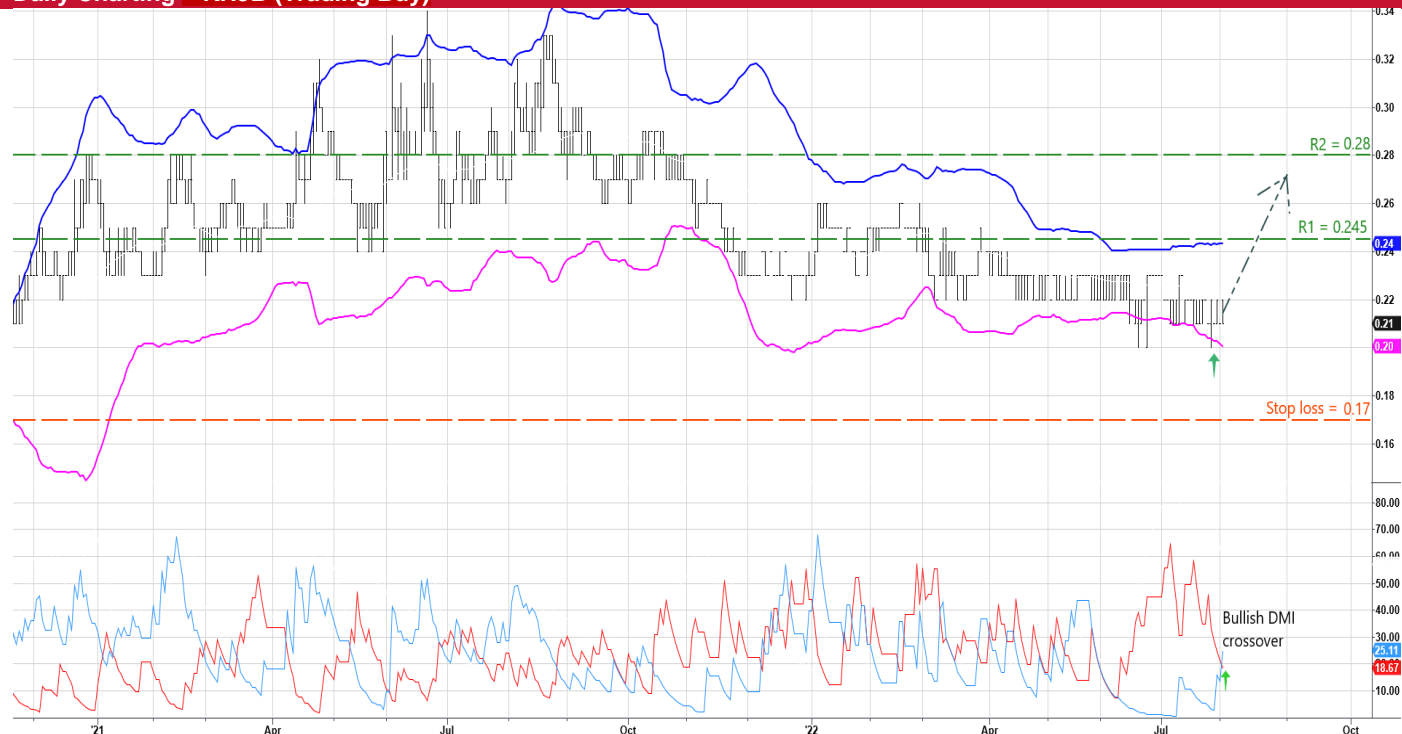


03 August 2022

By Goh Yin Foo, CFA, CMT | gohyf@kenanga.com.my

Daily technical highlights – (KHJB, OMH)

Daily Charting – KHJB (Trading Buy)

