MY E.G. Services Bhd (MYEG,0138)

By Rakuten Trade Research Team

Technical View

CONTRA TRADE ONLY

5.00X

Collateral Value

MY E.G. Services Bhd (0138)

- MYEG closed unchanged at RM1.51 yesterday.
- Chart-wise, share price had a bullish run taking out a series of resistance levels supported by higher trading volume recently.
- Positive news on 3-year extension on foreign worker pass employment contract worth RM208m and the much anticipated RM1.5bn immigration contract (NIIS) which will ignite interest in the stock as it is strong contender for the project.
- It is currently trading above key moving averages hence we expect a bullish bias breakout to continue its uptrend.
- As such, resistance levels are identified at RM1.61 (R1) and RM1.70 (R2).
- On the downside, support levels are expected at RM1.34 (S1) and RM1.23 (S2).

Basic Data		Technical		Ratings	
52-week High	RM1.70	**Resistance 2**	RM1.70	**MACD**	Neutral
52-week Low	RM0.765	**Resistance 1**	RM1.61	**RSI**	Neutral
Current Level	RM1.51	**Support 1**	RM1.34	**Stochastic**	Neutral
		Support 2	RM1.23	**Trend**	Bullish

Technical terms	Definition
Resistance	Resistance zones arise due to a sell-off when prices increase.
Support	Support is a price level where a downtrend can be expected to pause, due to a concentration of demand. As the price of a security drops, demand for the shares increases, thus forming the support line.
MACD	Moving average convergence divergence (MACD) is a trend-following momentum indicator that shows the relationship between two moving averages of prices.
RSI	The relative strength index (RSI) is a momentum indicator developed by noted technical analyst Welles Wilder, that compares the magnitude of recent gains and losses over a specified time period to measure speed and change of price movements of a security. It is primarily used to attempt to identify overbought or oversold conditions in the trading of an asset.
Stochastic	The stochastic oscillator is a momentum indicator comparing the closing price of a security to the range of its prices over a certain period of time. The sensitivity of the oscillator to market movements is reducible by adjusting that time period or by taking a moving average of the result.

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