

18 May 2023

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Daily technical highlights – (CORAZA, KTC)

Daily Charting – CORAZA (Technical Buy)



About the Stock:		Key Support & Resistance Levels	
Name	Coraza Integrated Technology Bhd	52 Week High/Low	1.16/0.51
Bursa Code	CORAZA	3-m Avg. Daily Vol.	3,766,074
CAT Code	0240	Free Float (%)	28%
Market Cap	RM349.8m	Beta vs. KLCI	N.A.
		Last Price	RM0.815
		Resistance	RM0.90 (R1) RM0.95 (R2)
		Stop Loss	RM0.73

Coraza Integrated Technology Bhd (Technical Buy)

- Following a retracement of 35% from the peak of RM1.16 in February this year to as low as RM0.755 last week, CORAZA shares have since recovered to close at RM0.815 yesterday. With the share price likely to have found its key support at RM0.755, a technical rebound could be anticipated.
- Chart-wise, we believe the share price will plot an upward trajectory in view of the strengthening Stochastic and RSI indicators coupled with the 12-day moving average hovering above the 26-day moving average following the MACD golden cross yesterday.
- Hence, we expect the stock to rise and test our resistance thresholds of RM0.90 (R1; 10% upside potential) and RM0.95 (R2; 17% upside potential).
- Conversely, our stop loss price has been identified at RM0.73 (representing a 10% downside risk).
- An engineering support services provider, CORAZA is mainly involved in the business of manufacturing metal sheet parts and precision machine components, servicing clients from various sectors including semiconductor, instrumentation, life science etc.
- Earnings-wise, the group reported a net profit of RM4.3m in 4QFY22 compared with a net profit of RM3.9m in 4QFY21. This took FY22 bottomline to RM14.7m (versus net profit of RM12.8m previously).
- Based on consensus forecasts, CORAZA's net earnings are projected to come in at RM16.4m in FY December 2023 and RM20.5m in FY December 2024, which translate to forward PERs of 21.3x this year and 17.1x next year, respectively.

Daily Charting – KTC (Technical Buy)



About the Stock:		Key Support & Resistance Levels	
Name	: Kim Teck Cheong Consolidated Bhd	52 Week High/Low	: 0.30/0.12
Bursa Code	: KTC	3-m Avg. Daily Vol.	: 3,134,215
CAT Code	: 0180	Free Float (%)	: 22%
Market Cap	: RM163.6m	Beta vs. KLCI	: 0.5
		Last Price	: RM0.24
		Resistance	: RM0.27 (R1) RM0.30 (R2)
		Stop Loss	: RM0.21

Kim Teck Cheong Consolidated Bhd (Technical Buy)

- The share price of KTC has risen to a 52-week high of RM0.295 in March this year after breaking out from its sideways pattern in August 2022.
- On the chart, the share price – which closed at RM0.24 yesterday - is expected to shift upward backed by the strengthening Stochastic indicator as the stock price has crossed back above the lower Bollinger Band.
- Thus, we believe KTC's share price could advance towards our resistance levels of RM0.27 (R1; 13% upside potential) and RM0.30 (R2; 25% upside potential).
- Our stop loss level is pegged at RM0.21 (representing a 13% downside risk).
- Fundamentally speaking, KTC is engaged in the provision of distribution and warehousing services of third-party consumer packaging goods in East Malaysia. It also manufactures bakery products which are sold in Sabah.
- Earnings-wise, the group reported a net profit of RM4.5m in 2QFY23 compared with a net profit of RM3.8m in 2QFY22, driven mainly by increased sales of personal care and cosmetics products as well as food products. This took 1HFY23 bottomline to RM8.9m (versus net profit of RM7.9m previously).
- Based on consensus forecasts, KTC's net earnings are projected to come in at RM23.0m in FY June 2023 and RM25.0m in FY June 2024, which translate to forward PERs of 7.1x this year and 6.5x next year, respectively.

18 May 2023

STOCK CALL MONITOR*





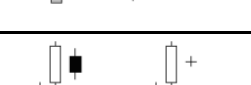
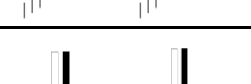


