

21 January 2022

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Daily technical highlights – (EFRAME, ALCOM)

Daily Charting – EFRAME (Trading Buy)



About the Stock:		Key Support & Resistance Levels	
Name	: Econframe Bhd	52 Week High/Low	: 0.70/0.41
Bursa Code	: EFRAME	3-m Avg. Daily Vol.	: 613,311
CAT Code	: 0227	Free Float (%)	: 27%
Market Cap	: RM162.5m	Beta vs. KLCI	: N.A.
		Last Price	: RM0.50
		Resistance	: RM0.565 (R1) RM0.595 (R2)
		Stop Loss	: RM0.45

Econframe Bhd (Trading Buy)

- EFRAME manufactures metal door and window frames, including fire-related, steel and pre-hung doors.
- For the financial year ended 31 August 2021, the group’s revenue increased by RM0.4m to RM41.0m thanks to higher contribution from the manufacturing segment driven by higher sales orders for metal door frames.
- Excluding an one-time listing expense incurred in FY21, the group registered a 2% increase in net profit to RM6.3m, which is in line with the higher revenue recorded.
- Chart-wise, after reaching a peak of RM0.655 in March 2021, the stock subsequently trended downwards to hit a low of RM0.415 in mid-December 2021 and rebounded thereafter to close at RM0.50 yesterday.
- With the 20-day SMA close to crossing above the 50-day SMA following the stock’s climb above both the key SMAs recently, coupled with the bullish momentum shown by the MACD histogram, the stock could continue its upward trend and challenge our resistance levels of RM0.565 (R1; 13% upside potential) and RM0.595 (R1; 19% upside potential).
- We have pegged our stop loss at RM0.45, which represents a downside risk of 10%.

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About the Stock:		Key Support & Resistance Levels	
Name	: Alcom Group Bhd	52 Week High/Low	: 1.26/0.54
Bursa Code	: ALCOM	3-m Avg. Daily Vol.	: 436,133
CAT Code	: 2674	Free Float (%)	: 31%
Market Cap	: RM118.9m	Beta vs. KLCI	: 1.0
		Last Price	: RM0.885
		Resistance	: RM1.00 (R1) RM1.08 (R2)
		Stop Loss	: RM0.79

Alcom Group Bhd (Trading Buy)

- ALCOM manufactures rolled aluminum products, catering mostly for the export markets. It is also involved in property development activities.
- For 3QFY21, the group’s revenue jumped 84% YoY to RM130m as the group’s operations were previously severely impacted in 3QFY20 due to the reimposition of strict SOPs to contain the resurgence of the Covid-19 pandemic.
- In line with the higher revenue, the group’s net profit rose by 422% YoY to RM6.9m on the back of higher contributions from the manufacturing and property development segments. This brought 9MFY21’s net earnings to RM22.2m (versus a net loss of RM8.8m previously).
- Chart-wise, the 20-day SMA has recently crossed over the 50-day SMA while the stock price has also overcome both the SMAs, indicating that the stock’s short-term uptrend is intact.
- With the ADX indicator signaling a strong uptrend momentum too, this could lift the shares to challenge our resistance levels of RM1.00 (R1; 13% upside potential) and RM1.08 (R2; 22% upside potential).
- On the downside, our stop loss has been set at RM0.79, which translates to a downside risk of 11%.

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STOCK CALL MONITOR*





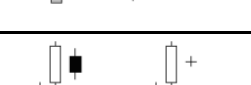
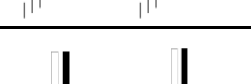


