

02 June 2023

By Nigel Ng | [nigel@kenanga.com.my](mailto:nigel@kenanga.com.my)

Daily technical highlights – (GENM, SDS)

Daily Charting – GENM (Technical Buy)



About the Stock:		Key Support & Resistance Levels	
<b>Name</b>	: Genting Malaysia Bhd	<b>52 Week High/Low</b>	: 3.12/2.40
<b>Bursa Code</b>	: GENM	<b>3-m Avg. Daily Vol.</b>	: 6,401,817
<b>CAT Code</b>	: 4715	<b>Free Float (%)</b>	: 49%
<b>Market Cap</b>	: RM14,226.0m	<b>Beta vs. KLCI</b>	: 0.9
		<b>Last Price</b>	: RM2.51
		<b>Resistance</b>	: RM2.78 (R1) RM2.90 (R2)
		<b>Stop Loss</b>	: RM2.26

**Genting Malaysia Bhd (Technical Buy)**

- GENM's share price has been moving sideways after hitting a high of RM3.04 in March 2021 to close at RM2.51 yesterday. With the share price likely to find its key support at RM2.49, a technical rebound could be anticipated.
- Chart-wise, we believe the share price is on the verge of overcoming a negative sloping trendline as: (i) both the Stochastic and RSI indicators are set to climb out from the oversold zone, and (ii) the stock is anticipated to move back above the lower Bollinger Band.
- Hence, we expect the stock to rise and test our resistance thresholds of RM2.78 (R1; 11% upside potential) and RM2.90 (R2; 16% upside potential).
- Conversely, our stop loss price has been identified at RM2.26 (representing a 10% downside risk).
- GENM operates a tourist resort in Genting Highlands which includes hotels, restaurants, casinos and recreational & amusement facilities. The group, through its subsidiaries, also develops and leases property, operates leisure & hospitality services and provides time share ownership schemes.
- Earnings-wise, the group reported a net loss of RM27.4m in 1QFY23 compared with a net loss of RM126.5m in 1QFY22.
- Nonetheless, based on consensus forecasts, GENM is expected to turn around with net earnings of RM744.1m in FY December 2023 and RM1,087.5m in FY December 2024, which translate to forward PERs of 19.1x this year and 13.1x next year, respectively.

02 June 2023

Daily Charting – SDS (Technical Buy)



About the Stock:		Key Support & Resistance Levels	
<b>Name</b> :	SDS Group Bhd	<b>52 Week High/Low</b> :	0.97/0.32
<b>Bursa Code</b> :	SDS	<b>3-m Avg. Daily Vol.</b> :	944,238
<b>CAT Code</b> :	0212	<b>Free Float (%)</b> :	25%
<b>Market Cap</b> :	RM256.0m	<b>Beta vs. KLCI</b> :	1.0
		<b>Last Price</b> :	RM0.625
		<b>Resistance</b> :	RM0.70 (R1) RM0.75 (R2)
		<b>Stop Loss</b> :	RM0.57

SDS Group Bhd (Technical Buy)

- The share price of SDS has slid from a peak of RM0.965 in February 2023 to close at a low of RM0.625 yesterday.
- On the chart, the share price is expected to stage a rebound backed by: (i) both the Stochastic and RSI indicators are in the midst of climbing out from the oversold zone, and (iii) the share price is currently hovering at the lower end of the Keltner Channel.
- A technical rebound could then lift the stock to challenge our resistance levels of RM0.70 (R1; 12% upside potential) and RM0.75 (R2; 20% upside potential).
- Our stop loss level is pegged at RM0.57 (representing a 9% downside risk).
- Fundamentally speaking, SDS is involved in the manufacturing and distribution of bakery products (such as Top Baker and Daily's) through its retail and wholesale networks.
- Earnings-wise, the group reported a net profit of RM4.5m in 4QFY23 compared with a net profit of RM5.7m in 4QFY22. This took FY March 23's bottomline to RM24.5m (versus net profit of RM10.6m previously).
- In terms of valuation, the stock is currently trading at Price/Book Value multiple of 2.5x (or approximately at 0.5 SD above its historical mean) based on its book value per share of RM0.25 as of end-March 2023.

