

08 September 2022

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Daily technical highlights – (CORAZA, TSH)

Daily Charting – CORAZA (Technical Buy)



About the Stock:		Key Support & Resistance Levels	
Name	Coraza Integrated Technology Bhd	52 Week High/Low	0.98/0.51
Bursa Code	CORAZA	3-m Avg. Daily Vol.	6,957,306
CAT Code	0240	Free Float (%)	21%
Market Cap	RM319.1m	Beta vs. KLCI	N.A.
		Last Price	RM0.745
		Resistance	RM0.84 (R1) RM0.89 (R2)
		Stop Loss	RM0.65

Coraza Integrated Technology Bhd (Technical Buy)

- Following its pullback from a high of RM0.885 on 26 August, CORAZA's share price has recently bounced off from a key intermediate support line at RM0.73 (which represents a 61.8% Fibonacci retracement level) before closing at RM0.745 yesterday.
- The upward momentum is poised to continue on the back of bullish technical signals triggered by: (i) the price crossing back above the lower Bollinger Band, (ii) the stochastic indicator in the midst of climbing out from the oversold zone, and (iii) the appearance of a long legged doji candlestick on 5 September.
- Consequently, the stock will likely rise to challenge our resistance thresholds of RM0.84 (R1) and RM0.89 (R2), which represent upside potentials of 13% and 19%, respectively.
- Our stop loss price level is pegged at RM0.65 (or a 13% downside risk from yesterday's close of RM0.745).
- An engineering support services provider, CORAZA is mainly involved in the business of manufacturing metal sheet parts and precision machine components, servicing clients from various sectors including semiconductor, instrumentation, life science etc.
- The group reported net profit of RM4.2m in 2QFY22 (+90% QoQ), lifting its cumulative bottomline by 19% YoY to RM6.4m in 1HFY22.
- The strong financial performance is expected to continue with consensus currently anticipating CORAZA to make net earnings of RM15.6m in FY December 2022 before soaring further to RM19.7m in FY December 2023. This translates to forward PERs of 20.4x and 16.3x, respectively.



