

26 May 2023

By Tan Jia Hui | [ijtan@kenanga.com.my](mailto:ijtan@kenanga.com.my)

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

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



About the Stock:		Key Support & Resistance Levels	
<b>Name</b>	: Bumi Armada Bhd	<b>52 Week High/Low</b>	: 0.73/0.32
<b>Bursa Code</b>	: ARMADA	<b>3-m Avg. Daily Vol.</b>	: 18,992,450
<b>CAT Code</b>	: 5210	<b>Free Float (%)</b>	: 39%
<b>Market Cap</b>	: RM3,876.4m	<b>Beta vs. KLCI</b>	: 1.3
		<b>Last Price</b>	: RM0.655
		<b>Resistance</b>	: RM0.73 (R1) RM0.80 (R2)
		<b>Stop Loss</b>	: RM0.59

#### Bumi Armada Bhd (Technical Buy)

- ARMADA's share price has been moving up in an ascending channel since July 2022 to hit a peak of RM0.73 in March this year. Following the formation of higher lows recently, we anticipate the share price will resume its uptrend going forward.
- Riding on the rising Parabolic SAR trend and an ongoing reversal from the oversold area by the stochastic indicator, the share price will likely plot an upward trajectory ahead.
- Hence, the stock could climb further to challenge our resistance levels of RM0.73 (R1; 11% upside potential) and RM0.80 (R2; 22% upside potential).
- We peg our stop loss price at RM0.59, representing a downside risk of 10%.
- 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 recorded a net profit of RM201m in 1QFY23 (+8% YoY).
- Based on consensus estimates, ARMADA is expected to report higher net profit of RM812.2m in FY December 2023 and RM854.1m in FY December 2024, which translate to forward PERs of 4.8x and 4.5x, respectively.

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## Daily Charting – COASTAL (Technical Buy)



## About the Stock:

**Name** : Coastal Contracts Bhd  
**Bursa Code** : COASTAL  
**CAT Code** : 5071  
**Market Cap** : RM1,253.2m

**52 Week High/Low** : 2.68/1.59  
**3-m Avg. Daily Vol.** : 364,792  
**Free Float (%)** : 32%  
**Beta vs. KLCI** : 1.4

