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Figure 1: Daily Charting – FBMKLCI



Source: Bloomberg, Kenanga Research

| Basic Data    |          |           |         | Technical Ratings |          |            |          |
|---------------|----------|-----------|---------|-------------------|----------|------------|----------|
| 52-week High  | 1,799.80 |           |         | Resistance 2      | 1,650    | MACD       | Bearish  |
| 52-week Low   | 1,563.13 | KLCI Vol  | 90.32   | Resistance 1      | 1,630    | RSI (14)   | Neutral  |
| Current Level | 1,564.12 | Bursa Vol | 2178.18 | Current Level     | 1,564.12 | Stochastic | Oversold |
| Intraday High | 1,572.04 | Bursa Val | 1454.45 | Support 1         | 1,550    |            |          |
| Intraday Low  | 1,563.13 |           |         | Support 2         | 1,510    | Outlook    | Bearish  |

**Asian markets down amid fresh trade concerns**

- Asian stock fell after US announced new tariffs on European Union’s goods.
- Back home, the FBMKLCI dropped 10.78 points (-0.68%) to end at 1,564.12.
- Chart-wise, the index is trading below all the key SMAs coupled with negative MACD indicator, hence we opine that bearish sentiment remains intact until further signal warrants a trend reversal.
- Key support levels to watch out for are 1,550 (S1) and 1,510 (S2).
- Conversely, overhead resistance levels can be found at 1,630 (R1) and 1,650 (R2).

**Wall Street rebounded from steep sell-off**

- Wall Street rebounded from a steep sell-off ahead of trade talk and increasing expectation that Federal Reserve will cut rate following weak manufacturing data.
- Dow rose 122.42 points (+0.47%) to close at 26,201.04 yesterday.
- Chart-wise, the index has broken below our support level and all the key SMAs yesterday, forming a potential “Double Top” reversal chart pattern. However, further confirmation is required to complete the reversal pattern.
- From here on, resistance levels can be identified at 27,000 (R1) and 27,400 (R2), while support levels can be found at 25,700 (S1) and 25,000 (S2).

**Daily technical highlights – (DAYANG, REDTONE)**

**DAYANG (Not Rated)**

- DAYANG took a breather, dropping 1.0 sen (-0.59%) to close at RM1.68 yesterday.
- Chart-wise, the share has been trading above all the key SMAs since September 2019, and the SMAs is sloping upward following the share price closely.
- Coupled with bullish MACD indicator, we believe that the share could move higher.
- Should buying momentum persists, we expect the share to test the resistance level at RM1.75 (R1) and RM1.96 (R2)
- On the other hand, support levels can be found at RM1.50 (S1) and RM1.40 (S2).

**REDTONE (Not Rated)**

- Yesterday, REDTONE gained 1.0 sen (+2.06%) to close at RM0.495.
- Chart-wise, the share has been trading upward since January 2019 supported by increasing trading volume.
- Coupled with bullish MACD indicator, we believe the share could move higher to further test the significant high at RM0.540.
- Should the buying interest persist, the key resistance levels to look out for are RM0.540 (R1) and RM0.600 (R2).
- Conversely, downside supports can be identified at RM0.430 (S1) and RM0.380 (S2).

Figure 2: Daily Charting – Dow Jones Industrial Average



Source: Bloomberg, Kenanga Research

Figure 3: Daily Charting – Dayang Enterprise Holdings Berhad (Not Rated)



Source: Bloomberg, Kenanga Research

**About the stock:**

|                            |   |                                   |
|----------------------------|---|-----------------------------------|
| <b>Name</b>                | : | Dayang Enterprise Holdings Berhad |
| <b>Bursa Code</b>          | : | DAYANG                            |
| <b>CAT Code</b>            | : | 5141                              |
| <b>Shariah Compliant</b>   | : | Yes                               |
| <b>Market Cap</b>          | : | 1,620.9                           |
| <b>52 Week High/Low</b>    | : | 1.75/0.5                          |
| <b>3-m Avg. Daily Vol.</b> | : | 12,302,830.00                     |
| <b>Free Float (%)</b>      | : | 35.10%                            |
| <b>Beta vs. KLCI</b>       | : | 1.3                               |

