

12 May 2022

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Daily technical highlights – (DELEUM, OPCOM)

Daily Charting – DELEUM (Trading Buy)



| About the Stock: | | Key Support & Resistance Levels | |
|-------------------|-----------------|---------------------------------|---------------------------|
| Name | : Deleum Berhad | 52 Week High/Low | : 0.76/0.45 |
| Bursa Code | : DELEUM | 3-m Avg. Daily Vol. | : 658,795 |
| CAT Code | : 5132 | Free Float (%) | : 33% |
| Market Cap | : RM301.2m | Beta vs. KLCI | : 0.9 |
| | | Last Price | : RM0.75 |
| | | Resistance | : RM0.84 (R1) RM0.94 (R2) |
| | | Stop Loss | : RM0.66 |

Deleum Bhd (Trading Buy)

- After a recent sideways trend, DELEUM's share price broke away to form a sequence of higher highs and higher lows, possibly signaling that an uptrend is already underway.
- With the Parabolic SAR indicator still rising and coupled with the DMI Plus hovering above the DMI Minus, we anticipate that the stock will continue to trend higher.
- Thus, we believe that DELEUM's share price could climb towards our resistance thresholds of RM0.84 (R1) and RM0.94 (R2), which represent upside potentials of 12% and 25%, respectively.
- Our stop loss price level is set at RM0.66 (or a downside risk of 12%).
- Business-wise, DELEUM is involved in the provision of support services and related products to the oil and gas industry, mainly in the exploration and production segment.
- The group reported a net profit of RM10.6m in 4QFY21 (vs 3QFY21's net loss of RM0.7m), taking its full-year FY December 21 bottomline to RM17.1m (+130% YoY), mainly lifted by higher contribution from the Power and Machinery division.
- Based on consensus forecasts, DELEUM is expected to record a net profit of RM30.0m in FY December 2022 and RM33.4m in FY December 2023, translating to forward PERs of 10.0x and 9.0x, respectively.

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Daily Charting – OPCOM (Trading Buy)



| About the Stock: | | Key Support & Resistance Levels | |
|-------------------|----------------------|---------------------------------|---------------------------|
| Name | : Opcom Holdings Bhd | 52 Week High/Low | : 1.79/0.41 |
| Bursa Code | : OPCOM | 3-m Avg. Daily Vol. | : 16,168,220 |
| CAT Code | : 0035 | Free Float (%) | : 74% |
| Market Cap | : RM269.3m | Beta vs. KLCI | : 0.9 |
| | | Last Price | : RM0.965 |
| | | Resistance | : RM1.08 (R1) RM1.16 (R2) |
| | | Stop Loss | : RM0.85 |

Opcom Holdings Bhd (Trading Buy)

- OPCOM's share price was sold down by 32% to a low of RM0.64 in early-March 2022 that was followed by a subsequent rebound before forming a consolidation pattern.
- Looking ahead, the stock will likely break out from the sideways pattern on the back of the stochastic indicator's reversal from an oversold area and the DMI Plus hovering above the DMI Minus.
- With that, the stock could rise to challenge our resistance levels of RM1.08 (R1; 12% upside potential) and RM1.16 (R2; 20% upside potential).
- We have pegged our stop loss at RM0.85, which represents a downside risk of 12%.
- OPCOM is engaged in the manufacturing and supply of fiber optic cables and engineering services.
- Earnings-wise, the group reported net profit of RM0.2m (-91.7% QoQ) in 3QFY21, which led to 9MFY21's bottomline of RM5.4m (vs. 9MFY20's net loss of RM1.5m), as overall performance was affected mainly by lower sales.
- Nonetheless, OPCOM's financial standing remains steady, backed by net cash holdings of RM76.7m (translating to 30.0 sen per share or almost one-third of the current share price) as of end-December 2021.