Stock Name	Issue Date (ID)	Rating	Price @ ID	Resistance Price (R1)	Stop Loss Price (SL)	Upside Potential @ ID	Downside Risk @ ID	Risk to Reward Ratio	Highest Price since ID	Lowest Price since ID	Last Price RM	Status [^]	Date Status Fulfilled
			RM	RM	RM	%	%		RM	RM			
OOCK GROUP BHD	18/4/2023	Technical Buy	0.42	0.46	0.37	11%	-11%	1.00x	0.42	0.38	0.38	Open	
SOUTHERN CABLE GROUP BHD	18/4/2023	Technical Buy	0.32	0.36	0.29	13%	-11%	1.14x	0.32	0.29	0.30	SL Hit	
TECHBOND GROUP BHD	19/4/2023	Technical Buy	0.41	0.45	0.37	11%	-9%	1.29x	0.41	0.38	0.38	Open	
SENHENG NEW RETAIL BHD	19/4/2023	Technical Buy	0.44	0.50	0.38	15%	-13%	1.18x	0.45	0.42	0.42	Open	
YBS INTERNATIONAL BHD	20/4/2023	Technical Buy	0.67	0.75	0.59	12%	-12%	1.00x	0.68	0.54	0.57	SL Hit	3/5/2023
YEW LEE PACIFIC GROUP BHD	20/4/2023	Technical Buy	0.34	0.38	0.30	12%	-12%	1.00x	0.35	0.30	0.32	Open	
CLASSIC SCENIC BHD #	26/4/2023	Technical Buy	0.54	0.61	0.49	13%	-9%	1.40x	0.65	0.51	0.54	TP Hit	11/5/2023
FARM FRESH BHD	26/4/2023	Technical Buy	1.50	1.65	1.37	10%	-9%	1.15x	1.57	1.49	1.57	Open	
DIALOG GROUP BHD	27/4/2023	Technical Buy	2.30	2.55	2.10	11%	-9%	1.25x	2.38	2.15	2.19	Open	
VOLCANO BHD	27/4/2023	Technical Buy	0.82	0.93	0.73	13%	-11%	1.22x	0.97	0.82	0.93	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	
SAMAIDEN 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	0.18	0.19	Open	
POS MALAYSIA BERHAD	3/5/2023	Technical Buy	0.56	0.61	0.51	10%	-8%	1.22x	0.56	0.53	0.54	Open	
NCT ALLIANCE BHD	5/5/2023	Technical Buy	0.37	0.42	0.32	14%	-14%	1.00x	0.37	0.35	0.37	Open	
POWER ROOT BHD	5/5/2023	Technical Buy	2.16	2.40	1.94	11%	-10%	1.09x	2.26	2.08	2.14	Open	
ECONPILE HOLDINGS BHD	9/5/2023	Technical Buy	0.22	0.25	0.18	16%	-16%	1.00x	0.22	0.21	0.22	Open	
ALLIANCE BANK MALAYSIA BHD	9/5/2023	Technical Buy	3.39	3.75	3.06	11%	-10%	1.09x	3.39	3.30	3.36	Open	
JHM CONSOLIDATION BHD	10/5/2023	Technical Buy	0.76	0.85	0.67	13%	-11%	1.12x	0.80	0.76	0.80	Open	
PERAK TRANSIT BHD	10/5/2023	Technical Buy	1.01	1.14	0.90	13%	-11%	1.18x	1.14	1.01	1.10	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	0.78	0.78	Open	
RAMSSOL GROUP BHD	11/5/2023	Technical Buy	0.38	0.43	0.34	12%	-12%	1.00x	0.40	0.36	0.36	Open	
ANCOM NYLEX BHD	12/5/2023	Technical Buy	1.00	1.10	0.90	10%	-10%	1.00x	1.02	1.00	1.02	Open	
SOLARVEST HOLDINGS BHD	12/5/2023	Technical Buy	0.87	0.96	0.78	11%	-10%	1.12x	0.95	0.86	0.94	Open	
HENG HUAT RESOURCES GROUP BH	16/5/2023	Technical Buy	0.32	0.36	0.28	13%	-13%	1.00x	0.33	0.32	0.32	Open	
UMEDIC GROUP BHD	16/5/2023	Technical Buy	0.76	0.86	0.67	13%	-13%	1.00x	0.78	0.74	0.74	Open	
MALAKOFF CORP BHD	17/5/2023	Technical Buy	0.67	0.74	0.61	10%	-9%	1.17x	0.68	0.67	0.68	Open	
CYPARK RESOURCES BHD	17/5/2023	Technical Buy	0.73	0.82	0.63	13%	-13%	1.00x	0.73	0.71	0.72	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.






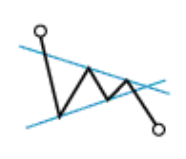

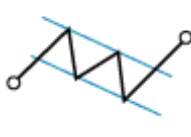


[^] Status will be categorised as either: (i) "TP hit" when stock reaches target price first OR (ii) "SL hit" when stock touches stop loss first OR (iii) "Open" when neither TP nor SL has been hit.

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

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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