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Daily technical highlights – (SIGN, SLVEST)

Daily Charting – SIGN (Trading Buy)



About the Stock:		Key Support & Resistance Levels	
Name	: Signature International Bhd	52 Week High/Low	: 1.67/0.90
Bursa Code	: SIGN	3-m Avg. Daily Vol.	: 987,748
CAT Code	: 7246	Free Float (%)	: 33%
Market Cap	: RM425.6m	Beta vs. KLCI	: 0.7
		Last Price	: RM1.45
		Resistance	: RM1.62 (R1) RM1.70 (R2)
		Stop Loss	: RM1.29

Signature International Bhd (Trading Buy)

- Following a retracement from a high of RM1.67 in March 2022, a recent rebound from a trough of RM1.17 has paved the way for SIGN's share price to plot an uptrend reversal.
- On the chart, the appearance of long candlesticks is indicating the resumption of buying interest in the shares, with the upward momentum likely to continue based on the rising Parabolic SAR trend and strengthening MACD signal backed by a strong histogram pattern.
- Therefore, the stock could rise to challenge our resistance levels of RM1.62 (R1; 12% upside potential) and RM1.70 (R2; 17% upside potential).
- We have pegged our stop loss at RM1.29, representing a downside risk of 11%.
- SIGN is involved in the designing and distribution of kitchen and wardrobe systems business.
- Fundamental-wise, the group reported net profit of RM3.6m (-18% QoQ) in 3QFY22, which brought 9MFY22 net profit to RM9.9m (+39% YoY).
- Based on consensus estimates, the group is expected to report net profit of RM20.2m in FY June 2022 and RM18.8m in FY June 2023, translating to forward PERs of 21.0x and 22.6x, respectively.

Daily Chating – SLVEST (Trading Buy)



About the Stock:		Key Support & Resistance Levels	
Name	: Solarvest Holdings Bhd	52 Week High/Low	: 1.44/0.60
Bursa Code	: SLVEST	3-m Avg. Daily Vol.	: 529,480
CAT Code	: 0215	Free Float (%)	: 41%
Market Cap	: RM517.4m	Beta vs. KLCI	: 1.0
		Last Price	: RM0.775
		Resistance	: RM0.87 (R1) RM0.98 (R2)
		Stop Loss	: RM0.68

Solarvest Holdings Bhd (Trading Buy)

- SLVEST's share price recently slid to a low of RM0.63 in July 2022 before staging a rebound to signal a probable uptrend reversal.
- Backed by the rising Parabolic SAR trend and the DMI Plus crossover above the DMI Minus, the stock is expected to move higher ahead.
- Hence, the stock could rise to challenge our resistance levels of RM0.87 (R1; 12% upside potential) and RM0.98 (R2; 26% upside potential).
- We have pegged our stop loss at RM0.68, representing a downside risk of 12%.
- Business-wise, SLVEST operates as a solar system installer and service provider.
- Earnings-wise, the group reported net profit of RM3.7m (+85% QoQ) in 4QFY22, which took full-year FY22 bottomline to RM6.9m (-57% YoY).
- Going forward, consensus is forecasting SLVEST to report net profit of RM21.1m in FY March 2023 and RM28.3m in FY March 2024, which translate to forward PERs of 24.2x and 19.4x, respectively.

