

05 September 2019

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Figure 1: Daily Charting – FBMKLCI



Source: Bloomberg, Kenanga Research

Basic Data				Technical Ratings			
52-week High	1,822.68		(in Million)	Resistance 2	1,650	MACD	Bearish
52-week Low	1,572.03	KLCI Vol	95.86	Resistance 1	1,630	RSI (14)	Neutral
Current Level	1,599.89	Bursa Vol	2493.95	Current Level	1,599.89	Stochastic	Oversold
Intraday High	1,600.91	Bursa Val	1731.45	Support 1	1,570		
Intraday Low	1,591.11			Support 2	1,550	Outlook	Bearish

**Asian market soared due to potential withdrawal of controversial extradition bill**

- Asian markets closed higher following the report that controversial extradition bill could be formally withdrawn.
- Back home, the FBMKLCI gained 8.37 points (+0.53%) to close at 1,599.89.
- Chart-wise, the index has broken below the key SMAs subdued on rising trade tension and lack of market catalyst. We opine that the outlook for the index remains bearish in tandem with bearish key indicator.
- Should selling pressure continue, key support levels to keep an eye on are 1,570 (S1) and 1,550 (S2).
- Conversely, overhead resistance levels can be found at 1,630 (R1) and 1,650 (R2).

**Wall Street rebounded as Hong Kong tensions ease**

- Wall Street gapped up and closed higher after Carrie Lam formally announced that she would withdraw the controversial extradition bill to call an end on Hong Kong chaos.
- Similarly, the Dow gained 237.45 points (+0.91%) to close at 26,355.47.
- Chart-wise, the index has been testing the key SMAs recently and it managed to break above the 100-days SMA yesterday. We expect to see the index to further test the 50-day SMA before it could move higher.
- From here on, resistance levels can be found at 26,700 (R1) and 27,800 (R2), while support levels can be identified at 24,800 (S1) and 24,200 (S2).

**Daily technical highlights – (FRONTKN, KAB)**

**FRONTKN (Not Rated)**

- FRONTKN dropped 1.0 sen (-0.62%) to close at RM1.60 yesterday.
- Chart-wise, the share has been trading within the rising channel with key SMAs sloping upward.
- Coupled with bullish MACD indicator, we believe the share could move higher.
- Should the buying momentum continue, the resistance levels can be found at RM1.75 (R1) and RMRM1.85 (R2).
- Conversely, support levels can be found at RM1.45 (S1) and RM1.30 (S2).

**KAB (Not Rated)**

- KAB gained 1.0 sen (+3.45%) to end at RM0.300 yesterday.
- Chart-wise, the share has completed a “Rounding Bottom” chart pattern after it managed to close at the neckline level at RM0.300 yesterday.
- Besides, coupled with bullish MACD indicator, we believe the share has more upside potential.
- Should buying momentum persist, overhead resistances can be seen at RM0.320 (R1) and RM0.330 (R2).
- Conversely, key support levels can be seen at RM0.280 (S1) and RM0.270 (S2).

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Figure 2: Daily Charting – Dow Jones Industrial Average



Source: Bloomberg, Kenanga Research

Figure 3: Daily Charting – Frontken Corporation Bhd (Not Rated)



Source: Bloomberg, Kenanga Research

**About the stock:**

<b>Name</b>	:	Frontken Corporation Bhd
<b>Bursa Code</b>	:	FRONTKN
<b>CAT Code</b>	:	0128
<b>Shariah Compliant</b>	:	Yes
<b>Market Cap</b>	:	1,676.7
<b>52 Week High/Low</b>	:	1.72/0.58
<b>3-m Avg. Daily Vol.</b>	:	6,961,220.00
<b>Free Float (%)</b>	:	49.84%
<b>Beta vs. KLCI</b>	:	1.6

**Key Support & Resistance Levels**

<b>Resistance</b>	:	RM1.75 (R1)	RM1.85 (R2)
<b>Support</b>	:	RM1.45 (S1)	RM1.30 (S2)
<b>Outlook</b>	:	Bullish	

**What does the indicator says**

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

**What should you do**

Current Share Price	:	RM1.60
Technical Target	:	-
Technical Cut-loss	:	-

**Fundamental Call**

Kenanga	:	-
Consensus	:	RM1.81

Figure 4: Daily Charting – Kejuruteraan Asastera Bhd (Not Rated)



