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Daily technical highlights – (IOIPG, UZMA)

Daily Charting – IOIPG (Trading Buy)



About the Stock:		Key Support & Resistance Levels	
Name : IOI Properties Group Bhd	52 Week High/Low : 1.77/0.85	Last Price : RM1.28	
Bursa Code : IOIPG	3-m Avg. Daily Vol. : 732,537	Resistance : RM1.44 (R1) RM1.55 (R2)	
CAT Code : 5249	Free Float (%) : 13%	Stop Loss : RM1.13	
Market Cap : RM7,047.9m	Beta vs. KLCI : 0.9		

IOI Properties Group Bhd (Trading Buy)

- After peaking at a high of RM1.77 in Dec 2020, the stock subsequently fell 39% to bottom out at RM1.08 in July this year. Since then, the stock has been forming higher highs and higher lows.
- Following a bounce-up from the recent low of RM1.18 last month, the stock is now on the cusp of resuming its upward trajectory.
- After trading below the 100-day SMA recently, yesterday's convincing break out above the 100-day SMA is a signal that the stock's uptrend is intact. The MACD and Parabolic SAR indicators also show that the stock is gaining positive momentum.
- An anticipated upward movement in the share price could challenge our resistance levels of RM1.44 (R1; 13% upside potential) and RM1.55 (R2; 21% upside potential).
- We have pegged our stop loss at RM1.13 (12% downside risk).
- Business-wise, IOIPG is involved in the: (i) development of residential, commercial and industrial properties, and (ii) investments in shopping malls, office complexes and other properties.
- In FY ended June 2021, IOIPG recorded a net profit of RM628m, down 3% YoY despite posting higher revenue of RM2.5b (+18% YoY), mainly due to weaker margins from the property development segment.
- Looking ahead, consensus is expecting IOIPG to achieve net profit of RM714m (+14% YoY) in FYE June 22 and RM753m (+5% YoY) in FYE June 23, translating to forward PERs of 9.9x and 9.4x, respectively.
- We believe that IOIPG – with a geographical presence in Malaysia, China and Singapore – is a beneficiary of post-pandemic economic recovery, riding on the resumption of home purchases to be fuelled by pent-up demand for properties.



Uzma Bhd (Trading Buy)

- UZMA is involved in the provision of oil and gas services in the areas of geoscience & reservoir engineering, drilling & operations and project management.
- In FYE June 2021, UZMA achieved a core net profit of RM21.7m, a 119% jump from the RM9.9m posted in FYE June 2020, driven by better cost management and higher operational efficiencies.
- Looking ahead, consensus is expecting UZMA to achieve a net profit of RM26m (+19% YoY) in FYE June 22 and RM33m (+27% YoY) in FYE June 23. These represent forward PERs of 8.6x and 6.8x, respectively.
- With Brent crude oil price currently hovering above USD80 per barrel, which may see further upside due to the reopening of international borders and resumption of air travel, the prevailing excitement in the oil & gas space will likely boost trading sentiment in UZMA shares.
- Technically speaking, after forming a double-bottom pattern (as the price tested RM0.55 twice in August and September), the stock could stage a reversal from the downtrend that began in March 2021.
- Four trading sessions ago, the formation of the bullish Marubozu candlestick has convincingly broke above the neckline of the double-bottom pattern, dismissing any fears of a lower high to mark the end of the downtrend. Together with the crossing above the 100-day SMA, the positive signals suggest that the stock could continue trending upwards.
- And with the Heikin Ashi candlesticks, MACD and Parabolic SAR indicators all showing signs of a strengthening momentum, we believe the stock will likely be on its way to challenge our resistance levels of RM0.775 (R1; 12% upside potential) and RM0.83 (R2; 19% upside potential).
- We have pegged our stop loss at RM0.62 (or an 11% downside risk).