02 June 2023

## 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 <sup>^</sup>	Date Status Fulfilled
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	0.54	Open	
NCT ALLIANCE BHD	5/5/2023	Technical Buy	0.37	0.42	0.32	14%	-14%	1.00x	0.38	0.34	0.35	Open	
POWER ROOT BHD	5/5/2023	Technical Buy	2.16	2.40	1.94	11%	-10%	1.09x	2.26	1.97	2.03	Open	
ECONPILE HOLDINGS BHD	9/5/2023	Technical Buy	0.22	0.25	0.18	16%	-16%	1.00x	0.23	0.17	0.20	SL Hit	23/5/2023
ALLIANCE BANK MALAYSIA BHD	9/5/2023	Technical Buy	3.39	3.75	3.06	11%	-10%	1.09x	3.45	3.30	3.38	Open	
JHM CONSOLIDATION BHD	10/5/2023	Technical Buy	0.76	0.85	0.67	13%	-11%	1.12x	0.80	0.72	0.75	Open	
PERAK TRANSIT BHD	10/5/2023	Technical Buy	1.01	1.14	0.90	13%	-11%	1.18x	1.14	1.01	1.08	TP Hit	11/5/2023
MY EG SERVICES BHD	11/5/2023	Technical Buy	0.79	0.89	0.69	13%	-12%	1.05x	0.87	0.73	0.84	Open	
RAMSSOL GROUP BHD	11/5/2023	Technical Buy	0.38	0.43	0.34	12%	-12%	1.00x	0.40	0.32	0.33	SL Hit	30/5/2023
ANCOM NYLEX BHD	12/5/2023	Technical Buy	1.00	1.10	0.90	10%	-10%	1.00x	1.02	0.96	0.97	Open	
SOLARVEST HOLDINGS BHD	12/5/2023	Technical Buy	0.87	0.96	0.78	11%	-10%	1.12x	1.06	0.86	1.03	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	0.32	Open	
UMEDIC GROUP BHD	16/5/2023	Technical Buy	0.76	0.86	0.67	13%	-13%	1.00x	0.78	0.70	0.72	Open	
MALAKOFF CORP BHD	17/5/2023	Technical Buy	0.67	0.74	0.61	10%	-9%	1.17x	0.69	0.60	0.61	SL Hit	29/5/2023
CYPARK RESOURCES BHD	17/5/2023	Technical Buy	0.73	0.82	0.63	13%	-13%	1.00x	0.75	0.61	0.63	SL Hit	26/5/2023
CORAZA INTEGRATED TECHNOLOGY	18/5/2023	Technical Buy	0.82	0.90	0.73	10%	-10%	1.00x	0.83	0.72	0.81	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	0.22	0.24	Open	
AJIYA BHD	19/5/2023	Technical Buy	1.53	1.71	1.36	12%	-11%	1.06x	1.54	1.40	1.43	Open	
QES GROUP BHD	19/5/2023	Technical Buy	0.54	0.60	0.48	11%	-11%	1.00x	0.57	0.51	0.56	Open	
LTKM BHD	23/5/2023	Technical Buy	1.43	1.62	1.28	13%	-10%	1.27x	1.46	1.43	1.44	Open	
PMB TECHNOLOGY BHD	23/5/2023	Technical Buy	3.89	4.30	3.51	11%	-10%	1.08x	3.93	3.53	3.63	Open	
MUAR BAN LEE GROUP BHD	24/5/2023	Technical Buy	0.52	0.56	0.47	9%	-9%	1.00x	0.54	0.48	0.49	Open	
YEW LEE PACIFIC GROUP BHD	24/5/2023	Technical Buy	0.33	0.37	0.29	14%	-11%	1.29x	0.34	0.32	0.33	Open	
INARI AMERTRON BHD	25/5/2023	Technical Buy	2.25	2.53	1.97	12%	-12%	1.00x	2.53	2.25	2.48	TP Hit	31/5/2023
SUNVIEW GROUP BHD	25/5/2023	Technical Buy	0.70	0.77	0.63	10%	-10%	1.00x	0.78	0.69	0.74	TP Hit	31/5/2023
BUMI ARMADA BERHAD	26/5/2023	Technical Buy	0.66	0.73	0.59	11%	-10%	1.15x	0.66	0.62	0.63	Open	
COASTAL CONTRACTS BHD	26/5/2023	Technical Buy	2.35	2.62	2.10	11%	-11%	1.08x	2.35	2.25	2.25	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.

<sup>^</sup> 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.

02 June 2023





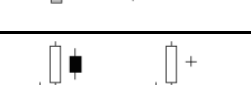
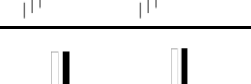


**STOCK CALL MONITOR\* (con't)**

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 <sup>^</sup>	Date Status Fulfilled
KELINGTON GROUP BHD	30/5/2023	Technical Buy	1.40	1.53	1.27	9%	-9%	1.00x	1.41	1.38	1.39	Open	
MBM RESOURCES BERHAD	30/5/2023	Technical Buy	3.54	3.88	3.21	10%	-9%	1.03x	3.58	3.47	3.50	Open	
TASCO BHD	31/5/2023	Technical Buy	0.84	0.93	0.76	11%	-10%	1.13x	0.85	0.84	0.84	Open	
BETAMEK BHD	31/5/2023	Technical Buy	0.45	0.51	0.40	13%	-11%	1.20x	0.45	0.44	0.45	Open	
AGMO HOLDINGS BHD	1/6/2023	Technical Buy	0.52	0.57	0.46	11%	-11%	1.00x	0.52	0.51	0.51	Open	
ASTRO MALAYSIA HOLDINGS BHD	1/6/2023	Technical Buy	0.67	0.75	0.59	12%	-12%	1.00x	0.68	0.66	0.67	Open	



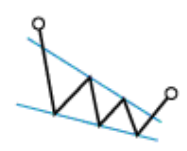




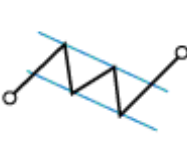


\* Tracks our stock recommendations on a one-month rolling basis from issue date. Stock names will drop out from the list after one month from issue date regardless of their status.

<sup>^</sup> 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

This document has been prepared for general circulation based on information obtained from sources believed to be reliable but we do not make any representations as to its accuracy or completeness. Any recommendation contained in this document does not have regard to the specific investment objectives, financial situation and the particular needs of any specific person who may read this document. This document is for the information of addressees only and is not to be taken in substitution for the exercise of judgement by addressees. Kenanga Investment Bank Berhad accepts no liability whatsoever for any direct or consequential loss arising from any use of this document or any solicitations of an offer to buy or sell any securities. Kenanga Investment Bank Berhad and its associates, their directors, and/or employees may have positions in, and may effect transactions in securities mentioned herein from time to time in the open market or otherwise, and may receive brokerage fees or act as principal or agent in dealings with respect to these companies.

Published by:

**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)