

18 September 2019

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Figure 1: Daily Charting – FBMKLCI



Source: Bloomberg, Kenanga Research

Basic Data				Technical Ratings			
52-week High	1,813.53		(in Million)	Resistance 2	1,650	MACD	Bearish
52-week Low	1,572.03	KLCI Vol	140.90	Resistance 1	1,630	RSI (14)	Neutral
Current Level	1,604.30	Bursa Vol	2730.72	Current Level	1,604.30	Stochastic	Neutral
Intraday High	1,609.97	Bursa Val	2181.66	Support 1	1,570		
Intraday Low	1,597.09			Support 2	1,550	Outlook	Bearish

Asian stocks mixed as investors remain cautious over a surge in oil prices

- Asian markets ended the day mixed as the spotlight remains on last weekend’s Saudi oil attacks.
- Back home, the FBMKLCI recovered by 3.05 points (+0.19%) to end at 1,604.30.
- Chart-wise, the underlying trend of the index remains bearish as the index remains below 50- and 100-day SMAs, due to lack of market catalyst.
- Should the selling pressure persist, key support levels can be seen at 1,570 (S1) and 1,550 (S2).
- Conversely, overhead resistance levels can be found at 1,630 (R1) and 1,650 (R2).

Wall Street ends higher ahead of the Fed’s meeting

- Wall Street inched higher ahead of the outcome of the Fed’s meeting as investors remain optimistic on another rate cut.
- The Dow chalked a gain of 33.98 points (+0.13%) to close at 27,110.80.
- Chart-wise the underlying trend of the index remains intact as the index remains above all key SMAs. With room for further uptick on RSI, we believe momentum remains strong and that the index should re-test the 27,400 level.
- From here on, resistance levels can be identified at 27,400 (R1) and 28,000 (R2), while support levels can be found at 26,800 (S1) and 26,400 (S2).

Daily technical highlights – (MHB, SCOMNET)

MHB (Not Rated)

- MHB gained 4.0sen (+4.71%) to close at RM0.890 yesterday.
- The share has been trending upwards since late-December last year.
- Yesterday candlestick closed higher with the formation of a bullish candlestick. Coupled with an uptick in all key technical indicators and above average trading volume, we expect the share to trend higher.
- Should buying momentum persist, key resistance can be seen at RM0.930 (R1) and RM0.975 (R2).
- Conversely, key support levels can be found at RM0.800 (S1) and RM0.740 (S2).

SCOMNET (Not Rated)

- Yesterday, SCOMNET rose 3.5 sen (+4.17%) to end at RM0.875, on the back of stronger-than-average trading volumes.
- Chart-wise, the share has bottomed out since the beginning of this month, which saw it trading above all of its key SMAs.
- Coupled with a bullish MACD, we believe that there may still be room for upside.
- Here forth, expect the share to trend higher to test resistances at RM0.950 (R1) and RM1.050 (R2).
- Conversely, downside supports can be identified at RM0.725 (S1) and RM0.625 (S2).

18 September 2019

Figure 2: Daily Charting – Dow Jones Industrial Average



Source: Bloomberg, Kenanga Research

Figure 3: Daily Charting – Malaysia Marine and Heavy Engineering Holdings Bhd (Not Rated)



Source: Bloomberg, Kenanga Research

About the stock:

Name	Malaysia Marine and Heavy Engineering Holdings Bhd
Bursa Code	MHB
CAT Code	5186
Shariah Compliant	Yes
Market Cap	1,424.0
52 Week High/Low	0.97/0.5
3-m Avg. Daily Vol.	943,795.20
Free Float (%)	10.34%
Beta vs. KLCI	1.470

Key Support & Resistance Levels

Resistance	: RM0.930 (R1) RM0.975 (R2)
Support	: RM0.800 (S1) RM0.740 (S2)
Outlook	: Bullish

What does the indicator says

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

What should you do

Current Share Price	: RM0.890
Technical Target	: -
Technical Cut-loss	: -

Fundamental Call

Kenanga	: RM1.050
Consensus	: RM0.880

Figure 4: Daily Charting – Supercomnet Technologies Berhad (Not Rated)



Source: Bloomberg, Kenanga Research

About the stock:

Name	: Supercomnet Technologies Berhad
Bursa Code	: SCOMNET
CAT Code	: 0001
Shariah Compliant	: Yes
Market Cap	: 562.6
52 Week High/Low	: 1.08/0.48
3-m Avg. Daily Vol.	: 708,483.90
Free Float (%)	: 15.49%
Beta vs. KLCI	: 1.8

Key Support & Resistance Levels

Resistance	: RM0.950 (R1) RM1.050 (R2)
Support	: RM0.725 (S1) RM0.625 (S2)
Outlook	: Bullish

What does the indicator says

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

What should you do

Current Share Price	: RM0.875
Technical Target	: -
Technical Cut-loss	: -

Fundamental Call

Kenanga	: -
Consensus	: -

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18 September 2019

Unrealised Positions (September 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	1.510		-0.23	-13.22%	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	0.615		-0.16	-20.13%	BUY	
		Simple Average					16.47%	-11.97%	1.42				-15.28%		





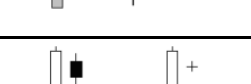

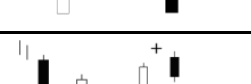
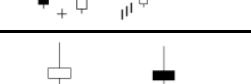
*Tracker does not include Non-Rated positions

Realised Positions (September 2019)

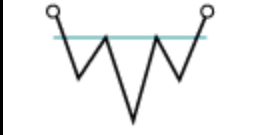
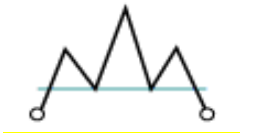
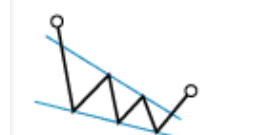

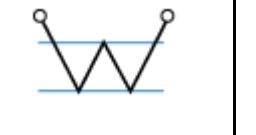

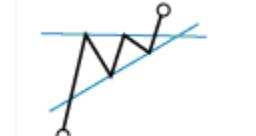
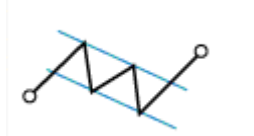


No	CATS Code	Stock Name	Issued Date	Buy Price	Price since Buy Date		Price change since Buy Date (%)		Sell Date	Sell Price	Dividend Received since ID	Gain/Loss (incl. Div.)	Gain/Loss	Rating	Comment/ Action
					(H)	(L)	(H)	(L)				RM	RM		
		Simple Average													

18 September 2019

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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Published and printed by:

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