

23 March 2023

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Daily technical highlights – (GENM, PWROOT)

Daily Charting – GENM (Technical Buy)



About the Stock:		Key Support & Resistance Levels	
Name	: Genting Malaysia Bhd	52 Week High/Low	: 3.13/2.40
Bursa Code	: GENM	3-m Avg. Daily Vol.	: 8,055,725
CAT Code	: 4715	Free Float (%)	: 50%
Market Cap	: RM14,509.4m	Beta vs. KLCI	: 0.8
		Last Price	: RM2.56
		Resistance	: RM2.82 (R1) RM2.98 (R2)
		Stop Loss	: RM2.30

Genting Malaysia Bhd (Technical Buy)

- GENM's share price has fallen 16% since January 2023 to close at RM2.56 yesterday. With the share price currently fluctuating near its support line of RM2.53, a level that was previously tested in October and December 2022, a technical rebound could be forthcoming.
- Technically-speaking, the share price is on the verge of overcoming a negative sloping trendline, triggered by the positive signals arising from: (i) RSI indicator climbing out from oversold territory, and (ii) stock on the verge of moving back above the lower Bollinger Band.
- Hence, the stock could rise to challenge our resistance levels of RM2.82 (R1; 11% upside potential) and RM2.98 (R2; 16% upside potential).
- We peg our stop loss at RM2.30, representing a downside risk of 10%.
- A leading global leisure and hospitality corporation, GENM reported a net loss of RM394m in 4QFY22 (from net earnings of RM174.1m previously), narrowing its FY22 net loss to RM520m (from -RM946.8m in FY21)).
- Going forward, consensus is projecting the group to make net profit of RM1b for FY December 2023 and RM1.27b for FY December 2024, translating to forward PERs of 14.5x and 11.4x, respectively.

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Daily Charting – PWROOT (Technical Buy)



About the Stock:		Key Support & Resistance Levels	
Name	: Power Root Bhd	52 Week High/Low	: 2.36/1.32
Bursa Code	: PWROOT	3-m Avg. Daily Vol.	: 659,316
CAT Code	: 7237	Free Float (%)	: 33%
Market Cap	: RM898.9m	Beta vs. KLCI	: 0.7
		Last Price	: RM2.11
		Resistance	: RM2.32 (R1) RM2.47 (R2)
		Stop Loss	: RM1.90

Power Root Bhd (Technical Buy)

- PWROOT slid from a peak of RM2.37 in December 2022, down by 22% to a low of RM1.86 in February 2023. Subsequently, it rebounded to close at RM2.11 yesterday.
- Chart-wise, we expect the upward momentum to continue supported by: (i) the stock moving above the lower Bollinger Band, (ii) the DMI Plus crossing above the DMI Minus, and (iii) the MACD signal on the verge of a cross-over.
- The positive view is supported by a reversal by the stochastic indicator from the oversold area and the strengthening MACD histogram trend.
- Thus, we believe PWROOT could advance towards our resistance thresholds of RM2.32 (R1) and RM2.47 (R2), representing upside potentials of 10% and 17%, respectively.
- Our stop loss price is set at RM1.90 (or a downside risk of 10%).
- PWROOT is a manufacturer and distributor of beverage products specialising in staple drinks (such as coffee, tea, chocolate malt drinks and herbal energy drinks).
- Earnings-wise, the group reported a net profit of RM11.3m (+88%) in 3QFY23, which took 9MFY23 bottomline to RM42.2m (versus net profit of RM13.6m previously).
- Based on consensus forecasts, PWROOT's net earnings are projected to come in at RM55.9m for FY March 2023 and RM60.7m for FY March 2024, translating to forward PERs of 16.2x and 15.1x, respectively.

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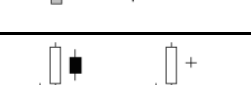



