

19 August 2022

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### Daily technical highlights – (ARMADA, DAYANG)

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



About the Stock:			Key Support & Resistance Levels	
<b>Name</b>	: Bumi Armada Bhd	<b>52 Week High/Low</b>	: 0.575/0.32	<b>Last Price</b> : RM0.355
<b>Bursa Code</b>	: ARMADA	<b>3-m Avg. Daily Vol.</b>	: 12,009,707	<b>Resistance</b> : RM0.39 (R1) RM0.41 (R2)
<b>CAT Code</b>	: 5210	<b>Free Float (%)</b>	: 40%	<b>Stop Loss</b> : RM0.32
<b>Market Cap</b>	: RM2,100.9m	<b>Beta vs. KLCI</b>	: 1.25	

#### Bumi Armada Bhd (Trading Buy)

- ARMADA's share price has fallen 38% since early February this year from its 52-week high of RM0.575 to close at RM0.355 yesterday. With the share price finding support near its 52-week low of RM0.32 and the appearance of a tweezer bottom yesterday, a technical rebound could be anticipated.
- Chart-wise, we believe the share price will shift upward as both the Stochastic and RSI indicators climb out from the oversold zone.
- Hence, we expect the stock to rise and test our resistance thresholds of RM0.39 (R1; 10% upside potential) and RM0.41 (R2; 15% upside potential).
- Conversely, our stop loss price has been identified at RM0.32 (representing a 10% downside risk).
- ARMADA is an international offshore energy facilities and services provider which owns and operates offshore vessels to support oil & gas exploration and production activities.
- Earnings-wise, the group reported a net profit of RM185.8m in 1QFY22 compared with a net profit of RM162.8m in 1QFY21, lifted mainly by lower depreciation charge, tax expense and finance costs.
- Based on consensus forecasts, ARMADA's net earnings are projected to come in at RM660.2m in FY December 2022 and RM682.3m in FY December 2023, which translate to forward PERs of 3.2x this year and 3.1x next year, respectively.

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## Daily Charting – DAYANG (Trading Buy)



About the Stock:			Key Support & Resistance Levels		
<b>Name</b>	: Dayang Enterprise Holdings Bhd	<b>52 Week High/Low</b>	: 1.16/0.765	<b>Last Price</b>	: RM0.99
<b>Bursa Code</b>	: DAYANG	<b>3-m Avg. Daily Vol.</b>	: 2,545,083	<b>Resistance</b>	: RM1.09 (R1) RM1.15 (R2)
<b>CAT Code</b>	: 5141	<b>Free Float (%)</b>	: 41%	<b>Stop Loss</b>	: RM0.89
<b>Market Cap</b>	: RM1,146.2m	<b>Beta vs. KLCI</b>	: 1.24		

## Dayang Enterprise Holdings Bhd (Trading Buy)

- The share price of DAYANG has slid from a peak of RM3.01 in February 2020 to as low as RM0.765 in December 2021 before making a rebound since then to close at RM0.99 yesterday. Following that, the formation of a potential ascending triangle pattern has set the stage for a likely technical rebound ahead.
- On the chart, the share price is expected to continue its upward momentum backed by: (i) the rising Parabolic SAR trend, (ii) the DMI Plus crossing above the DMI Minus, and (iii) the 12-day moving average still hovering above the 26-day moving average following the MACD golden cross in late July.
- A technical breakout from the ascending triangle could then lift the stock to challenge our resistance levels of RM1.09 (R1; 10% upside potential) and RM1.15 (R2; 16% upside potential).
- Our stop loss level is pegged at RM0.89 (representing a 10% downside risk).
- Fundamentally speaking, DAYANG provides offshore topside maintenance services, minor fabrication works and offshore hook-up and commissioning services for oil and gas companies.
- Earnings-wise, the group reported a net profit of RM42m in 2QFY22, reversing from a net loss of RM21.9m in 2QFY21 driven by a revival of work orders, insurance claims received and lower depreciation charge. This took 1HFY22 bottomline to RM55.8m (versus net loss of RM49.4m previously).
- Based on consensus forecasts, DAYANG's net earnings are projected to come in at RM65.9m in FY December 2022 and RM96.2m in FY December 2023, which translate to forward PERs of 17.4x this year and 11.9x next year, respectively.