Source: Bloomberg, Kenanga Research

**About the stock:**

**Name** : Kejuruteraan Asastera Bhd  
**Bursa Code** : KAB  
**CAT Code** : 0193  
**Shariah Compliant** : Yes  
**Market Cap** : 105.9  
**52 Week High/Low** : 0.31/0.19  
**3-m Avg. Daily Vol.** : 1,517,853.00  
**Free Float (%)** : 26.38%  
**Beta vs. KLCI** : 1.005

**Key Support & Resistance Levels**

**Resistance** : RM0.320 (R1) RM0.330 (R2)  
**Support** : RM0.270(S1) RM0.280 (S2)  
**Outlook** : Bullish

**What does the indicator says**

**MACD** : Bullish  
**RSI** : Overbought  
**Stochastic** : Overbought  
**Trend** : Bullish

**What should you do**

**Current Share Price** : RM0.300  
**Technical Target** : -  
**Technical Cut-loss** : -

**Fundamental Call**

**Kenanga** : -  
**Consensus** : RM0.310

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## Unrealised Positions (August 2019)







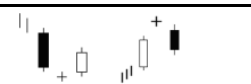

No	CATS Code	Stock Name	Issued Date (ID)	Price @ ID	Target Price	Stop-Loss	Upside Potential @ ID	Downside Risk @ ID	Reward/Risk Ratio @ ID	Last Price	Dividend Received since ID	Gain/Loss (incl. Div.)	Gain/Loss	Rating	Comment/ Action
					RM	RM	(%)	(%)	(x)	RM	RM	RM	(%)		
1	6599	AEON CO (M) BHD	28-Sep-18	1.740	1.950	1.620	12.07%	-6.90%	1.8	1.470		-0.27	-15.52%	BUY	
2	0080	STRAITS INTER LOGISTICS BHD	22-Feb-19	0.240	0.300	0.200	25.00%	-16.67%	1.5	0.205		-0.04	-14.58%	BUY	
3	7579	AWC BERHAD	27-Feb-19	0.770	0.865	0.675	12.34%	-12.34%	1.0	0.600		-0.17	-22.08%	BUY	
		<b>Simple Average</b>					<b>16.47%</b>	<b>-11.97%</b>	<b>1.42</b>				<b>-17.39%</b>		

\*Tracker does not include Non-Rated positions


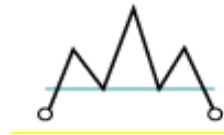
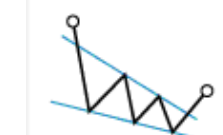

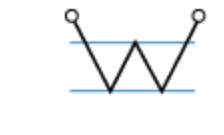
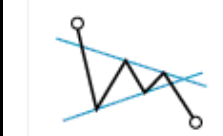

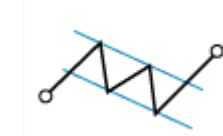


## Realised Positions (August 2019)

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		
		<b>Simple Average</b>													

Basic Technical Terms:

Reversal Candlesticks	Patterns	Description
<b>Doji</b> <b>Dragonfly Doji (Bullish)</b> <b>Gravestone Doji (Bearish)</b>		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.
<b>Engulfing Pattern</b>		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.
<b>Hammer (Bullish)</b> <b>Shooting Star (Bearish)</b>		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.
<b>Inverted Hammer (Bullish)</b> <b>Hanging Man (Bearish)</b>		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.
<b>Harami</b> <b>Harami Cross</b>		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.
<b>Marubozu</b>		A Marubozu candlestick has no shadow extending from the body at either the open, the close or at both.
<b>Morning Doji Star (Bullish)</b> <b>Evening Doji Star (Bearish)</b>		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.
<b>Spinning Top</b>		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	<b>Inverted Head &amp; Shoulders (Bullish)</b>	<b>Head &amp; Shoulders (Bearish)</b>	<b>Wedge Reversal (Bullish/ Bearish)</b>	<b>Double Top (Bearish)</b>	<b>Double Bottom (Bullish)</b>
					
Continuation Patterns	<b>Symmetrical Triangle (Bullish/ Bearish)</b>	<b>Ascending Triangle (Bullish)</b>	<b>Channels (Bullish/ Bearish)</b>	<b>Flags (Bullish/ Bearish)</b>	<b>Pennant (Bullish/ Bearish)</b>
					

Source: Various

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Published and printed by:

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