15 October 2021

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 RM	Status [^]	Date Status Fulfilled
			RM	RM	RM	%	%		RM	RM			
BINASAT COMMUNICATIONS BHD	15/09/2021	Trading Buy	0.34	0.40	0.28	18%	-18%	1.00x	0.47	0.34	0.37	TP Hit	22/09/2021
DRB-HICOM BHD	15/09/2021	Trading Buy	1.61	1.82	1.43	13%	-11%	1.17x	1.70	1.58	1.66	Open	
MALAYAN FLOUR MILLS BHD	17/09/2021	Trading Buy	0.85	0.95	0.76	12%	-11%	1.11x	0.85	0.73	0.80	SL Hit	27/09/2021
ASTRO MALAYSIA HOLDINGS BHD	17/09/2021	Trading Buy	1.07	1.22	0.98	14%	-9%	1.55x	1.10	0.99	1.04	Open	
SOUTHERN CABLE GROUP BHD	21/09/2021	Trading Buy	0.45	0.52	0.39	16%	-13%	1.17x	0.54	0.45	0.52	TP Hit	13/10/2021
POWER ROOT BHD	21/09/2021	Trading Buy	1.31	1.50	1.17	15%	-11%	1.36x	1.39	1.30	1.34	Open	
HEXTAR INDUSTRIES BHD#	22/09/2021	Trading Buy	0.14	0.17	0.12	20%	-16%	1.25x	0.20	0.13	0.16	TP Hit	28/09/2021
REX INDUSTRY BERHAD	22/09/2021	Trading Buy	0.24	0.27	0.20	15%	-15%	1.00x	0.26	0.23	0.25	Open	
OOCK GROUP BHD	23/09/2021	Trading Buy	0.51	0.57	0.46	12%	-11%	1.09x	0.53	0.47	0.50	Open	
PADINI HOLDINGS BERHAD	23/09/2021	Trading Buy	3.08	3.47	2.77	13%	-10%	1.26x	3.22	2.97	3.10	Open	
REDTONE DIGITAL BHD	24/09/2021	Trading Buy	0.49	0.56	0.43	14%	-12%	1.17x	0.61	0.48	0.56	TP Hit	08/10/2021
GAMUDA BHD	24/09/2021	Trading Buy	3.07	3.45	2.73	12%	-11%	1.12x	3.29	2.97	3.28	Open	
NTPM HOLDINGS BHD	28/09/2021	Trading Buy	0.49	0.57	0.44	16%	-11%	1.50x	0.51	0.48	0.50	Open	
SIME DARBY PLANTATION BHD	28/09/2021	Trading Buy	3.63	4.05	3.26	12%	-10%	1.14x	4.50	3.54	4.31	TP Hit	07/10/2021
MUHIBBAH ENGINEERING (M) BHD	29/09/2021	Trading Buy	0.89	1.00	0.79	13%	-11%	1.21x	1.03	0.89	1.02	TP Hit	12/10/2021
LOTTE CHEMICAL TITAN HOLDING	29/09/2021	Trading Buy	2.59	2.94	2.25	14%	-13%	1.03x	2.78	2.55	2.72	Open	
SHIN YANG SHIPPING CORP BHD	30/09/2021	Trading Buy	0.36	0.42	0.30	18%	-15%	1.18x	0.41	0.33	0.38	Open	
SUCCESS TRANSFORMER CORP BHD	30/09/2021	Trading Buy	0.93	1.06	0.80	15%	-14%	1.08x	0.98	0.89	0.97	Open	
IOI CORP BHD	01/10/2021	Trading Buy	3.77	4.22	3.41	12%	-10%	1.25x	4.11	3.71	4.01	Open	
ANN JOO RESOURCES BHD	01/10/2021	Trading Buy	2.42	2.74	2.14	13%	-12%	1.14x	2.87	2.30	2.75	TP Hit	11/10/2021

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Share price data adjusted for a 5-for-1 rights issue (at an issue price of RM0.12 per rights share) following the ex-entitlement date on 28 Sep 2021.

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			RM	RM	RM	%	%		RM	RM			
ROHAS TECNIC BHD	05/10/2021	Trading Buy	0.33	0.39	0.28	18%	-15%	1.20x	0.36	0.32	0.35	Open	
SUNWAY REAL ESTATE INVESTMEN	05/10/2021	Trading Buy	1.40	1.52	1.30	9%	-7%	1.20x	1.48	1.39	1.46	Open	
MTAG GROUP BHD	06/10/2021	Trading Buy	0.65	0.74	0.57	14%	-12%	1.13x	0.69	0.65	0.67	Open	
K SENG SENG CORP BHD	06/10/2021	Trading Buy	0.80	0.91	0.69	14%	-13%	1.10x	0.89	0.79	0.81	Open	
ACO GROUP BHD	07/10/2021	Trading Buy	0.30	0.34	0.27	13%	-10%	1.33x	0.33	0.29	0.33	Open	
PAVILION REAL ESTATE INVEST	07/10/2021	Trading Buy	1.40	1.55	1.29	11%	-8%	1.36x	1.43	1.40	1.41	Open	
PARKSON HOLDINGS BHD	08/10/2021	Trading Buy	0.21	0.24	0.19	14%	-12%	1.20x	0.25	0.22	0.24	TP Hit	11/10/2021
CUSCAPI BHD	08/10/2021	Trading Buy	0.23	0.27	0.20	15%	-13%	1.17x	0.25	0.23	0.24	Open	
PERAK TRANSIT BHD	12/10/2021	Trading Buy	0.69	0.77	0.61	12%	-11%	1.13x	0.74	0.69	0.72	Open	
PERDANA PETROLEUM BHD	12/10/2021	Trading Buy	0.14	0.16	0.11	19%	-19%	1.00x	0.14	0.13	0.14	Open	
OPTIMAX HOLDINGS BHD	13/10/2021	Trading Buy	1.32	1.48	1.17	12%	-11%	1.07x	1.36	1.31	1.32	Open	
PROLEXUS BHD	13/10/2021	Trading Buy	0.41	0.47	0.36	15%	-12%	1.20x	0.44	0.42	0.44	Open	
TEX CYCLE TECHNOLOGY	14/10/2021	Trading Buy	0.46	0.52	0.41	13%	-11%	1.20x	0.47	0.45	0.45	Open	
SERBA DINAMIK HOLDINGS BHD	14/10/2021	Trading Buy	0.41	0.48	0.35	17%	-15%	1.17x	0.42	0.38	0.39	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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