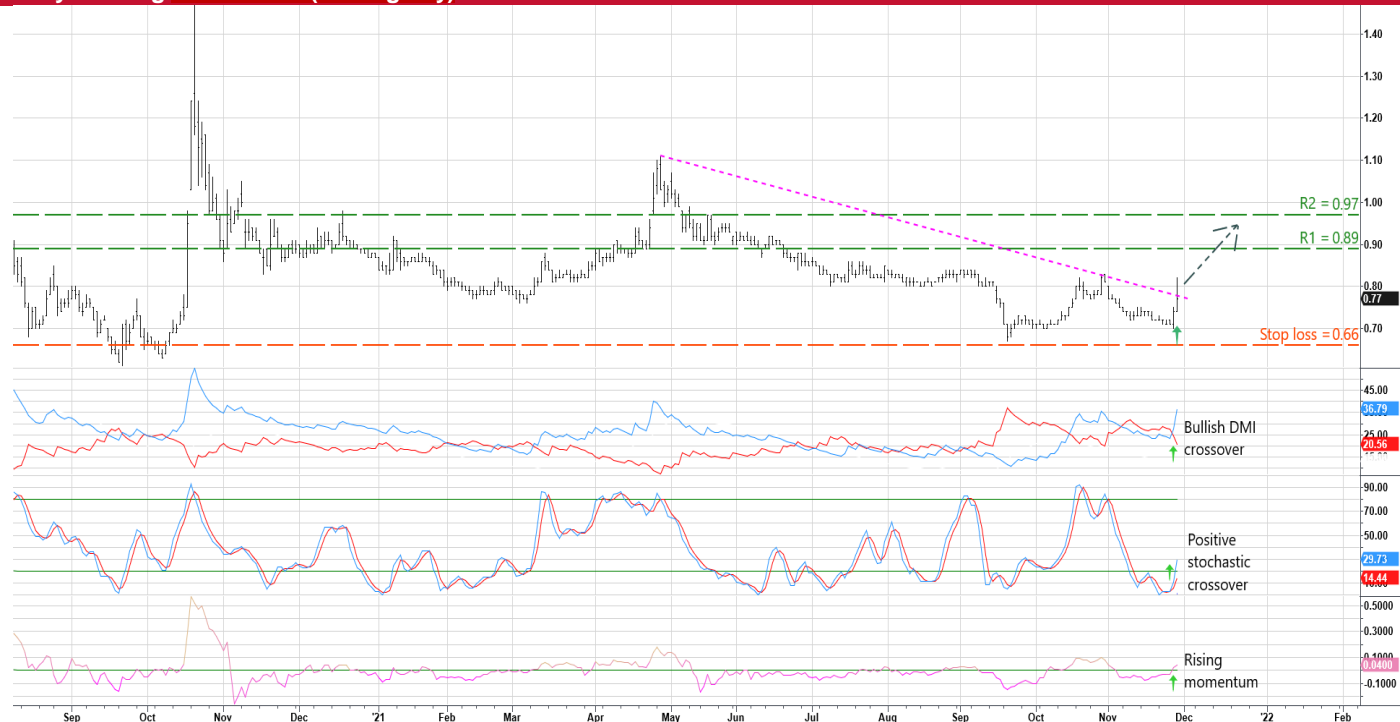


30 November 2021

By Goh Yin Foo, CFA, CMT | gohyf@kenanga.com.my

Daily technical highlights – (MAHSING, ESCERAM)

Daily Charting – MAHSING (Trading Buy)