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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
AEON CO (M) BHD	19/07/2022	Trading Buy	1.36	1.53	1.19	13%	-13%	1.00x	1.47	1.33	1.43	Open	
GHL SYSTEMS BERHAD	19/07/2022	Trading Buy	1.20	1.36	1.07	13%	-11%	1.23x	1.34	1.14	1.30	Open	
MALAYSIA BUILDING SOCIETY	20/07/2022	Trading Buy	0.56	0.61	0.51	10%	-8%	1.22x	0.61	0.56	0.60	TP Hit	12/08/2022
EP MANUFACTURING BERHAD	20/07/2022	Trading Buy	0.97	1.08	0.86	11%	-11%	1.00x	1.12	0.88	1.05	TP Hit	16/08/2022
INARI AMERTRON BHD	21/07/2022	Trading Buy	2.67	2.94	2.40	10%	-10%	1.00x	2.96	2.66	2.89	TP Hit	04/08/2022
MAGNI-TECH INDUSTRIES BHD	21/07/2022	Trading Buy	1.85	2.03	1.67	10%	-10%	1.00x	1.92	1.85	1.89	Open	
ANN JOO RESOURCES BHD	22/07/2022	Trading Buy	1.05	1.22	0.92	16%	-12%	1.31x	1.25	1.02	1.12	TP Hit	01/08/2022
SEDANIA INNOVATOR BHD	22/07/2022	Trading Buy	0.43	0.50	0.38	16%	-12%	1.40x	0.47	0.34	0.35	SL Hit	03/08/2022
TUNE PROTECT GROUP BHD	26/07/2022	Trading Buy	0.35	0.38	0.31	10%	-10%	1.00x	0.39	0.35	0.37	TP Hit	12/08/2022
LYC HEALTHCARE BHD	26/07/2022	Trading Buy	0.20	0.23	0.17	18%	-13%	1.40x	0.20	0.17	0.18	SL Hit	15/08/2022
MUDAJAYA GROUP BHD	27/07/2022	Trading Buy	0.18	0.21	0.16	17%	-14%	1.20x	0.20	0.18	0.19	Open	
GFM SERVICES BHD	27/07/2022	Trading Buy	0.18	0.21	0.16	17%	-14%	1.20x	0.19	0.18	0.18	Open	
BONIA CORP BHD	28/07/2022	Trading Buy	2.22	2.60	1.84	17%	-17%	1.00x	2.50	2.03	2.43	Open	
ONLY WORLD GROUP HOLDINGS BH	28/07/2022	Trading Buy	0.52	0.58	0.47	12%	-11%	1.09x	0.55	0.50	0.53	Open	
POWER ROOT BHD	29/07/2022	Trading Buy	1.80	2.02	1.59	12%	-12%	1.05x	1.81	1.61	1.79	Open	
SKP RESOURCES BHD	29/07/2022	Trading Buy	1.63	1.84	1.42	13%	-13%	1.00x	1.75	1.52	1.68	Open	
MALAYSIA STEEL WORKS KL BHD	02/08/2022	Trading Buy	0.31	0.34	0.27	11%	-11%	1.00x	0.31	0.29	0.29	Open	
LEON FUAT BHD	02/08/2022	Trading Buy	0.55	0.61	0.48	12%	-12%	1.00x	0.58	0.52	0.55	Open	
KIM HIN JOO BHD	03/08/2022	Trading Buy	0.21	0.25	0.17	20%	-17%	1.14x	0.21	0.20	0.21	Open	
OM HOLDINGS LTD	03/08/2022	Trading Buy	2.08	2.40	1.78	15%	-14%	1.07x	2.11	1.93	2.02	Open	
FOUNDPAC GROUP BHD	04/08/2022	Trading Buy	0.54	0.62	0.46	16%	-14%	1.13x	0.57	0.49	0.50	Open	
TEXCHEM RESOURCES BERHAD	04/08/2022	Trading Buy	2.94	3.27	2.63	11%	-11%	1.05x	3.93	2.89	3.53	TP Hit	11/08/2022
LOTTE CHEMICAL TITAN HOLDING	05/08/2022	Trading Buy	1.81	2.00	1.62	10%	-10%	1.00x	1.83	1.71	1.74	Open	
NCT ALLIANCE BHD	05/08/2022	Trading Buy	0.42	0.47	0.37	12%	-12%	1.00x	0.45	0.40	0.43	Open	
POH HUAT RESOURCES HLDGS BHD	09/08/2022	Trading Buy	1.35	1.51	1.21	12%	-10%	1.14x	1.38	1.31	1.33	Open	
MIECO CHIPBOARD BERHAD	09/08/2022	Trading Buy	0.58	0.64	0.52	11%	-10%	1.18x	0.58	0.55	0.57	Open	
HIBISCUS PETROLEUM BHD	10/08/2022	Trading Buy	0.84	0.92	0.75	10%	-10%	1.00x	0.90	0.81	0.90	Open	
YTL CORP BHD	10/08/2022	Trading Buy	0.56	0.62	0.50	12%	-10%	1.18x	0.57	0.55	0.56	Open	
SIGNATURE INTERNATIONAL BHD	11/08/2022	Trading Buy	1.45	1.62	1.29	12%	-11%	1.06x	1.56	1.41	1.45	Open	
SOLARVEST HOLDINGS BHD	11/08/2022	Trading Buy	0.78	0.87	0.68	12%	-12%	1.00x	0.80	0.72	0.77	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.

