

By **Adrian Kok** / adrian.kok@kenanga.com.my; **Chan Ken Yew** / kychan@kenanga.com.my



Source: Bloomberg, Kenanga Research

Basic Data				Technical Ratings			
52-week High	1,826.90		(in Million)	Resistance 2	1,650	MACD	Bearish
52-week Low	1,572.03	KLCI Vol	96.43	Resistance 1	1,630	RSI (14)	Neutral
Current Level	1,594.59	Bursa Vol	1997.69	Current Level	1,594.59	Stochastic	Oversold
Intraday High	1,601.90	Bursa Val	1621.60	Support 1	1,570		
Intraday Low	1,594.59			Support 2	1,550	Outlook	Bearish

Asian markets slip tracking Wall Street's losses

- Asian markets slipped, tracking overnight Wall Street losses from recession worries.
- Back home, the FBMKLCI declined 8.16 points (-0.51%) to close at 1,594.59.
- Chart-wise, the underlying trend of the index remains bearish as the index remains below all its key-SMAs. However, we do not discount the possibility of a technical-rebound given that stochastic has been in oversold territory for a long period (around 1 month).
- Look out for overhead resistance levels at 1,630 (R1) and 1,650 (R2).
- Should selling pressure continue, key support levels to keep an eye on are 1,570 (S1) and 1,550 (S2).

Wall Street ends higher following the release of minutes from the Fed

- Wall Street ended higher after minutes from the Fed revealed no negative surprises and that the Fed wanted to remain flexible in terms of policy changes. The Dow gained 240.29 points (+0.93%) to close at 26,202.73 yesterday.
- However, given that the index remains below its key SMAs, the underlying trend of the index continues to remain bearish.
- Nonetheless, as we observe similar patterns as Nov 2018, we do not discount the possibility of a rebound rally.
- From here on, support levels can be identified at 24,800 (S1) and 24,200 (S2), while resistance levels can be found at 26,700 (R1) and 27,800 (R2).

Daily technical highlights – (PECCA, NAIM)

PECCA (Not Rated)

- PECCA gained 8.0 sen (+6.84%) to close at RM1.25 yesterday.
- We noticed the share has been consolidating close to its 20- and 50-day SMAs. Yesterday's candlestick marked a gap up and a break above its previous swing high (RM1.24).
- With shorter-term key SMAs trending above longer-term SMAs, we believe the uptrend is intact and with PECCA having broken above its previous swing high, we believe momentum could continue.
- Key resistance levels to look at are RM1.37 (R1) and RM1.45 (R2). Conversely, support levels can be identified at RM1.11 (S1) and RM1.03 (S2).

NAIM (Not Rated)

- NAIM gained 3.0 sen (+2.83%) to end at RM1.09 yesterday.
- Chart-wise, the share has broken above its 100-day SMA last Friday and is consolidating at a Fibonacci level.
- Meaningful upticks from key momentum indicators like RSI and stochastic lead us to believe that the share could be poised to head higher.
- Resistance levels can be identified at RM1.21 (R1) and RM1.44 (R2), while support levels can be found at RM1.06 (S1) and RM0.940 (S2).



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Figure 2: Daily Charting – Dow Jones Industrial Average



Figure 3: Daily Charting – Pecca Group Bhd (Not Rated)



About the stock:

Name	: Pecca Group Bhd
Bursa Code	: PECCA
CAT Code	: 5271
Shariah Compliant	: Yes
Market Cap	: 229.2
52 Week High/Low	: 1.26/0.69
3-m Avg. Daily Vol.	: 565,766.10
Free Float (%)	: 94.38%
Beta vs. KLCI	: 0.758

Key Support & Resistance Level

Resistance	: RM1.37 (R1)	RM1.45 (R2)
Support	: RM1.11 (S1)	RM1.03 (S2)
Outlook	:	

What does the indicator says

MACD	: Bullish
RSI	: Neutral
Stochastic	: Overbought
Trend	: Bullish

What should you do

Current Share Price	: RM1.25
Technical Target	: -
Technical Cut-loss	: -

Fundamental Call

Kenanga	: -
Consensus	: RM1.40

Figure 4: Daily Charting – Naim Holdings Berhad (Not Rated)



About the stock:

Name	:	Naim Holdings Berhad
Bursa Code	:	NAIM
CAT Code	:	5073
Shariah Compliant	:	Yes
Market Cap	:	545.8
52 Week High/Low	:	1.44/0.43
3-m Avg. Daily Vol.	:	6,677,955.00
Free Float (%)	:	81.70%
Beta vs. KLCI	:	1.564

Key Support & Resistance Level

Resistance	:	RM1.21 (R1)	RM1.44 (R2)
Support	:	RM1.06 (S1)	RM0.940 (S2)
Outlook	:		

What does the indicator says

MACD	:	Bullish
RSI	:	Neutral
Stochastic	:	Overbought
Trend	:	Neutral

What should you do

Current Share Price	:	RM1.09
Technical Target	:	-
Technical Cut-loss	:	-

Fundamental Call

Kenanga	:	-
Consensus	:	-

Source: Bloomberg, Kenanga Research

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Unrealised Positions (August 2019)

No	CATS Code	Stock Name	Issued Date (ID)	Price @ ID	Target Price	Stop-Loss	Upside Potential @ ID	Downside Risk @ ID	Reward/Risk Ratio @ ID	Last Price	Dividend Received since ID	Gain/Loss (incl. Div.)	Gain/Loss	Rating	Comment/ Action
					RM	RM	(%)	(%)	(x)	RM	RM	RM	(%)		
1	6599	AEON CO (M) BHD	28-Sep-18	1.740	1.950	1.620	12.07%	-6.90%	1.8	1.720		-0.02	-1.15%	BUY	
2	0080	STRAITS INTER LOGISTICS BHD	22-Feb-19	0.240	0.300	0.200	25.00%	-16.67%	1.5	0.210		-0.03	-12.50%	BUY	
3	7579	AWC BERHAD	27-Feb-19	0.770	0.865	0.675	12.34%	-12.34%	1.0	0.710		-0.06	-7.79%	BUY	
		Simple Average					16.47%	-11.97%	1.42				-7.15%		

*Tracker does not include Non-Rated positions

Realised Positions (August 2019)

No	CATS Code	Stock Name	Issued Date	Buy Price	Price since Buy Date		Price change since Buy Date (%)		Sell Date	Sell Price	Dividend Received since ID	Gain/Loss (incl. Div.)	Gain/Loss	Rating	Comment/ Action
					(H)	(L)	(H)	(L)				RM	RM		
		Simple Average													

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Basic 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: www.kenanga.com.my E-mail: research@kenanga.com.my

