

24 November 2021

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Daily technical highlights – (MUHIBAH, MMSV)

Daily Charting – MUHIBAH (Trading Buy)



About the Stock:		Key Support & Resistance Levels		
Name	Muhibbah	52 Week High/Low	: 1.21/0.80	
	: Engineering (M)	3-m Avg. Daily Vol.	: 886,876	
	Bhd	Free Float (%)	: 64.7	
Bursa Code	: MUHIBAH	Beta vs. KLCI	: 1.2	
CAT Code	: 5703	Last Price	: RM0.895	
Market Cap	: RM432.7m	Resistance	: RM1.00 (R1) RM1.12 (R2)	
		Stop Loss	: RM0.79	

Muhibbah Engineering (M) Bhd (Trading Buy)

- Presently hovering quite close to a strong support line (at RM0.87) that stretches back to March this year, MUHIBAH shares are poised to stage a rebound ahead.
- In particular, our positive technical stance is driven by: (i) an anticipated reversal from the oversold territory by the RSI indicator, (ii) the bullish stochastic divergence pattern (as the %D line plotted two rising bottoms in the oversold area while the stock was drifting lower), and (iii) the recent emergence of dragonfly doji and hammer candlesticks.
- A probable breakout from the prevailing consolidation phase could then push the share price towards our resistance thresholds of RM1.00 (R1; 12% upside potential) and RM1.12 (R2; 25% upside potential).
- Our stop loss level is placed at RM0.79 (or a 12% downside risk from yesterday's closing price of RM0.895).
- Fundamentally, MUHIBAH – which owns an effective 21% stake in three airport concessions in Cambodia (namely in Phnom Penh, Siem Reap and Sihanoukville) – stands to benefit from a recovery in travelling demand following the reopening of international borders.
- An engineering construction company and integrated solutions provider for maritime, oil & gas and infrastructure projects, MUHIBAH is also the substantial shareholder of Main Market-listed Favelle Favco (a manufacturer of specialised offshore oil & gas pedestal cranes as well as tower cranes). Based on its 58.9% equity stake, MUHIBAH's share of market cap in Favelle Favco (whose share price has risen 7.8% YTD to RM2.36 currently) works out to be RM309.8m. This represents slightly more than two-thirds of its existing market cap of RM432.7m.
- Earnings-wise, after posting net profit of RM6.5m in 1HFY21 (versus 1HFY20's net loss of RM34.6m), consensus is projecting MUHIBAH's bottomline to come in at RM7.4m in FY December 2021 before recovering further to RM34.2m in FY December 2022. This translates to forward PERs of 58.5x this year and 12.7x next year, respectively.

Daily Charting – MMSV (Trading Buy)



About the Stock:		Key Support & Resistance Levels	
Name	: MMS Ventures Bhd	52 Week High/Low	: 1.43/0.65
Bursa Code	: MMSV	3-m Avg. Daily Vol.	: 3,196,477
CAT Code	: 0113	Free Float (%)	: 30.4
Market Cap	: RM212.7m	Beta vs. KLCI	: 1.2
		Last Price	: RM1.07
		Resistance	: RM1.22 (R1) RM1.29 (R2)
		Stop Loss	: RM0.93

MMS Ventures Bhd (Trading Buy)

- MMSV’s share price will probably continue its rising trajectory after bouncing off from the 150-day SMA and an ascending trendline that stretches back to December last year.
- Furthermore, an upward shift in the stock is anticipated following the bullish stochastic crossover (which saw the %K line overcoming the %D line in the oversold zone).
- On the way up, MMSV shares could climb towards our resistance thresholds of RM1.22 (R1; 14% upside potential) and RM1.29 (R2; 21% upside potential).
- We have set our stop loss price at RM0.93 (or a 13% downside risk from the last traded price of RM1.07).
- A manufacturer of high-tech automation system (such as inspection and testing machines) with a customer base operating in the LED (for applications in smart phones and automotive), semiconductor and OEM/ODM segments, MMSV has just announced net profit of RM2.8m (+2,180% YoY) in 3QFY21, taking its cumulative net earnings to RM6.7m (+556% YoY) for the nine-month period ended September 2021.
- The group is also in a financially steady position with a zero-debt balance sheet that is backed by net cash & quoted investments of RM39.5m (or 20.0 sen per share) as of end-September 2021.

