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Daily technical highlights – (DPHARMA, THETA)

Daily Charting – DPHARMA (Trading Buy)



About the Stock:		Key Support & Resistance Levels	
Name	: Duopharma BioTech Bhd	52 Week High/Low	: 3.09/1.54
Bursa Code	: DPHARMA	3-m Avg. Daily Vol.	: 956,299
CAT Code	: 7148	Free Float (%)	: 36%
Market Cap	: RM1,601.0m	Beta vs. KLCI	: 0.6
		Last Price	: RM1.70
		Resistance	: RM1.92 (R1) RM2.10 (R2)
		Stop Loss	: RM1.52

Duopharma BioTech Berhad (Trading Buy)

- DPHARMA is a pharmaceutical company that develops and markets generic drugs. In August, DPHARMA has been granted conditional registration approval for Sinopharm’s Covid-19 vaccine, which is intended for distribution to the private sector in Malaysia.
- With the deal projected to contribute positively to DPHARMA’s profits, consensus is expecting the group to achieve a net profit of RM70m (+19% YoY) in FY21 and RM78m (+12% YoY) in FY22.
- These translate to forward PERs of 23x and 21x, respectively.
- Technically speaking, after peaking at RM3.285 in November last year, the stock has fallen 53% to as low as RM1.54 in November this year.
- Since then, the stock has formed a higher low, possibly indicating that the downtrend has ended.
- And yesterday, the stock convincingly broke above the 20-day SMA, suggesting that it could be riding a short-term uptrend ahead.
- Coupled with the rising MACD and Parabolic SAR indicators, we believe the stock could continue to trend higher.
- On its way up, the stock could potentially challenge our resistance levels of RM1.92 (R1; 13% upside potential) and RM2.10 (R2; 24% upside potential).
- We have pegged our stop loss level at RM1.52 (or an 11% downside risk).



About the Stock:		Key Support & Resistance Levels	
Name : Theta Edge Bhd	52 Week High/Low : 2.49/0.37	Last Price : RM0.795	
Bursa Code : THETA	3-m Avg. Daily Vol. : 9,678,651	Resistance : RM0.93 (R1) RM1.08 (R2)	
CAT Code : 9075	Free Float (%) : 37%	Stop Loss : RM0.68	
Market Cap : RM85.3m	Beta vs. KLCI : 1.3		

Theta Edge Berhad (Trading Buy)

- THETA – which is a 38.4%-owned associate of Tabung Haji - offers information and communications technology services. The company sets up and runs wireless networks for telemetry, remote meter reading and telecommunications, in addition to the provision of systems integration and managed telecommunications services.
- In FY20, THETA made a net loss of RM7m, compared to a net profit of RM0.18m in FY19. For 1HFY21, the group posted smaller net loss of RM0.5m (versus net loss of RM2.9m previously).
- With the impending rollout of Jendela Phase 1 contracts to build 1,661 sites, THETA could emerge as among the front runners given its strong qualifications that are backed by its Network Facilities Providers (NFP) and Network Service Provider (NSP) licenses issued by MCMC.
- Should THETA secure some of the Jendela Phase 1 contracts, this is expected to boost its earnings prospects.
- Chart-wise, the stock sky-rocketed 215% from RM0.79 to RM2.49 in a span of 9 trading days towards the end of September when the Ministry of Multimedia and Communications reportedly indicated that the winners of the Jendela Phase 1 tender would be announced in October.
- After the speculative buying frenzy had cooled down, the stock fell in tandem by 69% to a low of RM0.765 this month.
- Following which, the stock seems to have found support at the strong support line of RM0.77, a price level which the stock has been hovering above throughout 2021.
- With the MACD indicator showing slowing downward momentum, we believe the stock is in a position to stage a technical rebound soon.
- On its way up, the stock could potentially challenge our resistance levels of RM0.93 (R1; 17% upside potential) and RM1.08 (R2; 36% upside potential).
- We have pegged our stop loss level at RM0.68 (or a 14% downside risk).

