

14 January 2022

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### Daily technical highlights – (SCGM, UEMS)

#### Daily Charting – SCGM (Trading Buy)



About the Stock:		Key Support & Resistance Levels	
<b>Name</b>	: SCGM Bhd	<b>52 Week High/Low</b>	: 2.83/1.69
<b>Bursa Code</b>	: SCGM	<b>3-m Avg. Daily Vol.</b>	: 698,273
<b>CAT Code</b>	: 7247	<b>Free Float (%)</b>	: 46%
<b>Market Cap</b>	: RM429.4m	<b>Beta vs. KLCI</b>	: 1.0
		<b>Last Price</b>	: RM2.23
		<b>Resistance</b>	: RM2.55 (R1) RM2.80 (R2)
		<b>Stop Loss</b>	: RM1.96

#### SCGM Berhad (Trading Buy)

- SCGM manufactures food & beverage packaging, namely takeaway trays and plastic containers for fresh foods in supermarkets. In 2020, SCGM diversified into the manufacturing of face shields and face masks.
- In FY April 2021, SCGM registered net profit of RM34m, a 94% YoY growth. In the 6-month period ended October 2021, despite showing a 20% revenue growth, its net profit fell 16% YoY to RM16.3m mainly due to higher raw material costs.
- Nevertheless, consensus is still expecting SCGM to achieve a higher net profit of RM36m in FY April 2022 (+8% YoY) and RM39m in FY April 2023 (+8% YoY). These translate to forward PERs of 11.9x and 11.2x, respectively.
- Chart-wise, from its 2021 peak of RM2.83 in November, the stock fell 26% to bottom out at RM2.09 two days ago.
- After testing the RM2.10 support level, the stock staged a strong rebound the next day, suggesting a firm rejection of lower prices.
- The MACD indicator is also showing waning downward momentum, suggesting that the stock has likely bottomed out, setting the stage for the share price to shift higher ahead.
- On its way up, we believe the stock could challenge our resistance levels of RM2.55 (R1; 14% upside potential) and RM2.80 (R2; 26% upside potential).
- We have pegged our stop loss level at RM1.96 (or a 12% downside risk).



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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 <sup>^</sup>	Date Status Fulfilled
			RM	RM	RM	%	%		RM	RM			
MALYSIAN BULK CARRIERS BHD	14/12/2021	Trading Buy	0.51	0.60	0.43	18%	-16%	1.13x	0.58	0.50	0.55	Open	
POWER ROOT BHD	14/12/2021	Trading Buy	1.36	1.51	1.22	11%	-10%	1.07x	1.37	1.33	1.36	Open	
PAVILION REAL ESTATE INVEST	15/12/2021	Trading Buy	1.26	1.40	1.15	11%	-9%	1.27x	1.30	1.23	1.27	Open	
YTL HOSPITALITY REIT	15/12/2021	Trading Buy	0.92	1.01	0.83	10%	-9%	1.12x	0.94	0.90	0.90	Open	
REVENUE GROUP BHD	16/12/2021	Trading Buy	1.50	1.75	1.31	17%	-13%	1.32x	1.57	1.43	1.48	Open	
MIECO CHIPBOARD BERHAD	16/12/2021	Trading Buy	0.50	0.57	0.43	15%	-14%	1.07x	0.59	0.47	0.57	TP Hit	28/12/2021
CTOS DIGITAL BHD	17/12/2021	Trading Buy	1.75	1.98	1.53	13%	-13%	1.05x	1.96	1.71	1.81	Open	
DIALOG GROUP BHD	17/12/2021	Trading Buy	2.46	2.78	2.18	13%	-11%	1.14x	2.91	2.36	2.90	TP Hit	12/01/2022
HARBOUR-LINK GROUP BHD	21/12/2021	Trading Buy	1.17	1.34	1.05	15%	-10%	1.52x	1.32	1.13	1.20	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	0.35	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	1.23	1.25	Open	
OPTIMAX HOLDINGS BHD	23/12/2021	Trading Buy	1.38	1.56	1.21	13%	-12%	1.06x	1.40	1.21	1.28	SL Hit	11/01/2021
GENTING MALAYSIA BHD	23/12/2021	Trading Buy	2.81	3.13	2.52	11%	-10%	1.10x	2.97	2.81	2.90	Open	
AXIATA GROUP BERHAD	24/12/2021	Trading Buy	3.69	4.05	3.34	10%	-9%	1.03x	4.16	3.67	3.83	TP Hit	31/12/2021
SYARIKAT TAKAFUL MALAYSIA KE #	24/12/2021	Trading Buy	3.64	4.00	3.35	10%	-8%	1.26x	3.85	3.54	3.80	Open	
OPCOM HOLDINGS BHD	04/01/2022	Trading Buy	0.99	1.15	0.85	16%	-14%	1.14x	1.03	0.91	0.91	Open	
BINASAT COMMUNICATIONS BHD	04/01/2022	Trading Buy	0.32	0.36	0.27	14%	-14%	1.00x	0.33	0.31	0.31	Open	
INSAS BHD	05/01/2022	Trading Buy	0.96	1.05	0.87	10%	-9%	1.12x	0.99	0.94	0.94	Open	
JHM CONSOLIDATION BHD	05/01/2022	Trading Buy	1.77	2.03	1.53	15%	-14%	1.08x	1.87	1.64	1.66	Open	
BP PLASTICS HOLDING BHD	06/01/2022	Trading Buy	1.58	1.85	1.38	17%	-13%	1.35x	1.60	1.46	1.47	Open	
SIME DARBY PROPERTY BHD	06/01/2022	Trading Buy	0.63	0.73	0.55	16%	-13%	1.25x	0.64	0.61	0.63	Open	
SOUTHERN STEEL BERHAD	07/01/2022	Trading Buy	0.82	0.94	0.72	15%	-12%	1.20x	0.85	0.80	0.82	Open	
ABLE GLOBAL BHD	07/01/2022	Trading Buy	1.66	1.86	1.48	12%	-11%	1.11x	1.67	1.62	1.65	Open	
SERSOL BHD	11/01/2022	Trading Buy	0.50	0.60	0.39	21%	-21%	1.00x	0.51	0.48	0.49	Open	
SOUTHERN CABLE GROUP BHD	11/01/2022	Trading Buy	0.42	0.47	0.37	13%	-11%	1.22x	0.41	0.40	0.40	Open	
POH HUAT RESOURCES HLDGS BHD	12/01/2022	Trading Buy	1.35	1.52	1.20	13%	-11%	1.13x	1.38	1.36	1.37	Open	
EG INDUSTRIES BHD	12/01/2022	Trading Buy	0.59	0.67	0.50	15%	-15%	1.00x	0.59	0.58	0.59	Open	
GDEX BHD	13/01/2022	Trading Buy	0.29	0.34	0.25	17%	-14%	1.25x	0.29	0.29	0.29	Open	
MYNEWS HOLDINGS BHD	13/01/2022	Trading Buy	0.86	0.95	0.77	11%	-10%	1.12x	0.88	0.86	0.87	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.