Stock Name	Issue Date (ID)	Rating	Price @ ID	Target Price (TP)	Stop Loss Price (SL)	Upside Potential @ ID	Downside Risk @ ID	Risk to Reward Ratio	Highest Price since ID	Lowest Price since ID	Last Price RM	Status [^]	Date Status Fulfilled
			RM	RM	RM	%	%		RM	RM			
HARBOUR-LINK GROUP BHD	21/12/2021	Trading Buy	1.17	1.34	1.05	15%	-10%	1.52x	1.32	1.10	1.12	Open	
SHIN YANG SHIPPING CORP BHD	21/12/2021	Trading Buy	0.32	0.36	0.28	13%	-13%	1.00x	0.35	0.32	0.34	Open	
NOVA WELLNESS GROUP BHD	22/12/2021	Trading Buy	0.98	1.11	0.85	14%	-13%	1.08x	1.07	0.96	1.03	Open	
UNITED U-LI CORP BHD	22/12/2021	Trading Buy	1.30	1.47	1.14	13%	-12%	1.06x	1.34	1.20	1.26	Open	
OPTIMAX HOLDINGS BHD	23/12/2021	Trading Buy	1.38	1.56	1.21	13%	-12%	1.06x	1.40	1.18	1.22	SL Hit	11/1/2021
GENTING MALAYSIA BHD	23/12/2021	Trading Buy	2.81	3.13	2.52	11%	-10%	1.10x	2.97	2.81	2.84	Open	
AXIATA GROUP BERHAD	24/12/2021	Trading Buy	3.69	4.05	3.34	10%	-9%	1.03x	4.16	3.67	3.74	TP Hit	31/12/2021
SYARIKAT TAKAFUL MALAYSIA KE#	24/12/2021	Trading Buy	3.64	4.00	3.35	10%	-8%	1.26x	3.89	3.54	3.61	TP Hit	14/1/2022
OPCOM HOLDINGS BHD	4/1/2022	Trading Buy	0.99	1.15	0.85	16%	-14%	1.14x	1.03	0.85	0.89	SL Hit	19/1/2022
BINASAT COMMUNICATIONS BHD	4/1/2022	Trading Buy	0.32	0.36	0.27	14%	-14%	1.00x	0.33	0.27	0.30	SL Hit	19/1/2022
INSAS BHD	5/1/2022	Trading Buy	0.96	1.05	0.87	10%	-9%	1.12x	0.99	0.91	0.91	Open	
JHM CONSOLIDATION BHD	5/1/2022	Trading Buy	1.77	2.03	1.53	15%	-14%	1.08x	1.87	1.39	1.50	SL Hit	17/1/2022
BP PLASTICS HOLDING BHD	6/1/2022	Trading Buy	1.58	1.85	1.38	17%	-13%	1.35x	1.60	1.39	1.43	Open	
SIME DARBY PROPERTY BHD	6/1/2022	Trading Buy	0.63	0.73	0.55	16%	-13%	1.25x	0.64	0.59	0.61	Open	
SOUTHERN STEEL BERHAD	7/1/2022	Trading Buy	0.82	0.94	0.72	15%	-12%	1.20x	0.85	0.78	0.81	Open	
ABLE GLOBAL BHD	7/1/2022	Trading Buy	1.66	1.86	1.48	12%	-11%	1.11x	1.67	1.58	1.59	Open	
SERSOL BHD	11/1/2022	Trading Buy	0.50	0.60	0.39	21%	-21%	1.00x	0.54	0.46	0.47	Open	
SOUTHERN CABLE GROUP BHD	11/1/2022	Trading Buy	0.42	0.47	0.37	13%	-11%	1.22x	0.41	0.39	0.40	Open	
POH HUAT RESOURCES HLDGS BHD	12/1/2022	Trading Buy	1.35	1.52	1.20	13%	-11%	1.13x	1.38	1.34	1.35	Open	
EG INDUSTRIES BHD	12/1/2022	Trading Buy	0.59	0.67	0.50	15%	-15%	1.00x	0.61	0.56	0.56	Open	
GDEX BHD	13/1/2022	Trading Buy	0.29	0.34	0.25	17%	-14%	1.25x	0.29	0.28	0.29	Open	
MYNEWS HOLDINGS BHD	13/1/2022	Trading Buy	0.86	0.95	0.77	11%	-10%	1.12x	0.88	0.83	0.85	Open	
SCGM BHD	14/1/2022	Trading Buy	2.23	2.55	1.96	14%	-12%	1.19x	2.25	2.10	2.13	Open	
UEM SUNRISE BHD	14/1/2022	Trading Buy	0.34	0.40	0.29	16%	-15%	1.10x	0.34	0.32	0.32	Open	
JAG BHD	19/1/2022	Trading Buy	0.33	0.37	0.29	14%	-11%	1.29x	0.33	0.31	0.33	Open	
PESTECH INTERNATIONAL BHD	19/1/2022	Trading Buy	0.74	0.86	0.64	16%	-14%	1.20x	0.76	0.73	0.76	Open	
EKOVEST BHD	20/1/2022	Trading Buy	0.45	0.52	0.39	14%	-13%	1.08x	0.47	0.44	0.46	Open	
OCEAN VANTAGE HOLDINGS BHD	20/1/2022	Trading Buy	0.27	0.31	0.24	13%	-11%	1.17x	0.28	0.27	0.27	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.

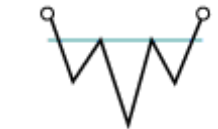

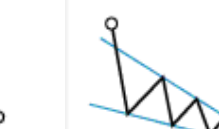

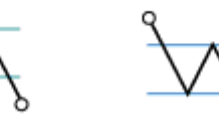
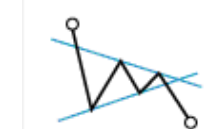




[^] Status will be categorised as either: (i) "TP hit" when stock reaches target price first OR (ii) "SL hit" when stock touches stop loss first OR (iii) "Open" when neither TP nor SL has been hit.

Stock has traded ex-entitlement for DPS of 12 sen on 29 Dec 2021. TP Hit after taking into account the dividend returns.

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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