**Key Support & Resistance Levels**

|                   |   |             |             |
|-------------------|---|-------------|-------------|
| <b>Resistance</b> | : | RM1.75(R1)  | RM1.96 (R2) |
| <b>Support</b>    | : | RM1.50 (S1) | RM1.40 (S2) |
| <b>Outlook</b>    | : | Bullish     |             |

**What does the indicator says**

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

**What should you do**

|                     |   |        |
|---------------------|---|--------|
| Current Share Price | : | RM1.68 |
| Technical Target    | : | -      |
| Technical Cut-loss  | : | -      |

**Fundamental Call**

|           |   |        |
|-----------|---|--------|
| Kenanga   | : | RM1.45 |
| Consensus | : | RM1.60 |

Figure 4: Daily Charting – Redtone International Berhad (Not Rated)



**About the stock:**

|                            |                                |
|----------------------------|--------------------------------|
| <b>Name</b>                | : Redtone International Berhad |
| <b>Bursa Code</b>          | : REDTONE                      |
| <b>CAT Code</b>            | : 0032                         |
| <b>Shariah Compliant</b>   | : No                           |
| <b>Market Cap</b>          | : 370.9                        |
| <b>52 Week High/Low</b>    | : 0.51/0.15                    |
| <b>3-m Avg. Daily Vol.</b> | : 4,349,683.00                 |
| <b>Free Float (%)</b>      | : 73.84%                       |
| <b>Beta vs. KLCI</b>       | : 1.620                        |

**Key Support & Resistance Levels**

|                   |                             |
|-------------------|-----------------------------|
| <b>Resistance</b> | : RM0.540 (R1) RM0.600(R2)  |
| <b>Support</b>    | : RM0.430 (S1) RM0.380 (S2) |
| <b>Outlook</b>    | : Bullish                   |

**What does the indicator says**

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

**What should you do**

|                     |           |
|---------------------|-----------|
| Current Share Price | : RM0.495 |
| Technical Target    | : -       |
| Technical Cut-loss  | : -       |

**Fundamental Call**

|           |     |
|-----------|-----|
| Kenanga   | : - |
| Consensus | : - |

Source: Bloomberg, Kenanga Research

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04 October 2019

## Unrealised Positions (October 2019)





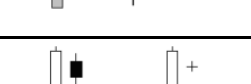

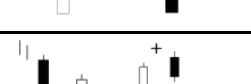
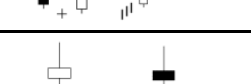
| No | CATS Code | Stock Name                  | Issued Date (ID) | Price @ ID | Target Price | Stop-Loss | Upside Potential @ ID | Downside Risk @ ID | Reward/Risk Ratio @ ID | Last Price | Dividend Received since ID | Gain/Loss (incl. Div.) | Gain/Loss      | Rating | Comment/ Action |
|----|-----------|-----------------------------|------------------|------------|--------------|-----------|-----------------------|--------------------|------------------------|------------|----------------------------|------------------------|----------------|--------|-----------------|
|    |           |                             |                  |            | 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                    | 0.215      |                            | -0.03                  | -10.42%        | 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>-15.24%</b> |        |                 |

\*Tracker does not include Non-Rated positions

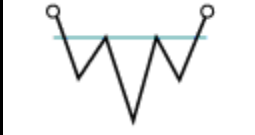
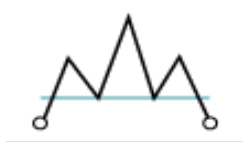
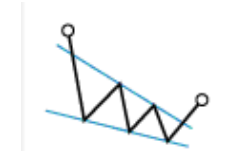

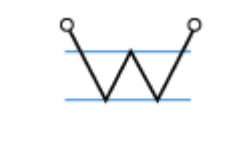

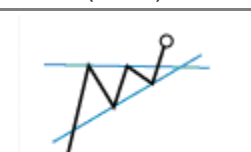
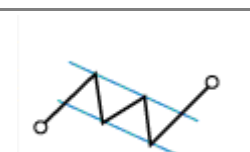
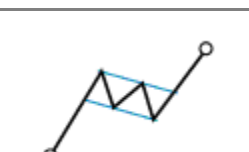

## Realised Positions (October 2019)

| 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   |
|---|---|---|
| Doji<br>Dragonfly Doji (Bullish)<br>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)<br>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)<br>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<br>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)<br>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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