STOCK CALL MONITOR*

Stock Name	Issue Date (ID)	Rating	Price @ ID RM	Resistance Price (R1) 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
SYSTECH BHD	23/2/2023	Technical Buy	0.31	0.35	0.28	13%	-11%	1.14x	0.35	0.27	0.31	TP Hit	24/2/2023
HARN LEN CORP BHD	23/2/2023	Technical Buy	0.74	0.83	0.66	13%	-11%	1.19x	0.78	0.71	0.72	Open	
QES GROUP BHD	24/2/2023	Technical Buy	0.65	0.71	0.58	10%	-10%	1.00x	0.66	0.58	0.61	SL Hit	14/3/2023
CNERGENZ BHD	24/2/2023	Technical Buy	0.88	0.97	0.79	11%	-10%	1.06x	0.96	0.86	0.90	Open	
CCK CONSOLIDATED HOLDINGS BH	28/2/2023	Technical Buy	0.78	0.88	0.69	13%	-12%	1.11x	0.80	0.69	0.71	SL Hit	14/3/2023
LEONG HUP INTERNATIONAL BHD	28/2/2023	Technical Buy	0.49	0.54	0.43	11%	-11%	1.00x	0.54	0.48	0.52	TP Hit	
KELINGTON GROUP BHD	1/3/2023	Technical Buy	1.51	1.70	1.34	13%	-11%	1.12x	1.56	1.39	1.42	Open	
SWIFT HAULAGE BHD	1/3/2023	Technical Buy	0.47	0.52	0.43	11%	-9%	1.25x	0.49	0.46	0.47	Open	
MTAG GROUP BHD	2/3/2023	Technical Buy	0.44	0.50	0.39	14%	-11%	1.20x	0.51	0.42	0.44	TP Hit	6/3/2023
KOBAY TECHNOLOGY BHD	2/3/2023	Technical Buy	2.58	2.90	2.30	12%	-11%	1.14x	2.66	2.45	2.55	Open	
JHM CONSOLIDATION BHD	3/3/2023	Technical Buy	0.79	0.88	0.70	12%	-11%	1.12x	0.86	0.76	0.79	Open	
SOLARVEST HOLDINGS BHD	3/3/2023	Technical Buy	0.92	1.02	0.82	11%	-11%	1.00x	0.97	0.85	0.87	Open	
GHL SYSTEMS BERHAD	7/3/2023	Technical Buy	0.94	1.05	0.83	12%	-11%	1.10x	0.94	0.85	0.86	Open	
JF TECHNOLOGY BHD	7/3/2023	Technical Buy	0.84	0.93	0.75	11%	-11%	1.00x	0.85	0.76	0.79	Open	
BETAMEK BHD	8/3/2023	Technical Buy	0.53	0.60	0.47	13%	-11%	1.17x	0.54	0.47	0.48	SL Hit	21/3/2023
UEM EDGENTA BHD	8/3/2023	Technical Buy	0.98	1.09	0.88	12%	-10%	1.21x	1.00	0.95	0.99	Open	
PEKAT GROUP BERHAD	9/3/2023	Technical Buy	0.46	0.52	0.41	13%	-11%	1.20x	0.46	0.40	0.41	SL Hit	14/3/2023
RESOURCES HOLDINGS BHD PT	9/3/2023	Technical Buy	0.51	0.58	0.46	14%	-11%	1.27x	0.55	0.45	0.48	SL Hit	14/3/2023
DIALOG GROUP BHD	10/3/2023	Technical Buy	2.42	2.70	2.18	12%	-10%	1.17x	2.44	2.25	2.28	Open	
NOTION VTEC BHD	10/3/2023	Technical Buy	0.36	0.39	0.32	10%	-10%	1.00x	0.36	0.33	0.35	Open	
BAHVEST RESOURCES BHD	14/3/2023	Technical Buy	0.28	0.32	0.24	16%	-13%	1.29x	0.32	0.28	0.31	TP Hit	21/3/2023
YTL CORP BHD	14/3/2023	Technical Buy	0.57	0.63	0.51	12%	-10%	1.18x	0.57	0.56	0.57	Open	
MALAKOFF CORP BHD	15/3/2023	Technical Buy	0.68	0.75	0.61	11%	-10%	1.15x	0.69	0.66	0.68	Open	
DRB-HICOM BHD	15/3/2023	Technical Buy	1.39	1.58	1.22	14%	-12%	1.12x	1.43	1.35	1.41	Open	
RAMSSOL GROUP BHD	16/3/2023	Technical Buy	0.32	0.36	0.29	13%	-11%	1.14x	0.36	0.32	0.33	TP Hit	17/3/2023
HENG HUAT RESOURCES GROUP BH	16/3/2023	Technical Buy	0.48	0.54	0.42	14%	-12%	1.18x	0.48	0.44	0.45	Open	
NCT ALLIANCE BHD	17/3/2023	Technical Buy	0.35	0.38	0.31	10%	-10%	1.00x	0.39	0.34	0.39	TP Hit	22/3/2023
SAMAIDEN GROUP BHD	17/3/2023	Technical Buy	0.90	1.00	0.81	11%	-10%	1.11x	0.93	0.87	0.91	Open	
ATA IMS BHD	21/3/2023	Technical Buy	0.29	0.33	0.26	14%	-10%	1.33x	0.33	0.29	0.31	TP Hit	22/3/2023
PJBUMI BHD	21/3/2023	Technical Buy	0.80	0.90	0.70	13%	-12%	1.11x	0.80	0.74	0.74	Open	
HIBISCUS PETROLEUM BHD	22/3/2023	Technical Buy	0.92	1.02	0.82	11%	-10%	1.11x	0.97	0.94	0.96	Open	
INARI AMERTRON BHD	22/3/2023	Technical Buy	2.36	2.60	2.14	10%	-9%	1.09x	2.41	2.36	2.36	Open	

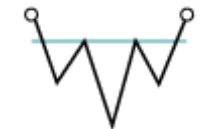

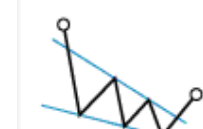

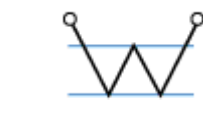
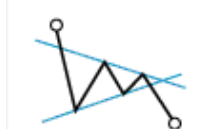

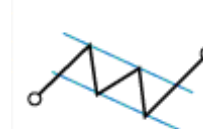


* Tracks our stock recommendations on a one-month rolling basis from issue date. Stock names will drop out from the list after one month from issue date regardless of their status.

[^] 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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