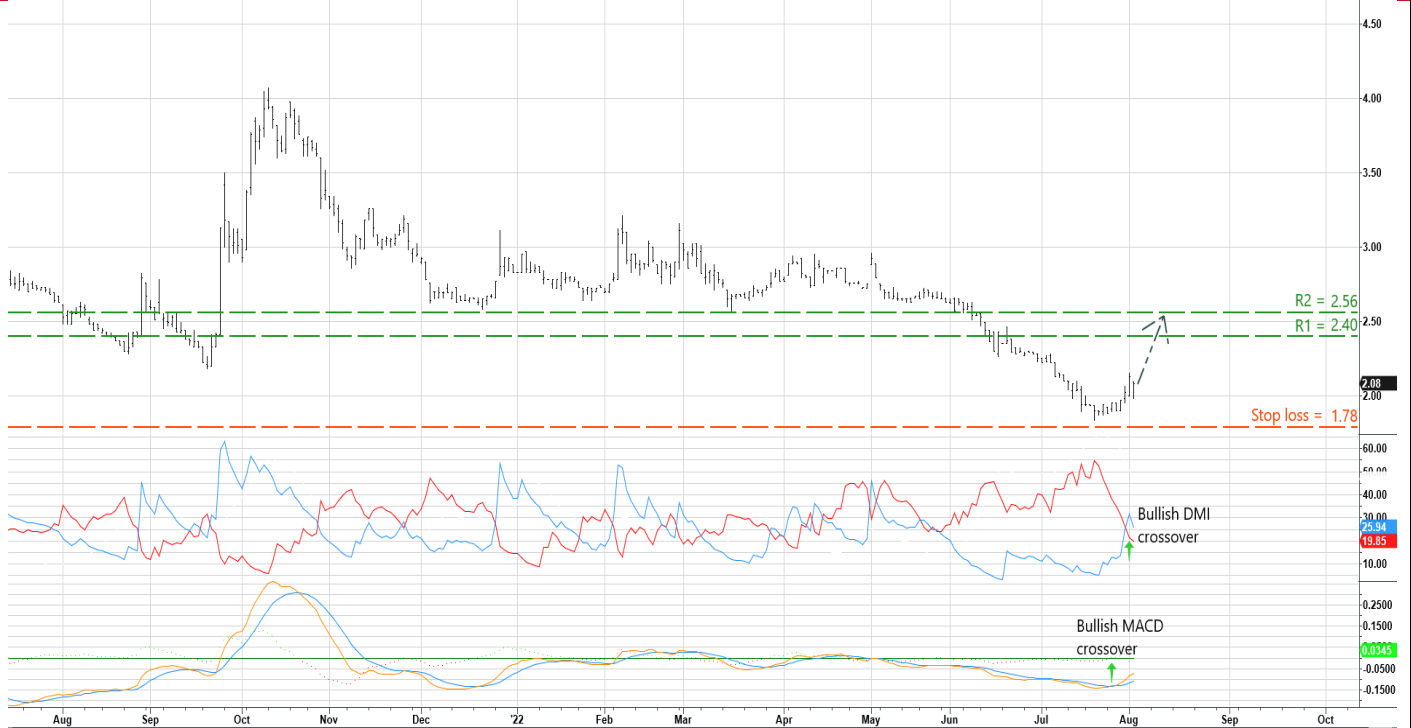


About the Stock:		Key Support & Resistance Levels	
Name	Kim Hin Joo (Malaysia) Bhd	52 Week High/Low	: 0.33/0.20
Bursa Code	: KHJB	3-m Avg. Daily Vol.	: 141,857
CAT Code	: 0210	Free Float (%)	: 17.7
Market Cap	: RM77.9m	Beta vs. KLCI	: 0.6
		Last Price	: RM0.205
		Resistance	: RM0.245 (R1) RM0.28 (R2)
		Stop Loss	: RM0.17

Kim Hin Joo (Malaysia) Bhd (Trading Buy)

