

08 October 2019

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Figure 1: Daily Charting – FBMKLCI



Source: Bloomberg, Kenanga Research

| Basic Data | | | | Technical Ratings | | | |
|---------------|----------|-----------|---------|-------------------|----------|------------|----------|
| 52-week High | 1,781.79 | | | Resistance 2 | 1,650 | MACD | Bearish |
| 52-week Low | 1,551.96 | KLCI Vol | 44.08 | Resistance 1 | 1,630 | RSI (14) | Neutral |
| Current Level | 1,559.00 | Bursa Vol | 2168.38 | Current Level | 1,559.00 | Stochastic | Oversold |
| Intraday High | 1,560.37 | Bursa Val | 1326.27 | Support 1 | 1,550 | | |
| Intraday Low | 1,555.55 | | | Support 2 | 1,510 | Outlook | Bearish |

Asian markets mixed ahead of trade talk

- Asian stocks mixed as investors awaited US-China trade talk to begin later this week.
- Back home, the FBMKLCI gained 1.33 points (+0.09%) to end at 1,559.00.
- 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 pulls back from trade worries

- U.S. stocks retreat as investors remain cautious ahead of the upcoming trade talk.
- The Dow lost 95.70 points (-0.36%) to close at 26,478.02.
- Chart-wise, the index has rebounded upon touching the supporting level and broken above the 50 and 100-days SMAs, we believe that the index could move higher to further test the resistance level.
- 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 – (D&O, GTRONIC)

D&O (Not Rated)

- D&O gain 1.0 sen (+1.64%) to close at RM0.620.
- Chart-wise, the share has been on a rather steady uptrend since last month, which saw it currently trading above all of its key-SMAs.
- Coupled with a bullish MACD crossover and stronger-than-average trading volumes, we believe that the bullish momentum may persist.
- Expect the share to trend higher to test the resistance level at RM0.675 (R1) and RM0.735 (R2)
- On the other hand, support levels can be found at RM0.530 (S1) and RM0.495 (S2).

GTRONIC (Not Rated)

- Yesterday, GTRONIC gained 3.0 sen (+1.44%) to close at RM2.11.
- Chart-wise, the share has recently broken above the previous peak and trading above all the key SMAs.
- Coupled with bullish MACD indicator, we believe the share could move higher.
- Should the buying interest persist, the key resistance levels to look out for are RM2.40 (R1) and RM2.60 (R2).
- Conversely, downside supports can be identified at RM1.90 (S1) and RM1.75 (S2).

Figure 2: Daily Charting – Dow Jones Industrial Average



Source: Bloomberg, Kenanga Research

Figure 3: Daily Charting – D&O Green Technologies Berhad (Not Rated)



Source: Bloomberg, Kenanga Research

About the stock:

| | |
|----------------------------|-------------------------------|
| Name | D&O Green Technologies Berhad |
| Bursa Code | D&O |
| CAT Code | 7204 |
| Shariah Compliant | Yes |
| Market Cap | 689.2 |
| 52 Week High/Low | 0.94/0.49 |
| 3-m Avg. Daily Vol. | 3,172,794.00 |
| Free Float (%) | 62.16% |
| Beta vs. KLCI | 0.9 |

Key Support & Resistance Levels

| | |
|-------------------|-----------------------------|
| Resistance | : RM0.675(R1) RM0.735 (R2) |
| Support | : RM0.530 (S1) RM0.495 (S2) |
| Outlook | : Bullish |

What does the indicator says

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

What should you do

| | |
|---------------------|-----------|
| Current Share Price | : RM0.620 |
| Technical Target | : - |
| Technical Cut-loss | : - |

Fundamental Call

| | |
|-----------|-----------|
| Kenanga | : RM0.625 |
| Consensus | : RM0.640 |

Figure 4: Daily Charting – Globetronics Technology Berhad (Not Rated)



Source: Bloomberg, Kenanga Research

About the stock:

Name : Globetronics Technology Berhad
Bursa Code : GTRONIC
CAT Code : 7022
Shariah Compliant : Yes
Market Cap : 1,412.5
52 Week High/Low : 2.44/1.37
3-m Avg. Daily Vol. : 1,726,477.00
Free Float (%) : 65.44%
Beta vs. KLCI : 1.0

Key Support & Resistance Levels

Resistance : RM2.40(R1) RM2.60 (R2)
Support : RM1.90 (S1) RM1.75 (S2)
Outlook : Bullish

What does the indicator says

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

What should you do

Current Share Price : RM2.11
Technical Target : -
Technical Cut-loss : -

Fundamental Call

Kenanga : -
Consensus : RM1.68

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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 | 1.520 | | -0.22 | -12.64% | BUY | |
| 2 | 0080 | STRAITS INTER LOGISTICS BHD | 22-Feb-19 | 0.240 | 0.300 | 0.200 | 25.00% | -16.67% | 1.5 | 0.220 | | -0.02 | -8.33% | BUY | |
| 3 | 7579 | AWC BERHAD | 27-Feb-19 | 0.770 | 0.865 | 0.675 | 12.34% | -12.34% | 1.0 | 0.585 | | -0.19 | -24.03% | BUY | |
| | | Simple Average | | | | | 16.47% | -11.97% | 1.42 | | | | -15.00% | | |









*Tracker does not include Non-Rated positions

Realised Positions (October 2019)


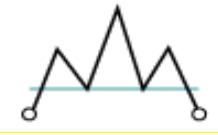
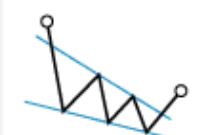

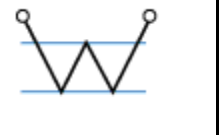
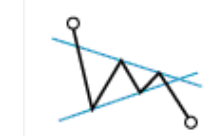
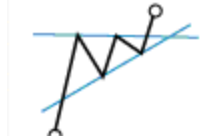
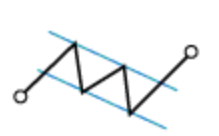


| No | CATS Code | Stock Name | Issued Date | Buy Price | Price since Buy Date | | Price change since Buy Date (%) | | Sell Date | Sell Price | Dividend Received since ID | Gain/Loss (incl. Div.) | Gain/Loss | Rating | Comment/ Action |
|----|-----------|-----------------------|-------------|-----------|----------------------|-----|---------------------------------|-----|-----------|------------|----------------------------|------------------------|-----------|--------|-----------------|
| | | | | | (H) | (L) | (H) | (L) | | | | RM | RM | | |
| | | | | | | | | | | | | | | | |
| | | 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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Published and printed by:

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