26 November 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			
CYL CORP BHD	26/10/2021	Trading Buy	0.49	0.55	0.44	12%	-10%	1.20x	0.50	0.45	0.45	Open	
KEJURUTERAAN ASASTERA BHD	26/10/2021	Trading Buy	0.40	0.46	0.35	14%	-13%	1.10x	0.41	0.31	0.33	SL Hit	27/10/2021
OOCK GROUP BHD	27/10/2021	Trading Buy	0.50	0.56	0.44	13%	-11%	1.18x	0.53	0.46	0.46	Open	
JAG BHD	27/10/2021	Trading Buy	0.37	0.42	0.32	14%	-12%	1.11x	0.40	0.34	0.38	Open	
AIRASIA GROUP BHD	28/10/2021	Trading Buy	1.14	1.29	1.00	13%	-12%	1.07x	1.19	0.95	0.97	SL Hit	19/11/2021
EKOVEST BHD	28/10/2021	Trading Buy	0.42	0.47	0.37	13%	-12%	1.10x	0.44	0.39	0.39	Open	
JF TECHNOLOGY BHD	29/10/2021	Trading Buy	1.49	1.68	1.32	13%	-11%	1.12x	1.61	1.47	1.53	Open	
SOUTHERN CABLE GROUP BHD	29/10/2021	Trading Buy	0.52	0.59	0.46	15%	-12%	1.25x	0.55	0.45	0.45	SL Hit	10/11/2021
CCK CONSOLIDATED HOLDINGS BH	02/11/2021	Trading Buy	0.60	0.68	0.53	13%	-12%	1.14x	0.64	0.57	0.58	Open	
KRONOLOGI ASIA BHD	02/11/2021	Trading Buy	0.62	0.68	0.56	11%	-9%	1.18x	0.67	0.57	0.57	Open	
OMESTI BHD	03/11/2021	Trading Buy	0.43	0.48	0.38	13%	-11%	1.22x	0.43	0.40	0.40	Open	
FOUNDPAC GROUP BHD	03/11/2021	Trading Buy	0.78	0.89	0.70	14%	-10%	1.38x	0.79	0.67	0.68	SL Hit	25/11/2021
XIN HWA HOLDINGS BHD	05/11/2021	Trading Buy	0.35	0.39	0.31	13%	-10%	1.29x	0.34	0.29	0.30	SL Hit	15/11/2021
REVENUE GROUP BHD	05/11/2021	Trading Buy	1.80	2.00	1.62	11%	-10%	1.11x	1.82	1.46	1.51	SL Hit	11/11/2021
ENGTEX GROUP BHD	09/11/2021	Trading Buy	0.62	0.70	0.55	13%	-11%	1.14x	0.63	0.60	0.61	Open	
SALUTICA BHD	09/11/2021	Trading Buy	0.62	0.69	0.56	11%	-10%	1.17x	0.65	0.57	0.60	Open	
ECO WORLD INTERNATIONAL BHD	10/11/2021	Trading Buy	0.47	0.53	0.42	13%	-11%	1.20x	0.49	0.45	0.47	Open	
GLOMAC BHD	10/11/2021	Trading Buy	0.35	0.40	0.30	14%	-14%	1.00x	0.36	0.34	0.34	Open	
FITTERS DIVERSIFIED BHD	11/11/2021	Trading Buy	0.48	0.54	0.42	14%	-12%	1.18x	0.52	0.45	0.51	Open	
PERTAMA DIGITAL BHD	11/11/2021	Trading Buy	0.56	0.63	0.49	14%	-12%	1.15x	0.57	0.50	0.52	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			
GENTING MALAYSIA BHD	12/11/2021	Trading Buy	3.15	3.51	2.84	11%	-10%	1.16x	3.20	3.00	3.01	Open	
SARAWAK OIL PALMS BERHAD	12/11/2021	Trading Buy	3.63	4.06	3.24	12%	-11%	1.10x	3.84	3.60	3.68	Open	
POH KONG HOLDINGS BHD	16/11/2021	Trading Buy	0.85	0.96	0.76	13%	-11%	1.22x	0.87	0.79	0.80	Open	
BAHVEST RESOURCES BHD	16/11/2021	Trading Buy	0.53	0.60	0.47	13%	-11%	1.17x	0.55	0.46	0.47	SL Hit	23/11/2021
PESTECH INTERNATIONAL BHD	17/11/2021	Trading Buy	1.15	1.28	1.03	11%	-10%	1.08x	1.16	0.94	1.06	SL Hit	17/11/2021
GDEX BHD	17/11/2021	Trading Buy	0.31	0.35	0.27	13%	-13%	1.00x	0.32	0.30	0.30	Open	
TUNE PROTECT GROUP BHD	18/11/2021	Trading Buy	0.51	0.57	0.46	12%	-10%	1.20x	0.49	0.45	0.45	SL Hit	18/11/2021
CJ CENTURY LOGISTICS HOLDING	18/11/2021	Trading Buy	0.64	0.73	0.56	14%	-13%	1.13x	0.68	0.57	0.59	Open	
DAGANG NEXCHANGE BHD	19/11/2021	Trading Buy	0.84	0.95	0.73	14%	-13%	1.10x	0.89	0.83	0.86	Open	
FLEXIDYNAMIC HOLDINGS BERHAD	19/11/2021	Trading Buy	0.36	0.43	0.29	21%	-18%	1.15x	0.39	0.31	0.32	Open	
MSM MALAYSIA HOLDINGS BHD	23/11/2021	Trading Buy	1.53	1.77	1.31	16%	-14%	1.09x	1.61	1.22	1.24	SL Hit	25/11/2021
MYNEWS HOLDINGS BHD	23/11/2021	Trading Buy	0.92	1.03	0.80	13%	-13%	1.00x	0.92	0.90	0.91	Open	
MUHIKBAH ENGINEERING (M) BHD	24/11/2021	Trading Buy	0.90	1.00	0.79	12%	-12%	1.00x	0.90	0.87	0.88	Open	
MMS VENTURES BHD	24/11/2021	Trading Buy	1.07	1.22	0.93	14%	-13%	1.07x	1.14	1.08	1.09	Open	
ASTRO MALAYSIA HOLDINGS BHD	25/11/2021	Trading Buy	0.95	1.06	0.85	12%	-10%	1.21x	0.96	0.95	0.96	Open	
IGB REAL ESTATE INVESTMENT T	25/11/2021	Trading Buy	1.64	1.83	1.48	12%	-10%	1.19x	1.65	1.64	1.64	Open	

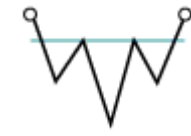

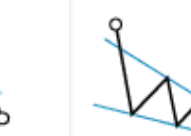


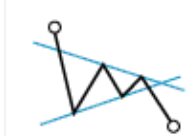

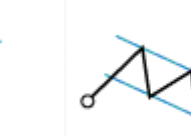

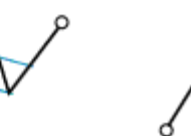
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Technical Terms:

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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