- A retracement from a high of RM0.33 in August last year to as low as RM0.20 in late June this year, which was subsequently followed by sideways swings, may set the stage for KHJB shares to plot a technical rebound ahead.
- On the chart, an upward shift is now anticipated in view of: (i) the share price moving back above the lower Bollinger Band, and (ii) the DMI Plus crossing over the DMI Minus.
- With that, the stock – which has seen a pick-up in trading activity lately – could be making its way towards our resistance thresholds of RM0.245 (R1; 20% upside potential) and RM0.28 (R2; 37% upside potential).
- We have pegged our stop loss price level at RM0.17 (representing a downside risk of 17% from the last done price of RM0.205).
- KHJB – a leading retailer of baby, children and maternity products in Malaysia under the Mothercare brand with a network of more than 530 distribution points – offers exposure to the growing demand from the rising number of young families in the country. This comes as retail sales for “children & baby products” saw an annual growth of 2.5% in 1Q22 and 41.2% in 2Q22 based on data compiled by the Retail Group Malaysia.
- Profit-wise, the group logged net earnings of RM0.9m (-50% YoY) in 1QFY22 after announcing net profit of RM4.6m (-14% YoY) in FY December 2021.
- With a debt-free balance sheet, KHJB’s financial position is backed by net cash holdings & short-term investments of RM21.3m (5.6 sen per share or slightly more than one-quarter of the existing share price) as of end-March this year.

Daily Charting – OMH (Trading Buy)



About the Stock:		Key Support & Resistance Levels	
Name	: OM Holdings Ltd	52 Week High/Low	: 4.07/1.83
Bursa Code	: OMH	3-m Avg. Daily Vol.	: 85,439
CAT Code	: 5298	Free Float (%)	: 55.6
Market Cap	: RM1,536.3m	Beta vs. KLCI	: N.A.
		Last Price	: RM2.08
		Resistance	: RM2.40 (R1) RM2.56 (R2)
		Stop Loss	: RM1.78

OM Holdings Ltd (Trading Buy)

- Listed on the stock exchanges in Australia and Malaysia, OMH's share price has fallen from a high of RM4.07 in October last year before bouncing off from a low of RM1.83 in late July.
- The price reversal will probably carry on as the DMI Plus is in the midst of cutting above the DMI Minus while the MACD has crossed over the signal line.
- On the back of the strengthening momentum, an extension of the upward trajectory could take the stock to reach our resistance thresholds of RM2.40 (R1; 15% upside potential) and RM2.56 (R2; 23% upside potential).
- Our stop loss price level is set at RM1.78 (or a 14% downside risk).
- OMH is a manganese and silicon company with vertical exposure in mining and trading. The group is engaged in the business of trading raw ores, smelting and marketing of processed ferroalloys and is a leading supplier of manganese ores and ferroalloys to major steel mills and other industries.
- After reporting net profit of AUD81.8m (a YoY jump of more than 15-fold) in FY December 2021, the group is forecasted to make net earnings of AUD82.4m in FY22 and AUD123.0m in FY23 based on consensus expectations. This translates to forward PERs of 5.7x and 3.8x, respectively.

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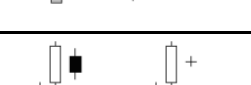
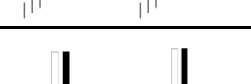