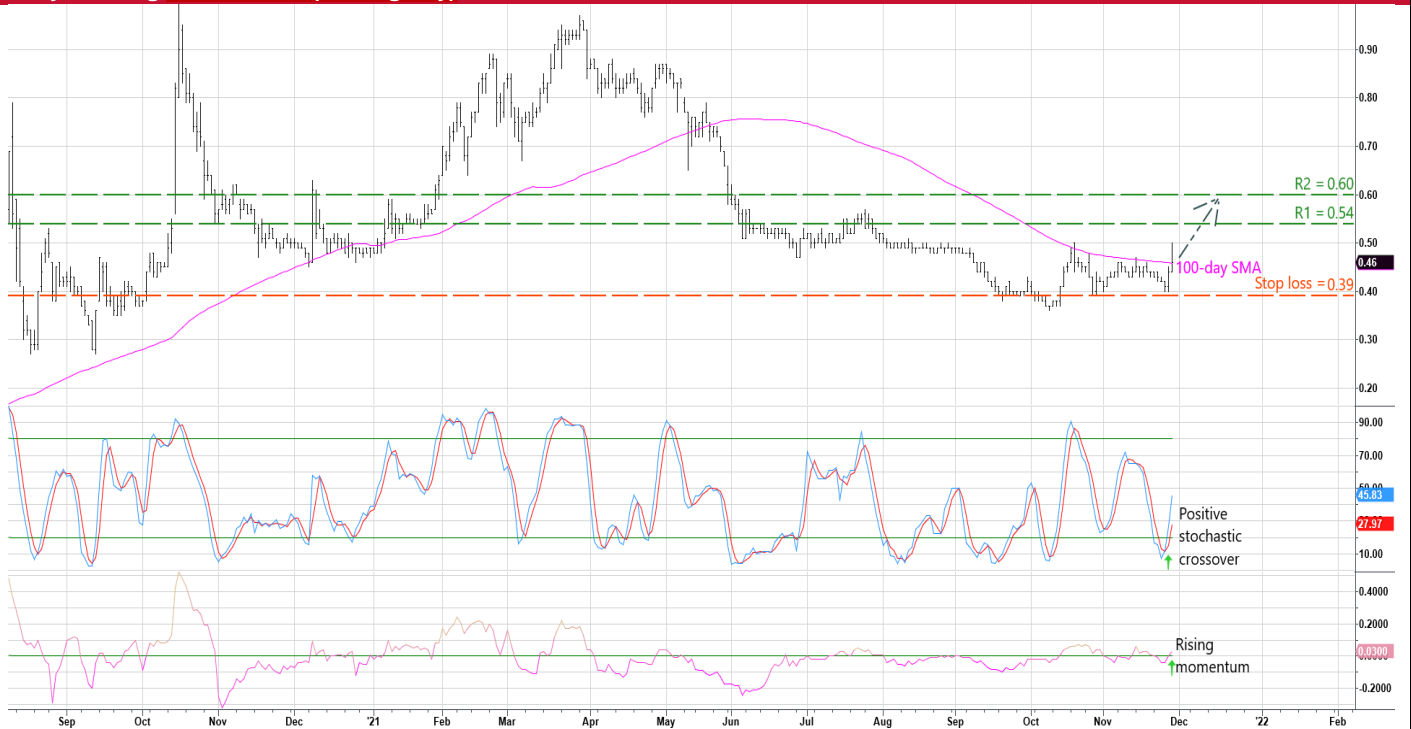
About the Stock:		Key Support & Resistance Levels	
Name	: Mah Sing Group	52 Week High/Low	: 1.09/0.67
	: Bhd	3-m Avg. Daily Vol.	: 4,657,566
Bursa Code	: MAHSING	Free Float (%)	: 51.1
CAT Code	: 8583	Beta vs. KLCI	: 1.4
Market Cap	: RM1,869.3m	Last Price	: RM0.77
		Resistance	: RM0.89 (R1) RM0.97 (R2)
		Stop Loss	: RM0.66

Mah Sing Group Bhd (Trading Buy)