11 August 2022

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			
KPJ HEALTHCARE BERHAD	13/7/2022	Trading Buy	0.82	0.90	0.73	10%	-10%	1.00x	0.90	0.82	0.88	TP Hit	9/8/2022
UEM EDGENTA BHD	13/7/2022	Trading Buy	1.28	1.39	1.18	9%	-8%	1.10x	1.32	1.25	1.32	Open	
KOBAY TECHNOLOGY BHD	14/7/2022	Trading Buy	2.50	2.90	2.18	16%	-13%	1.25x	3.23	2.44	2.93	TP Hit	29/7/2022
MY EG SERVICES BHD	14/7/2022	Trading Buy	0.80	0.93	0.69	16%	-14%	1.14x	0.83	0.73	0.77	Open	
HEXTAR GLOBAL BHD	15/7/2022	Trading Buy	1.70	1.95	1.45	15%	-15%	1.00x	1.78	1.55	1.70	Open	
FGV HOLDINGS BHD	15/7/2022	Trading Buy	1.53	1.79	1.27	17%	-17%	1.00x	1.56	1.49	1.51	Open	
AEON CO (M) BHD	19/7/2022	Trading Buy	1.36	1.53	1.19	13%	-13%	1.00x	1.45	1.33	1.38	Open	
GHL SYSTEMS BERHAD	19/7/2022	Trading Buy	1.20	1.36	1.07	13%	-11%	1.23x	1.25	1.14	1.15	Open	
MALAYSIA BUILDING SOCIETY	20/7/2022	Trading Buy	0.56	0.61	0.51	10%	-8%	1.22x	0.59	0.56	0.59	Open	
EP MANUFACTURING BERHAD	20/7/2022	Trading Buy	0.97	1.08	0.86	11%	-11%	1.00x	0.99	0.88	0.91	Open	
INARI AMERTRON BHD	21/7/2022	Trading Buy	2.67	2.94	2.40	10%	-10%	1.00x	2.96	2.66	2.82	TP Hit	4/8/2022
MAGNI-TECH INDUSTRIES BHD	21/7/2022	Trading Buy	1.85	2.03	1.67	10%	-10%	1.00x	1.92	1.85	1.87	Open	
ANN JOO RESOURCES BHD	22/7/2022	Trading Buy	1.05	1.22	0.92	16%	-12%	1.31x	1.25	1.02	1.15	TP Hit	1/8/2022
SEDANIA INNOVATOR BHD	22/7/2022	Trading Buy	0.43	0.50	0.38	16%	-12%	1.40x	0.47	0.35	0.37	SL Hit	3/8/2022
TUNE PROTECT GROUP BHD	26/7/2022	Trading Buy	0.35	0.38	0.31	10%	-10%	1.00x	0.37	0.35	0.36	Open	
LYC HEALTHCARE BHD	26/7/2022	Trading Buy	0.20	0.23	0.17	18%	-13%	1.40x	0.20	0.19	0.19	Open	
MUDAJAYA GROUP BHD	27/7/2022	Trading Buy	0.18	0.21	0.16	17%	-14%	1.20x	0.20	0.18	0.20	Open	
GFM SERVICES BHD	27/7/2022	Trading Buy	0.18	0.21	0.16	17%	-14%	1.20x	0.19	0.18	0.19	Open	
BONIA CORP BHD	28/7/2022	Trading Buy	2.22	2.60	1.84	17%	-17%	1.00x	2.33	2.03	2.07	Open	
ONLY WORLD GROUP HOLDINGS BH	28/7/2022	Trading Buy	0.52	0.58	0.47	12%	-11%	1.09x	0.55	0.50	0.51	Open	
POWER ROOT BHD	29/7/2022	Trading Buy	1.80	2.02	1.59	12%	-12%	1.05x	1.81	1.61	1.63	Open	
SKP RESOURCES BHD	29/7/2022	Trading Buy	1.63	1.84	1.42	13%	-13%	1.00x	1.67	1.52	1.59	Open	
MALAYSIA STEEL WORKS KL BHD	2/8/2022	Trading Buy	0.31	0.34	0.27	11%	-11%	1.00x	0.31	0.29	0.30	Open	
LEON FUAT BHD	2/8/2022	Trading Buy	0.55	0.61	0.48	12%	-12%	1.00x	0.58	0.52	0.56	Open	
KIM HIN JOO BHD	3/8/2022	Trading Buy	0.21	0.25	0.17	20%	-17%	1.14x	0.21	0.21	0.21	Open	
OM HOLDINGS LTD	3/8/2022	Trading Buy	2.08	2.40	1.78	15%	-14%	1.07x	2.04	1.93	1.95	Open	
FOUNDPAC GROUP BHD	4/8/2022	Trading Buy	0.54	0.62	0.46	16%	-14%	1.13x	0.57	0.49	0.51	Open	
TEXCHEM RESOURCES BERHAD	4/8/2022	Trading Buy	2.94	3.27	2.63	11%	-11%	1.05x	3.21	2.89	3.19	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.

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LOTTE CHEMICAL TITAN HOLDING	5/8/2022	Trading Buy	1.81	2.00	1.62	10%	-10%	1.00x	1.83	1.77	1.77	Open	
NCT ALLIANCE BHD	5/8/2022	Trading Buy	0.42	0.47	0.37	12%	-12%	1.00x	0.43	0.40	0.42	Open	
POH HUAT RESOURCES HLDGS BHD	9/8/2022	Trading Buy	1.35	1.51	1.21	12%	-10%	1.14x	1.38	1.34	1.34	Open	
MIECO CHIPBOARD BERHAD	9/8/2022	Trading Buy	0.58	0.64	0.52	11%	-10%	1.18x	0.58	0.55	0.56	Open	
HIBISCUS PETROLEUM BHD	10/8/2022	Trading Buy	0.84	0.92	0.75	10%	-10%	1.00x	0.84	0.81	0.82	Open	
YTL CORP BHD	10/8/2022	Trading Buy	0.56	0.62	0.50	12%	-10%	1.18x	0.56	0.55	0.56	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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