

17 May 2023

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

Daily technical highlights – (MALAKOF, CYPARK)

Daily Charting – MALAKOF (Technical Buy)



About the Stock:		Key Support & Resistance Levels	
Name	Malakoff Corporation Bhd	52 Week High/Low	0.745/0.575
Bursa Code	MALAKOF	3-m Avg. Daily Vol.	2,316,602
CAT Code	5264	Free Float (%)	17.0
Market Cap	RM3,274.3m	Beta vs. KLCI	0.8
		Last Price	RM0.67
		Resistance	RM0.74 (R1) RM0.80 (R2)
		Stop Loss	RM0.61

Malakoff Corporation Bhd (Technical Buy)

- An ongoing price rally for MALAKOF shares – which started climbing from a low of RM0.57 in mid-October last year to as high as RM0.72 in late April this year – is expected to carry on backed by the stochastic indicator’s reversal from the oversold zone and the appearance of bullish dragonfly doji candlesticks.
- Currently hovering near the lower end of an ascending price channel, the shares – which ended at RM0.67 yesterday – will likely find support at the 50% Fibonacci retracement line (at RM0.64).
- On the way up, the stock could advance to challenge our resistance targets of RM0.74 (R1; 10% upside potential) and RM0.80 (R2; 19% upside potential). Our stop loss price level is pegged at RM0.61 (representing a downside risk of 9%).
- An independent power and water producer with core expertise that includes thermal power generation, renewable energy (solar, small hydro, biogas, biomass, waste-to-energy), environmental solutions, water desalination, electricity distribution & district cooling system, operations & maintenance and project management services, MALAKOF made net profit of RM41.9m (+178% YoY) in 4QFY22, lifting its full-year bottomline to RM302.2m (+16% YoY).
- According to consensus expectations, the group is set to show rising net earnings of RM364.2m in FY December 2023 and RM371.9m in FY December 2024. This translates to prospective PERs of 9.0x this year and 8.8x next year, respectively with its 1-year rolling forward PER presently trading marginally below the minus 1SD level from its historical mean.
- An added investment appeal is the stock’s attractive FY23-FY24 dividend yields of 8.1% and 8.2% based on consensus DPS estimates of 5.4 sen for FY23 and 5.5 sen for FY24, respectively.

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Daily Charting – CYPARK (Technical Buy)



About the Stock:		Key Support & Resistance Levels	
Name	: Cypark Resources Bhd	52 Week High/Low	: 1.23/0.275
Bursa Code	: CYPARK	3-m Avg. Daily Vol.	: 16,063,635
CAT Code	: 5184	Free Float (%)	: 32.5
Market Cap	: RM567.1m	Beta vs. KLCI	: 0.7
		Last Price	: RM0.725
		Resistance	: RM0.82 (R1) RM0.89 (R2)
		Stop Loss	: RM0.63

Cypark Ressources Bhd (Technical Buy)

- Following a retracement from the recent peak of RM1.23 in February this year, CYPARK shares might have already bottomed after bouncing off from an intermediate support line (at RM0.71).
- A technical rebound – to be driven by the stochastic indicator’s unwinding from an oversold position and the existence of a bullish dragonfly doji candlestick – will probably be forthcoming should the share price (which closed at RM0.725 yesterday) overcome a negative sloping resistance line ahead.
- That being the case, the stock could climb towards our resistance thresholds of RM0.82 (R1; 13% upside potential) and RM0.89 (R2; 23% upside potential).
- We have placed our stop loss price level at RM0.63 (or a downside risk of 13%).
- Fundamentally, CYPARK is involved in the development and provision of integrated renewable energy, construction & engineering, green technology & environmental services and waste management & waste-to-energy businesses.
- The group reported net profit of RM6.8m in the quarter ended January 2023, which brought cumulative net earnings to RM55.5m for the 15-month period ended January 2023 (no comparable data is presented as the company is changing its financial year-end to 30 April).
- In terms of Price/Book valuation, based on its book value per share of RM2.33 as of end-January 2023, the stock is currently trading at a multiple of 0.31x (which is at slightly above the minus 1SD level from its historical mean).

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STOCK CALL MONITOR*





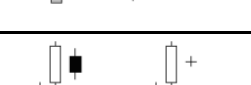
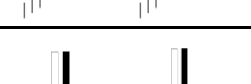


Stock Name	Issue Date (ID)	Rating	Price @ ID RM	Resistance Price (R1) RM	Stop Loss Price (SL) RM	Upside Potential @ ID %	Downside Risk @ ID %	Risk to Reward Ratio	Highest Price since ID RM	Lowest Price since ID RM	Last Price RM	Status [^]	Date Status Fulfilled
OOCK GROUP BHD	18/4/2023	Technical Buy	0.42	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	16/5/2023
TECHBOND GROUP BHD	19/4/2023	Technical Buy	0.41	0.45	0.37	11%	-9%	1.29x	0.41	0.38	0.39	Open	
SENHENG NEW RETAIL BHD	19/4/2023	Technical Buy	0.44	0.50	0.38	15%	-13%	1.18x	0.45	0.42	0.43	Open	
YBS INTERNATIONAL BHD	20/4/2023	Technical Buy	0.67	0.75	0.59	12%	-12%	1.00x	0.68	0.54	0.58	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	0.31	Open	
CLASSIC SCENIC BHD #	26/4/2023	Technical Buy	0.54	0.61	0.49	13%	-9%	1.40x	0.65	0.51	0.56	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	1.56	Open	
DIALOG GROUP BHD	27/4/2023	Technical Buy	2.30	2.55	2.10	11%	-9%	1.25x	2.38	2.16	2.16	Open	
VOLCANO BHD	27/4/2023	Technical Buy	0.82	0.93	0.73	13%	-11%	1.22x	0.86	0.82	0.83	Open	
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	0.94	Open	
GDEX BHD	3/5/2023	Technical Buy	0.20	0.25	0.15	25%	-25%	1.00x	0.21	0.19	0.19	Open	
POS MALAYSIA BERHAD	3/5/2023	Technical Buy	0.56	0.61	0.51	10%	-8%	1.22x	0.56	0.54	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	0.35	Open	
POWER ROOT BHD	5/5/2023	Technical Buy	2.16	2.40	1.94	11%	-10%	1.09x	2.26	2.08	2.11	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	3.35	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	1.11	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	0.78	0.80	Open	
RAMSSOL GROUP BHD	11/5/2023	Technical Buy	0.38	0.43	0.34	12%	-12%	1.00x	0.40	0.36	0.37	Open	
ANCOM NYLEX BHD	12/5/2023	Technical Buy	1.00	1.10	0.90	10%	-10%	1.00x	1.01	1.00	1.00	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	0.75	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.






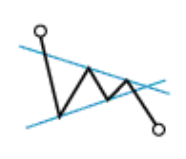

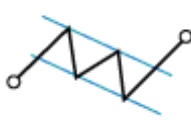


[^] Status will be categorised as either: (i) "TP hit" when stock reaches target price first OR (ii) "SL hit" when stock touches stop loss first OR (iii) "Open" when neither TP nor SL has been hit.

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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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