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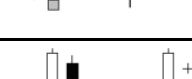
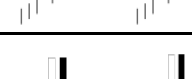
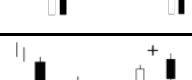

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MI TECHNOVATION BHD	12/08/2022	Trading Buy	1.42	1.63	1.22	15%	-14%	1.05x	1.46	1.25	1.29	Open	
REVENUE GROUP BHD	12/08/2022	Trading Buy	1.00	1.14	0.87	14%	-13%	1.08x	1.02	0.98	0.99	Open	
OMESTI BHD	16/08/2022	Trading Buy	0.38	0.43	0.33	13%	-13%	1.00x	0.39	0.38	0.38	Open	
CUSCAPI BHD	16/08/2022	Trading Buy	0.24	0.28	0.20	17%	-17%	1.00x	0.29	0.24	0.27	TP Hit	17/08/2022
OPCOM HOLDINGS BHD	17/08/2022	Trading Buy	0.87	0.98	0.76	13%	-13%	1.00x	0.88	0.85	0.85	Open	
DELEUM BERHAD	17/08/2022	Trading Buy	0.58	0.65	0.52	12%	-10%	1.17x	0.59	0.58	0.58	Open	
PEKAT GROUP BERHAD	18/08/2022	Trading Buy	0.50	0.56	0.43	13%	-13%	1.00x	0.55	0.49	0.53	Open	
RANHILL UTILITIES BHD	18/08/2022	Trading Buy	0.46	0.52	0.40	13%	-13%	1.00x	0.46	0.45	0.46	Open	

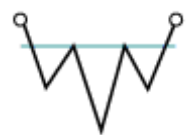




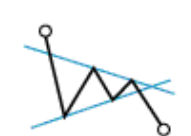
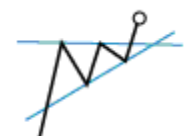
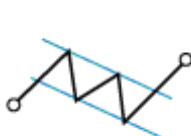

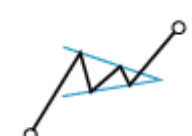
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## Technical Terms:

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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Published and printed by:

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