## Key Support &amp; Resistance Levels

**Last Price** : RM2.35  
**Resistance** : RM2.62 (R1) RM2.85 (R2)  
**Stop Loss** : RM2.10

## Coastal Contracts Bhd (Technical Buy)

- COASTAL's share price has pulled back from the peak of RM2.68 in December 2022 to close at RM2.35 yesterday. A technical rebound could be anticipated after consolidating within a tight range of RM2.27 to RM2.31 since April 2023.
- Chart-wise, the stock is expected to shift higher backed by a rising Parabolic SAR trend and the DMI Plus crossover above the DMI Minus.
- The stock could climb further to challenge our resistance levels of RM2.62 (R1; 11% upside potential) and RM2.85 (R2; 21% upside potential).
- We peg our stop loss price at RM2.10, representing a downside risk of 11%.
- COASTAL is involved in the provision of fabrication and sale of marine transportation vessels, property letting, ship repairs and maintenance and other services related to marine vessels.
- Earnings-wise, the group recorded a net loss of RM21.4m in 3QFY23 (vs. net profit of RM44.3m in 3QFY22), which brought 9MFY23 net profit to RM230.8m (+195% YoY) after stripping out exceptional gains arising from shares sales of RM206.7m.
- Based on consensus estimates, COASTAL is expected to report net profit of RM299.5m in FY June 2023 and RM130m in FY June 2024, which translate to forward PERs of 4.2x and 9.6x, 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
CLASSIC SCENIC BHD #	26/4/2023	Technical Buy	0.54	0.61	0.49	13%	-9%	1.40x	0.65	0.50	0.50	TP Hit	11/5/2023
FARM FRESH BHD	26/4/2023	Technical Buy	1.50	1.65	1.37	10%	-9%	1.15x	1.58	1.49	1.54	Open	
DIALOG GROUP BHD	27/4/2023	Technical Buy	2.30	2.55	2.10	11%	-9%	1.25x	2.38	2.09	2.10	SL Hit	22/5/2023
VOLCANO BHD	27/4/2023	Technical Buy	0.82	0.93	0.73	13%	-11%	1.22x	1.00	0.82	0.99	TP Hit	17/5/2023
PEKAT GROUP BERHAD	28/4/2023	Technical Buy	0.41	0.45	0.36	11%	-11%	1.00x	0.42	0.38	0.39	Open	
SAMAIEN GROUP BHD	28/4/2023	Technical Buy	0.89	0.99	0.81	11%	-9%	1.25x	0.97	0.87	0.90	Open	
GDEX BHD	3/5/2023	Technical Buy	0.20	0.25	0.15	25%	-25%	1.00x	0.21	0.16	0.17	Open	
POS MALAYSIA BERHAD	3/5/2023	Technical Buy	0.56	0.61	0.51	10%	-8%	1.22x	0.56	0.53	0.55	Open	
NCT ALLIANCE BHD	5/5/2023	Technical Buy	0.37	0.42	0.32	14%	-14%	1.00x	0.38	0.35	0.36	Open	
POWER ROOT BHD	5/5/2023	Technical Buy	2.16	2.40	1.94	11%	-10%	1.09x	2.26	1.97	2.05	Open	
ECONPILE HOLDINGS BHD	9/5/2023	Technical Buy	0.22	0.25	0.18	16%	-16%	1.00x	0.23	0.17	0.18	SL Hit	23/5/2023
ALLIANCE BANK MALAYSIA BHD	9/5/2023	Technical Buy	3.39	3.75	3.06	11%	-10%	1.09x	3.39	3.30	3.32	Open	
JHM CONSOLIDATION BHD	10/5/2023	Technical Buy	0.76	0.85	0.67	13%	-11%	1.12x	0.80	0.73	0.73	Open	
PERAK TRANSIT BHD	10/5/2023	Technical Buy	1.01	1.14	0.90	13%	-11%	1.18x	1.14	1.01	1.11	TP Hit	11/5/2023
MY EG SERVICES BHD	11/5/2023	Technical Buy	0.79	0.89	0.69	13%	-12%	1.05x	0.81	0.76	0.77	Open	
RAMSSOL GROUP BHD	11/5/2023	Technical Buy	0.38	0.43	0.34	12%	-12%	1.00x	0.40	0.34	0.34	Open	
ANCOM NYLEX BHD	12/5/2023	Technical Buy	1.00	1.10	0.90	10%	-10%	1.00x	1.02	1.00	1.00	Open	
SOLARVEST HOLDINGS BHD	12/5/2023	Technical Buy	0.87	0.96	0.78	11%	-10%	1.12x	1.03	0.86	1.01	TP Hit	18/5/2023
HENG HUAT RESOURCES GROUP BH	16/5/2023	Technical Buy	0.32	0.36	0.28	13%	-13%	1.00x	0.35	0.31	0.33	Open	
UMEDIC GROUP BHD	16/5/2023	Technical Buy	0.76	0.86	0.67	13%	-13%	1.00x	0.78	0.70	0.71	Open	
MALAKOFF CORP BHD	17/5/2023	Technical Buy	0.67	0.74	0.61	10%	-9%	1.17x	0.69	0.67	0.67	Open	
CYPARK RESOURCES BHD	17/5/2023	Technical Buy	0.73	0.82	0.63	13%	-13%	1.00x	0.75	0.64	0.64	Open	
CORAZA INTEGRATED TECHNOLOGY	18/5/2023	Technical Buy	0.82	0.90	0.73	10%	-10%	1.00x	0.83	0.72	0.75	SL Hit	25/5/2023
KIM TECK CHEONG CONSOLIDATED	18/5/2023	Technical Buy	0.24	0.27	0.21	13%	-13%	1.00x	0.26	0.23	0.25	Open	
AJIYA BHD	19/5/2023	Technical Buy	1.53	1.71	1.36	12%	-11%	1.06x	1.54	1.47	1.47	Open	
QES GROUP BHD	19/5/2023	Technical Buy	0.54	0.60	0.48	11%	-11%	1.00x	0.56	0.51	0.51	Open	
LTKM BHD	23/5/2023	Technical Buy	1.43	1.62	1.28	13%	-10%	1.27x	1.46	1.43	1.46	Open	
PMB TECHNOLOGY BHD	23/5/2023	Technical Buy	3.89	4.30	3.51	11%	-10%	1.08x	3.93	3.77	3.78	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.

# Share price data for CSCENIC has been adjusted for a 1-for-2 bonus issue (following its ex-entitlement date on 10 May 2023).

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**STOCK CALL MONITOR\* (con't)**







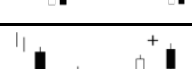

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MUAR BAN LEE GROUP BHD	24/5/2023	Technical Buy	0.52	0.56	0.47	9%	-9%	1.00x	0.52	0.51	0.52	Open	
YEW LEE PACIFIC GROUP BHD	24/5/2023	Technical Buy	0.33	0.37	0.29	14%	-11%	1.29x	0.33	0.32	0.33	Open	
INARI AMERTRON BHD	25/5/2023	Technical Buy	2.25	2.53	1.97	12%	-12%	1.00x	2.30	2.25	2.26	Open	
SUNVIEW GROUP BHD	25/5/2023	Technical Buy	0.70	0.77	0.63	10%	-10%	1.00x	0.71	0.69	0.70	Open	

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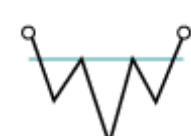

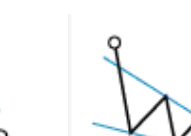







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# Share price data for CSCENIC has been adjusted for a 1-for-2 bonus issue (following its ex-entitlement date on 10 May 2023).

**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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**KENANGA INVESTMENT BANK BERHAD (15678-H)**

Level 17, Kenanga Tower, 237, Jalan Tun Razak, 50400 Kuala Lumpur, Malaysia  
 Telephone: (603) 2172 0880 Website E-mail: [research@kenanga.com.my](mailto:research@kenanga.com.my)