- From a peak of RM1.44 on 20 October last year, MAHSING's share price has plunged to a low of RM0.67 on 21 September this year before bouncing up subsequently to close at RM0.77 yesterday.
- As the shares hover slightly above the previous price level (of RM0.71) just before the group first revealed its plan in mid-October last year to venture into the manufacturing and trading of gloves, the revival of buying interest in glove shares since last Friday could lift the stock price ahead.
- MAHSING's gloves manufacturing business – which has commenced operations in May this year – is expected to contribute positively to the group's earnings when the plant (with an annual production capacity of 3.68b pieces) is fully completed by this year-end.
- While its existing businesses (in property development and plastics manufacturing) led the group to post net profit of RM80.7m (+94% YoY) in 1HFY21, consensus is forecasting MAHSING to make RM149.3m in FY December 2021 and RM210.9m in FY December 2022. This translates to forward PERs of 12.5x this year and 8.9x next year, respectively.
- From a technical perspective, the share price could get a lift following the bullish signals triggered by: (i) the DMI Plus crossing over the DMI Minus, (ii) the stochastic %K line cutting above the %D line in the oversold area, and (iii) the rising momentum indicator after climbing above zero.
- On the way up, the stock will probably advance towards our resistance thresholds of RM0.89 (R1; 16% upside potential) and RM0.97 (R2; 26% upside potential).
- Our stop loss price level is pegged at RM0.66 (representing a 14% downside risk).

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Daily Charting – ESCERAM (Trading Buy)



About the Stock:		Key Support & Resistance Levels	
Name	: ES Ceramics Technology Bhd	52 Week High/Low	: 0.92/0.355
Bursa Code	: ESCERAM	3-m Avg. Daily Vol.	: 3,302,073
CAT Code	: 0100	Free Float (%)	: 67.0
Market Cap	: RM232.4m	Beta vs. KLCI	: 1.5
		Last Price	: RM0.46
		Resistance	: RM0.54 (R1) RM0.60 (R2)
		Stop Loss	: RM0.39

ES Ceramics Technology Bhd (Trading Buy)

- Following a jump of 13.6% over the past two market days amid strong trading volume to close at RM0.46 yesterday, ESCERAM shares are in the midst of testing the 100-day SMA.
- And a technical breakout may be forthcoming as the share price is expected to shift higher based on the positive signals arising from: (i) the stochastic %K line crossing over the %D line in the oversold area, and (iii) the increasing momentum indicator after cutting above the zero-line.
- With that, the stock could climb towards our resistance thresholds of RM0.54 (R1; 17% upside potential) and RM0.60 (R2; 30% upside potential).
- We have set our stop loss price level at RM0.39 (representing a 15% downside risk).
- On the fundamental front, after posting a net profit jump to RM30.2m in FY May 2021 (from RM2.3m in the prior year), ESCERAM – which is in the business of manufacturing of hand formers or glove moulds – saw continued strong earnings momentum when the group reported net earnings of RM9.4m in 1QFY22 (versus 1QFY21’s net profit of RM3.2m).
- Financially steady, ESCERAM’s balance sheet is backed by a net cash position of RM68.3m (translating to 13.5 sen per share or almost one-third of its existing share price) as of end-August 2021.

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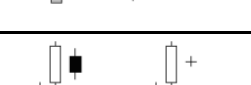
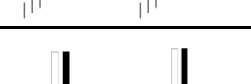