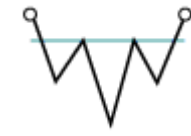

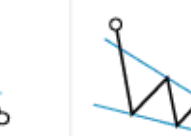


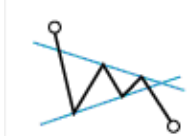

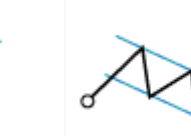

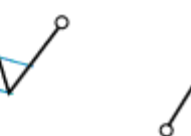
<sup>^</sup> Status will be categorised as either: (i) "TP hit" when stock reaches target price first OR (ii) "SL hit" when stock touches stop loss first OR (iii) "Open" when neither TP nor SL has been hit.

# Stock has traded ex-entitlement for DPS of 12 sen on 29 Dec 2021.

### Technical Terms:

Reversal Candlesticks	Patterns	Description
<b>Doji</b> <b>Dragonfly Doji (Bullish)</b> <b>Gravestone Doji (Bearish)</b>		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.
<b>Engulfing Pattern</b>		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.
<b>Hammer (Bullish)</b> <b>Shooting Star (Bearish)</b>		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.
<b>Inverted Hammer (Bullish)</b> <b>Hanging Man (Bearish)</b>		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.
<b>Harami</b> <b>Harami Cross</b>		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.
<b>Marubozu</b>		A Marubozu candlestick has no shadow extending from the body at either the open, the close or at both.
<b>Morning Doji Star (Bullish)</b> <b>Evening Doji Star (Bearish)</b>		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.
<b>Spinning Top</b>		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	<b>Inverted Head &amp; Shoulders (Bullish)</b>	<b>Head &amp; Shoulders (Bearish)</b>	<b>Wedge Reversal (Bullish/ Bearish)</b>	<b>Double Top (Bearish)</b>	<b>Double Bottom (Bullish)</b>
					
Continuation Patterns	<b>Symmetrical Triangle (Bullish/ Bearish)</b>	<b>Ascending Triangle (Bullish)</b>	<b>Channels (Bullish/ Bearish)</b>	<b>Flags (Bullish/ Bearish)</b>	<b>Pennant (Bullish/ Bearish)</b>
					

Source: Various

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Published and printed by:

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