STOCK CALL MONITOR*

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			
ELK-DESA RESOURCES	05/07/2022	Trading Buy	1.28	1.41	1.16	10%	-9%	1.08x	1.30	1.27	1.28	Open	
KUMPULAN PERANGSANG SELANGOR	05/07/2022	Trading Buy	0.69	0.76	0.63	10%	-9%	1.17x	0.75	0.68	0.70	Open	
SAM ENGINEERING & EQUIPMENT	06/07/2022	Trading Buy	3.02	3.35	2.73	11%	-10%	1.14x	4.50	2.76	4.33	TP Hit	28/07/2022
DIALOG GROUP BHD	06/07/2022	Trading Buy	2.07	2.27	1.88	10%	-9%	1.05x	2.28	1.97	2.22	TP Hit	01/08/2022
AURELIUS TECHNOLOGIES BHD	07/07/2022	Trading Buy	1.36	1.55	1.20	14%	-12%	1.19x	1.73	1.36	1.60	TP Hit	29/07/2022
AXIATA GROUP BERHAD	07/07/2022	Trading Buy	2.65	2.97	2.38	12%	-10%	1.19x	2.90	2.61	2.83	Open	
TSH RESOURCES BHD	08/07/2022	Trading Buy	0.97	1.07	0.87	10%	-10%	1.00x	1.10	0.92	1.02	TP Hit	01/08/2022
MR DIY GROUP M BHD	08/07/2022	Trading Buy	2.06	2.25	1.87	9%	-9%	1.00x	2.33	2.00	2.29	TP Hit	01/08/2022
KPJ HEALTHCARE BERHAD	13/07/2022	Trading Buy	0.82	0.90	0.73	10%	-10%	1.00x	0.88	0.82	0.85	Open	
UEM EDGENTA BHD	13/07/2022	Trading Buy	1.28	1.39	1.18	9%	-8%	1.10x	1.32	1.26	1.27	Open	
KOBAY TECHNOLOGY BHD	14/07/2022	Trading Buy	2.50	2.90	2.18	16%	-13%	1.25x	2.96	2.44	2.77	TP Hit	29/07/2022
MY EG SERVICES BHD	14/07/2022	Trading Buy	0.80	0.93	0.69	16%	-14%	1.14x	0.82	0.73	0.78	Open	
HEXTAR GLOBAL BHD	15/07/2022	Trading Buy	1.70	1.95	1.45	15%	-15%	1.00x	1.78	1.60	1.60	Open	
FGV HOLDINGS BHD	15/07/2022	Trading Buy	1.53	1.79	1.27	17%	-17%	1.00x	1.56	1.49	1.51	Open	
AEON CO (M) BHD	19/07/2022	Trading Buy	1.36	1.53	1.19	13%	-13%	1.00x	1.44	1.33	1.44	Open	
GHL SYSTEMS BERHAD	19/07/2022	Trading Buy	1.20	1.36	1.07	13%	-11%	1.23x	1.25	1.14	1.15	Open	
MALAYSIA BUILDING SOCIETY	20/07/2022	Trading Buy	0.56	0.61	0.51	10%	-8%	1.22x	0.59	0.56	0.58	Open	
EP MANUFACTURING BERHAD	20/07/2022	Trading Buy	0.97	1.08	0.86	11%	-11%	1.00x	0.99	0.88	0.91	Open	
INARI AMERTRON BHD	21/07/2022	Trading Buy	2.67	2.94	2.40	10%	-10%	1.00x	2.93	2.66	2.83	Open	
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	1.14	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	0.39	0.39	Open	
TUNE PROTECT GROUP BHD	26/07/2022	Trading Buy	0.35	0.38	0.31	10%	-10%	1.00x	0.37	0.35	0.36	Open	
LYC HEALTHCARE BHD	26/07/2022	Trading Buy	0.20	0.23	0.17	18%	-13%	1.40x	0.20	0.19	0.20	Open	
MUDAJAYA GROUP BHD	27/07/2022	Trading Buy	0.18	0.21	0.16	17%	-14%	1.20x	0.19	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	0.19	Open	
BONIA CORP BHD	28/07/2022	Trading Buy	2.22	2.60	1.84	17%	-17%	1.00x	2.29	2.06	2.15	Open	
ONLY WORLD GROUP HOLDINGS BH	28/07/2022	Trading Buy	0.52	0.58	0.47	12%	-11%	1.09x	0.55	0.51	0.53	Open	
POWER ROOT BHD	29/07/2022	Trading Buy	1.80	2.02	1.59	12%	-12%	1.05x	1.81	1.74	1.75	Open	
SKP RESOURCES BHD	29/07/2022	Trading Buy	1.63	1.84	1.42	13%	-13%	1.00x	1.67	1.56	1.56	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	0.55	0.53	0.53	Open	



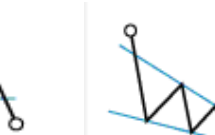







* Tracks our stock recommendations on a one-month rolling basis from issue date. Stock names will drop out from the list after one month from issue date regardless of their status.

[^] 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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