STOCK CALL MONITOR*

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
CCK CONSOLIDATED HOLDINGS BH	2/11/2021	Trading Buy	0.60	0.68	0.53	13%	-12%	1.14x	0.64	0.54	0.55	Open	
KRONOLOGI ASIA BHD	2/11/2021	Trading Buy	0.62	0.68	0.56	11%	-9%	1.18x	0.67	0.53	0.55	SL Hit	26/11/2021
OMESTI BHD	3/11/2021	Trading Buy	0.43	0.48	0.38	13%	-11%	1.22x	0.43	0.39	0.40	Open	
FOUNDPAC GROUP BHD	3/11/2021	Trading Buy	0.78	0.89	0.70	14%	-10%	1.38x	0.79	0.62	0.66	SL Hit	25/11/2021
XIN HWA HOLDINGS BHD	5/11/2021	Trading Buy	0.35	0.39	0.31	13%	-10%	1.29x	0.34	0.27	0.28	SL Hit	15/11/2021
REVENUE GROUP BHD	5/11/2021	Trading Buy	1.80	2.00	1.62	11%	-10%	1.11x	1.82	1.40	1.47	SL Hit	11/11/2021
ENGTEX GROUP BHD	9/11/2021	Trading Buy	0.62	0.70	0.55	13%	-11%	1.14x	0.63	0.56	0.60	Open	
SALUTICA BHD	9/11/2021	Trading Buy	0.62	0.69	0.56	11%	-10%	1.17x	0.65	0.51	0.53	SL Hit	26/11/2021
ECO WORLD INTERNATIONAL BHD	10/11/2021	Trading Buy	0.47	0.53	0.42	13%	-11%	1.20x	0.49	0.43	0.45	Open	
GLOMAC BHD	10/11/2021	Trading Buy	0.35	0.40	0.30	14%	-14%	1.00x	0.36	0.31	0.33	Open	
FITTERS DIVERSIFIED BHD	11/11/2021	Trading Buy	0.48	0.54	0.42	14%	-12%	1.18x	0.52	0.34	0.35	SL Hit	26/11/2021
PERTAMA DIGITAL BHD	11/11/2021	Trading Buy	0.56	0.63	0.49	14%	-12%	1.15x	0.57	0.49	0.50	SL Hit	29/11/2021
GENTING MALAYSIA BHD	12/11/2021	Trading Buy	3.15	3.51	2.84	11%	-10%	1.16x	3.20	2.81	2.86	SL Hit	29/11/2021
SARAWAK OIL PALMS BERHAD	12/11/2021	Trading Buy	3.63	4.06	3.24	12%	-11%	1.10x	3.84	3.46	3.52	Open	
POH KONG HOLDINGS BHD	16/11/2021	Trading Buy	0.85	0.96	0.76	13%	-11%	1.22x	0.87	0.78	0.79	Open	
BAHVEST RESOURCES BHD	16/11/2021	Trading Buy	0.53	0.60	0.47	13%	-11%	1.17x	0.55	0.44	0.45	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	1.00	SL Hit	17/11/2021
GDEX BHD	17/11/2021	Trading Buy	0.31	0.35	0.27	13%	-13%	1.00x	0.32	0.29	0.30	Open	
TUNE PROTECT GROUP BHD	18/11/2021	Trading Buy	0.51	0.57	0.46	12%	-10%	1.20x	0.49	0.38	0.41	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	0.53	0.56	SL Hit	26/11/2021
DAGANG NEXCHANGE BHD	19/11/2021	Trading Buy	0.84	0.95	0.73	14%	-13%	1.10x	0.89	0.77	0.80	Open	
FLEXIDYNAMIC HOLDINGS BERHAD	19/11/2021	Trading Buy	0.36	0.43	0.29	21%	-18%	1.15x	0.39	0.31	0.36	Open	
MSM MALAYSIA HOLDINGS BHD	23/11/2021	Trading Buy	1.53	1.77	1.31	16%	-14%	1.09x	1.61	1.13	1.18	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	0.86	0.88	Open	
MUHIBBAH ENGINEERING (M) BHD	24/11/2021	Trading Buy	0.90	1.00	0.79	12%	-12%	1.00x	0.90	0.81	0.83	Open	
MMS VENTURES BHD	24/11/2021	Trading Buy	1.07	1.22	0.93	14%	-13%	1.07x	1.14	0.96	1.02	Open	
ASTRO MALAYSIA HOLDINGS BHD	25/11/2021	Trading Buy	0.95	1.06	0.85	12%	-10%	1.21x	0.96	0.94	0.95	Open	
IGB REAL ESTATE INVESTMENT T	25/11/2021	Trading Buy	1.64	1.83	1.48	12%	-10%	1.19x	1.65	1.62	1.62	Open	
DUOPHARMA BIOTECH BHD	26/11/2021	Trading Buy	1.70	1.92	1.52	13%	-11%	1.22x	1.78	1.65	1.72	Open	
THETA EDGE BHD	26/11/2021	Trading Buy	0.80	0.93	0.68	17%	-14%	1.17x	0.80	0.69	0.72	Open	



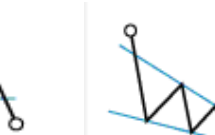


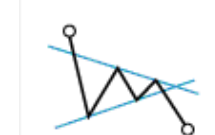


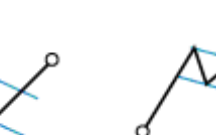

* Tracks our stock recommendations on a one-month rolling basis from issue date. Stock names will drop out from the list after one month from issue date regardless of their status.

[^] 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.

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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