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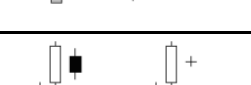
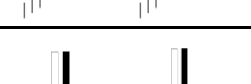


STOCK CALL MONITOR*

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
CYL CORP BHD	26/10/2021	Trading Buy	0.49	0.55	0.44	12%	-10%	1.20x	0.50	0.45	0.48	Open	
KEJURUTERAAN ASASTERA BHD	26/10/2021	Trading Buy	0.40	0.46	0.35	14%	-13%	1.10x	0.41	0.33	0.34	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	0.47	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	0.98	1.00	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	0.40	Open	
JF TECHNOLOGY BHD	29/10/2021	Trading Buy	1.49	1.68	1.32	13%	-11%	1.12x	1.61	1.47	1.51	Open	
SOUTHERN CABLE GROUP BHD	29/10/2021	Trading Buy	0.52	0.59	0.46	15%	-12%	1.25x	0.55	0.45	0.47	SL Hit	10/11/2021
CCK CONSOLIDATED HOLDINGS BH	2/11/2021	Trading Buy	0.60	0.68	0.53	13%	-12%	1.14x	0.64	0.57	0.58	Open	
KRONOLOGI ASIA BHD	2/11/2021	Trading Buy	0.62	0.68	0.56	11%	-9%	1.18x	0.67	0.60	0.60	Open	
OMESTI BHD	3/11/2021	Trading Buy	0.43	0.48	0.38	13%	-11%	1.22x	0.43	0.40	0.41	Open	
FOUNDPAC GROUP BHD	3/11/2021	Trading Buy	0.78	0.89	0.70	14%	-10%	1.38x	0.79	0.73	0.73	Open	
XIN HWA HOLDINGS BHD	5/11/2021	Trading Buy	0.35	0.39	0.31	13%	-10%	1.29x	0.34	0.31	0.31	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	1.46	1.55	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	0.60	0.61	Open	
SALUTICA BHD	9/11/2021	Trading Buy	0.62	0.69	0.56	11%	-10%	1.17x	0.65	0.57	0.59	Open	
ECO WORLD INTERNATIONAL BHD	10/11/2021	Trading Buy	0.47	0.53	0.42	13%	-11%	1.20x	0.49	0.45	0.46	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	0.50	0.45	0.48	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	
GENTING MALAYSIA BHD	12/11/2021	Trading Buy	3.15	3.51	2.84	11%	-10%	1.16x	3.20	3.03	3.07	Open	
SARAWAK OIL PALMS BERHAD	12/11/2021	Trading Buy	3.63	4.06	3.24	12%	-11%	1.10x	3.84	3.60	3.76	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	0.47	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	0.31	0.31	Open	
TUNE PROTECT GROUP BHD	18/11/2021	Trading Buy	0.51	0.57	0.46	12%	-10%	1.20x	0.49	0.45	0.47	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	0.87	0.83	0.87	Open	
FLEXIDYNAMIC HOLDINGS BERHAD	19/11/2021	Trading Buy	0.36	0.43	0.29	21%	-18%	1.15x	0.39	0.31	0.34	Open	
MSM MALAYSIA HOLDINGS BHD	23/11/2021	Trading Buy	1.53	1.77	1.31	16%	-14%	1.09x	1.55	1.50	1.52	Open	
MYNEWS HOLDINGS BHD	23/11/2021	Trading Buy	0.92	1.03	0.80	13%	-13%	1.00x	0.92	0.91	0.91	Open	

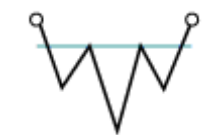



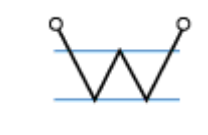
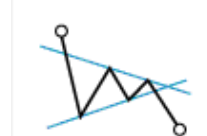

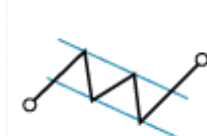


* Tracks our stock recommendations on a one-month rolling basis from issue date. Stock names will drop out from the list after one month from issue date regardless of their status.

[^] 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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