/4/2021	Trading Buy	1.39	1.55	1.24	12%	-11%	1.07x	1.40	1.38	1.37	Open	
STAR MEDIA GROUP BHD	7/4/2021	Trading Buy	0.42	0.48	0.38	14%	-10%	1.50x	0.45	0.42	0.43	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	
ASTRO MALAYSIA HOLDINGS BHD	8/4/2021	Trading Buy	1.00	1.11	0.90	11%	-10%	1.10x	1.00	0.97	0.98	Open	
IJM CORP BHD	8/4/2021	Trading Buy	1.79	1.98	1.60	11%	-11%	1.00x	1.80	1.76	1.78	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

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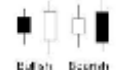

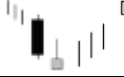



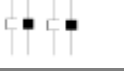
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SAMCHEM HOLDINGS BHD	9/4/2021	Trading Buy	1.46	1.65	1.30	13%	-11%	1.19x	1.49	1.44	1.47	Open	
OCEANCASH PACIFIC BHD	9/4/2021	Trading Buy	0.57	0.65	0.50	14%	-12%	1.23x	0.59	0.54	0.55	Open	

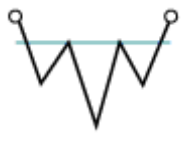
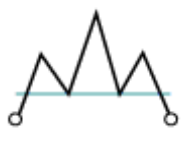
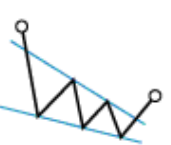


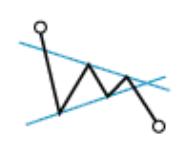
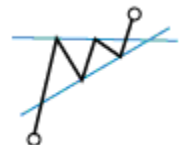
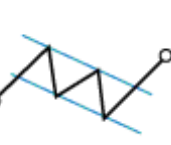

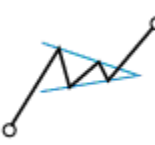
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Basic Technical Terms:

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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