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STOCK CALL MONITOR*

Stock Name	Issue Date (ID)	Rating	Price @ ID	Resistance Price (R1)	Stop Loss Price (SL)	Upside Potential @ ID	Downside Risk @ ID	Risk to Reward Ratio	Highest Price since ID	Lowest Price since ID	Last Price RM	Status [^]	Date Status Fulfilled
			RM	RM	RM	%	%		RM	RM			
POH HUAT RESOURCES HLDGS BHD	9/8/2022	Technical Buy	1.35	1.51	1.21	12%	-10%	1.14x	1.38	1.31	1.37	Open	
MIECO CHIPBOARD BERHAD	9/8/2022	Technical Buy	0.58	0.64	0.52	11%	-10%	1.18x	0.59	0.54	0.58	Open	
HIBISCUS PETROLEUM BHD	10/8/2022	Technical Buy	0.84	0.92	0.75	10%	-10%	1.00x	1.08	0.81	1.00	TP Hit	19/8/2022
YTL CORP BHD	10/8/2022	Technical Buy	0.56	0.62	0.50	12%	-10%	1.18x	0.60	0.55	0.58	Open	
SIGNATURE INTERNATIONAL BHD	11/8/2022	Technical Buy	1.45	1.62	1.29	12%	-11%	1.06x	1.75	1.41	1.67	TP Hit	2/9/2022
SOLARVEST HOLDINGS BHD	11/8/2022	Technical Buy	0.78	0.87	0.68	12%	-12%	1.00x	0.86	0.70	0.76	Open	
MI TECHNOVATION BHD	12/8/2022	Technical Buy	1.42	1.63	1.22	15%	-14%	1.05x	1.46	1.10	1.11	SL Hit	24/8/2022
REVENUE GROUP BHD	12/8/2022	Technical Buy	1.00	1.14	0.87	14%	-13%	1.08x	1.02	0.92	0.97	Open	
OMESTI BHD	16/8/2022	Technical Buy	0.38	0.43	0.33	13%	-13%	1.00x	0.39	0.35	0.38	Open	
CUSCAPI BHD	16/8/2022	Technical Buy	0.24	0.28	0.20	17%	-17%	1.00x	0.29	0.22	0.24	TP Hit	17/8/2022
OPCOM HOLDINGS BHD	17/8/2022	Technical Buy	0.87	0.98	0.76	13%	-13%	1.00x	0.88	0.77	0.78	Open	
DELEUM BERHAD	17/8/2022	Technical Buy	0.58	0.65	0.52	12%	-10%	1.17x	0.83	0.58	0.78	TP Hit	24/8/2022
PEKAT GROUP BERHAD	18/8/2022	Technical Buy	0.50	0.56	0.43	13%	-13%	1.00x	0.58	0.44	0.47	TP Hit	22/8/2022
RANHILL UTILITIES BHD	18/8/2022	Technical Buy	0.46	0.52	0.40	13%	-13%	1.00x	0.48	0.40	0.41	SL Hit	2/9/2022
BUMI ARMADA BERHAD	19/8/2022	Technical Buy	0.36	0.39	0.32	10%	-10%	1.00x	0.44	0.35	0.42	TP Hit	25/8/2022
DAYANG ENTERPRISE HLDGS BHD	19/8/2022	Technical Buy	0.99	1.09	0.89	10%	-10%	1.00x	1.16	0.99	1.09	TP Hit	25/8/2022
UZMA BHD	23/8/2022	Technical Buy	0.35	0.41	0.30	17%	-14%	1.20x	0.42	0.35	0.39	TP Hit	24/8/2022
HAP SENG PLANTATIONS HLDGS	23/8/2022	Technical Buy	2.27	2.54	2.01	12%	-11%	1.04x	2.32	2.17	2.30	Open	
JAYA TIASA HOLDINGS BHD	24/8/2022	Technical Buy	0.61	0.68	0.54	12%	-11%	1.15x	0.62	0.58	0.59	Open	
HEVEABOARD BHD	24/8/2022	Technical Buy	0.45	0.50	0.40	11%	-11%	1.00x	0.45	0.43	0.44	Open	
GHL SYSTEMS BERHAD	25/8/2022	Technical Buy	1.18	1.30	1.06	10%	-10%	1.00x	1.29	0.97	0.98	SL Hit	1/9/2022
INARI AMERTRON BHD	25/8/2022	Technical Buy	2.66	2.92	2.40	10%	-10%	1.00x	2.79	2.63	2.71	Open	
ANCOM NYLEX BHD	26/8/2022	Technical Buy	0.96	1.06	0.87	10%	-9%	1.11x	0.98	0.90	0.95	Open	
VISDYNAMICS HOLDINGS BHD	26/8/2022	Technical Buy	0.78	0.85	0.70	10%	-10%	1.00x	0.78	0.70	0.75	SL Hit	2/9/2022
BANK ISLAM MALAYSIA BHD	30/8/2022	Technical Buy	2.61	2.92	2.31	12%	-11%	1.03x	2.62	2.53	2.54	Open	
ASTRO MALAYSIA HOLDINGS BHD	30/8/2022	Technical Buy	0.85	0.92	0.77	9%	-9%	1.00x	0.88	0.84	0.85	Open	

* Tracks our stock recommendations on a one-month rolling basis from issue date. Stock names will drop out from the list after one month from issue date regardless of their status.

[^] Status will be categorised as either: (i) "TP hit" when stock reaches target price first OR (ii) "SL hit" when stock touches stop loss first OR (iii) "Open" when neither TP nor SL has been hit.

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EONMETALL GROUP BHD	1/9/2022	Technical Buy	0.58	0.64	0.52	10%	-10%	1.00x	0.72	0.57	0.68	TP Hit	5/9/2022
SDS GROUP BHD	1/9/2022	Technical Buy	0.53	0.59	0.47	12%	-10%	1.18x	0.58	0.52	0.57	Open	
ANN JOO RESOURCES BHD	2/9/2022	Technical Buy	1.03	1.20	0.89	17%	-14%	1.21x	1.09	1.01	1.07	Open	
DAGANG NEXCHANGE BHD	2/9/2022	Technical Buy	0.82	0.94	0.72	15%	-12%	1.20x	0.84	0.79	0.83	Open	
PROLEXUS BHD	6/9/2022	Technical Buy	0.40	0.45	0.35	14%	-11%	1.22x	0.41	0.40	0.40	Open	
SAMCHEM HOLDINGS BHD	6/9/2022	Technical Buy	0.77	0.86	0.67	12%	-12%	1.00x	0.78	0.76	0.78	Open	
MALAYSIA MARINE AND HEAVY EN	7/9/2022	Technical Buy	0.41	0.46	0.36	12%	-12%	1.00x	0.40	0.39	0.40	Open	
COASTAL CONTRACTS BHD	7/9/2022	Technical Buy	1.91	2.18	1.64	14%	-14%	1.00x	1.92	1.87	1.89	Open	

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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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