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STOCK CALL MONITOR*





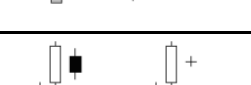
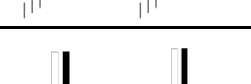


| Stock Name | Issue Date (ID) | Rating | Price @ ID | Target Price (TP) | Stop Loss Price (SL) | Upside Potential @ ID | Downside Risk @ ID | Risk to Reward Ratio | Highest Price since ID | Lowest Price since ID | Last Price RM | Status ^A | Date Status Fulfilled |
|------------------------------|-----------------|-------------|------------|-------------------|----------------------|-----------------------|--------------------|----------------------|------------------------|-----------------------|---------------|---------------------|-----------------------|
| | | | RM | RM | RM | % | % | | RM | RM | | | |
| LION INDUSTRIES CORP BHD | 12/4/2022 | Trading Buy | 0.61 | 0.71 | 0.52 | 16% | -15% | 1.11x | 0.67 | 0.55 | 0.55 | Open | |
| MALAYSIA STEEL WORKS KL BHD | 12/4/2022 | Trading Buy | 0.34 | 0.40 | 0.29 | 18% | -15% | 1.20x | 0.42 | 0.33 | 0.34 | TP Hit | 18/4/2022 |
| ANN JOO RESOURCES BHD | 13/4/2022 | Trading Buy | 1.82 | 2.09 | 1.56 | 15% | -14% | 1.04x | 1.91 | 1.55 | 1.59 | SL Hit | 10/5/2022 |
| MELEWAR INDUSTRIAL GROUP BHD | 13/4/2022 | Trading Buy | 0.43 | 0.50 | 0.36 | 16% | -16% | 1.00x | 0.46 | 0.37 | 0.38 | Open | |
| HEVEABOARD BHD | 14/4/2022 | Trading Buy | 0.56 | 0.62 | 0.49 | 12% | -12% | 1.00x | 0.61 | 0.52 | 0.55 | Open | |
| TASCO BHD | 14/4/2022 | Trading Buy | 1.21 | 1.35 | 1.07 | 12% | -12% | 1.00x | 1.22 | 0.99 | 1.06 | SL Hit | 6/5/2022 |
| CB INDUSTRIAL PRODUCT HLDG | 15/4/2022 | Trading Buy | 1.73 | 1.96 | 1.53 | 13% | -12% | 1.15x | 1.75 | 1.43 | 1.47 | SL Hit | 6/5/2022 |
| SDS GROUP BHD | 15/4/2022 | Trading Buy | 0.38 | 0.43 | 0.34 | 13% | -11% | 1.25x | 0.41 | 0.34 | 0.39 | SL Hit | 20/4/2022 |
| SELANGOR DREDGING BHD | 20/4/2022 | Trading Buy | 0.54 | 0.61 | 0.48 | 13% | -11% | 1.17x | 0.59 | 0.52 | 0.52 | Open | |
| OKA CORP BHD | 20/4/2022 | Trading Buy | 0.84 | 0.95 | 0.73 | 13% | -13% | 1.00x | 0.84 | 0.80 | 0.82 | Open | |
| CJ CENTURY LOGISTICS HOLDING | 21/4/2022 | Trading Buy | 0.67 | 0.75 | 0.59 | 13% | -11% | 1.13x | 0.70 | 0.58 | 0.62 | SL Hit | 6/5/2022 |
| KRETAM HOLDINGS BHD | 21/4/2022 | Trading Buy | 0.68 | 0.77 | 0.60 | 13% | -12% | 1.13x | 0.75 | 0.61 | 0.63 | Open | |
| CARIMIN PETROLEUM BHD | 22/4/2022 | Trading Buy | 0.71 | 0.80 | 0.62 | 13% | -13% | 1.00x | 0.77 | 0.65 | 0.71 | Open | |
| EWEIN BHD | 22/4/2022 | Trading Buy | 0.33 | 0.37 | 0.30 | 12% | -11% | 1.14x | 0.37 | 0.31 | 0.32 | TP Hit | 27/4/2022 |
| GREENYIELD BHD | 26/4/2022 | Trading Buy | 0.27 | 0.32 | 0.23 | 19% | -15% | 1.25x | 0.32 | 0.27 | 0.28 | TP Hit | 27/4/2022 |
| LII HEN INDUSTRIES BHD | 26/4/2022 | Trading Buy | 2.97 | 3.30 | 2.68 | 11% | -10% | 1.14x | 3.16 | 2.93 | 2.96 | Open | |
| THONG GUAN INDUSTRIES BHD | 27/4/2022 | Trading Buy | 2.49 | 2.86 | 2.13 | 15% | -14% | 1.03x | 2.55 | 2.45 | 2.49 | Open | |
| TAFI INDUSTRIES BHD | 27/4/2022 | Trading Buy | 0.65 | 0.74 | 0.58 | 14% | -11% | 1.29x | 0.67 | 0.59 | 0.61 | Open | |
| HOMERITZ CORP BHD | 28/4/2022 | Trading Buy | 0.57 | 0.62 | 0.51 | 10% | -10% | 1.00x | 0.60 | 0.55 | 0.56 | Open | |
| MOBILIA HOLDINGS BHD | 28/4/2022 | Trading Buy | 0.21 | 0.24 | 0.19 | 14% | -12% | 1.20x | 0.22 | 0.20 | 0.20 | Open | |
| MALAKOFF CORP BHD | 29/4/2022 | Trading Buy | 0.67 | 0.75 | 0.60 | 13% | -10% | 1.31x | 0.66 | 0.62 | 0.63 | Open | |
| WEGMANS HOLDINGS BHD# | 29/4/2022 | Trading Buy | 0.25 | 0.28 | 0.22 | 12% | -12% | 1.00x | 0.26 | 0.21 | 0.22 | SL Hit | 6/5/2022 |
| CSC STEEL HOLDINGS BHD | 5/5/2022 | Trading Buy | 1.73 | 1.93 | 1.55 | 12% | -10% | 1.11x | 1.76 | 1.63 | 1.64 | Open | |
| WELLCALL HOLDINGS BHD | 5/5/2022 | Trading Buy | 1.27 | 1.40 | 1.15 | 10% | -9% | 1.08x | 1.27 | 1.19 | 1.23 | Open | |
| PERAK TRANSIT BHD | 6/5/2022 | Trading Buy | 0.67 | 0.76 | 0.58 | 13% | -13% | 1.00x | 0.69 | 0.66 | 0.67 | Open | |
| YTL HOSPITALITY REIT | 6/5/2022 | Trading Buy | 0.97 | 1.09 | 0.84 | 13% | -13% | 1.00x | 0.97 | 0.92 | 0.93 | Open | |
| UZMA BHD | 10/5/2022 | Trading Buy | 0.48 | 0.54 | 0.41 | 14% | -14% | 1.00x | 0.49 | 0.46 | 0.48 | Open | |
| RESERVOIR LINK ENERGY BHD | 10/5/2022 | Trading Buy | 0.44 | 0.51 | 0.38 | 16% | -14% | 1.17x | 0.44 | 0.42 | 0.43 | Open | |
| SCIENEX BHD | 11/5/2022 | Trading Buy | 3.77 | 4.15 | 3.40 | 10% | -10% | 1.03x | 3.77 | 3.70 | 3.72 | Open | |
| SAMCHEM HOLDINGS BHD | 11/5/2022 | Trading Buy | 0.86 | 0.95 | 0.77 | 11% | -10% | 1.12x | 0.87 | 0.86 | 0.86 | 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.






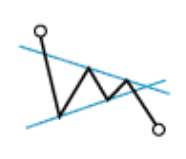

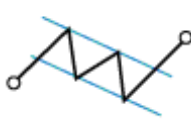


^A Status will be categorised as either: (i) "TP hit" when stock reaches target price first OR (ii) "SL hit" when stock touches stop loss first OR (iii) "Open" when neither TP nor SL has been hit.

Share price data has been adjusted for a bonus issue exercise on the basis of 1 free warrant for every 4 ordinary shares held following an ex-entitlement date on 29 Apr 2022.

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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