



HOT stocks

INVESTORS buy and sell shares based on a variety of factors such as their evaluation of a company's fundamentals, its future plans, the strength of its competitors, and so on.

Some also look at mathematical indicators to help them make their decisions. These are based on a technical analysis of a share's trading pattern on the stock exchange.

Two indicators traders often look at are the trading trend and the trading momentum of a company's share.

A trend identifies the direction the share price of a stock is moving, ie, whether it is going up or down.

The trading momentum of a share, on the

other hand, refers to the rate at which its trend is moving. In other words, how fast over a period of time.

Successful traders often look at the trading trend and trading momentum of a share before deciding to buy or sell. The objective, of course, is to buy at a low price and sell at a higher price, profiting from the difference.

Using trend and momentum data, technical analysts have developed charts that predict a share's price behaviour in the future based on past movements. These charts usually also identify an indicative price, which is a price level that should normally prompt a trader to consider buying.

WHAT the charts tell you

We illustrate below **THREE** Charts of how trend and momentum can be used to make buy and sell decisions:

Chart 1: This is a listing (in alphabetical order) of the top stocks with a rising price bias based on trading data on June 18, 2019.

Chart 2: This is a similar listing of top picks whose trend and momentum data demonstrate a falling bias.

Chart 3: A similar trend and momentum data analysis is applied to the 20 highest volume trading stocks (on June 18, 2019), and the indicator calls suggest how these stocks are going to perform in the coming week.

WHAT you can do

Trader's Corner is compiled by **Focus Malaysia** in collaboration with BB Consulting Sdn Bhd. It illustrates how trend and momentum analysis can be used to make investment decisions. The mathematical model used here identifies trading opportunities that have a high probability of occurring. But none of the information provided here constitutes a recommendation to buy or sell stocks. Make your own judgements when trading in shares.

Chart 1: Momentum stocks with rising bias ahead

| Instrument | Closing* price (RM) | Stock code | Daily volume | Past performance | | | | Indicator call (RM) | | Further notes | Stop Loss 1 | Risk (%) |
|---------------------------|---------------------|------------|--------------|------------------|--------|---------|---------|------------------------|--------|---------------|-------------|----------|
| | | | | 1 day | 1 week | 2 weeks | 4 weeks | | | | | |
| 1 DIGI.COM | 4.950 | 6947 | 4,308,800 | 2.91% | 10.2% | -0.40% | 5.32% | Bullish/Buy only above | 4.950 | | 4.695 | -5.2% |
| 2 EWEIN | 0.75 | 7249 | 6,581,800 | 6.72% | 5.15% | 6.72% | 6.72% | Bullish/Buy only above | 0.720 | | 0.666 | -6.8% |
| 3 GAMUDA | 3.500 | 5398 | 1,769,200 | 3.24% | 2.34% | 0.29% | 6.06% | Bullish/Buy only above | 3.500 | | 3.367 | -3.8% |
| 4 HONG LEONG BANK | 19.260 | 5819 | 290,500 | 2.99% | 1.48% | 1.37% | -0.72% | Bullish/Buy only above | 19.260 | | 18.700 | -2.9% |
| 5 IRIS CORP | 0.155 | 0010 | 2,504,000 | 3.33% | 0.00% | -6.06% | 3.33% | Bullish/Buy only above | 0.155 | | 0.145 | -6.5% |
| 6 MISC | 7.200 | 3816 | 2,751,000 | 3.30% | 0.56% | 3.60% | 9.92% | Bullish/Buy only above | 7.200 | | 7.002 | -2.7% |
| 7 MLUAR BAN LEE GRP | 1.340 | 5152 | 275,600 | 3.88% | 3.08% | -1.47% | 7.20% | Bullish/Buy only above | 1.340 | | 1.242 | -7.3% |
| 8 PANASONIC MANUFACTURING | 38.320 | 3719 | 8,000 | 0.26% | 0.05% | 0.10% | 1.91% | Bullish/Buy only above | 38.340 | | 37.885 | -1.1% |
| 9 PHARMANIAGA | 2.600 | 7081 | 68,500 | 2.77% | 4.00% | -2.26% | 11.59% | Bullish/Buy only above | 2.620 | | 2.500 | -3.8% |
| 10 TELEKOM MALAYSIA | 3.900 | 4863 | 12,667,400 | 4.84% | 8.03% | 8.03% | 42.34% | Bullish/Buy only above | 3.800 | AE | 3.700 | -5.1% |
| 11 TENAGA NASIONAL | 13.000 | 5347 | 5,361,900 | 2.04% | 4.17% | 2.36% | 10.36% | Bullish/Buy only above | 13.000 | AE | 12.600 | -3.1% |
| 12 WCT HLDGS | 1.020 | 9679 | 2,758,600 | 3.03% | 0.04% | 9.51% | 9.51% | Bullish/Buy only above | 1.020 | | 0.973 | -4.6% |

Chart 2: Momentum stocks with falling bias ahead

| Instrument | Closing* price (RM) | Stock code | Daily volume | Past performance | | | | Indicator call (RM) | | Further notes | Stop Loss 1 | Risk (%) |
|--------------------------------|---------------------|------------|--------------|------------------|--------|---------|---------|-------------------------|--|---------------|-------------|----------|
| | | | | 1 day | 1 week | 2 weeks | 4 weeks | | | | | |
| 1 CAHYA MATA SARAWAK | 3.090 | 2852 | 227,500 | -0.32% | -0.32% | 0.00% | -6.36% | Bearish/Sell only below | | | 3.070 | |
| 2 CLASSIC SCENIC | 1.030 | 7202 | 80,000 | -1.90% | 0.00% | -3.74% | -0.96% | Bearish/Sell only below | | | 1.030 | |
| 3 CRESCENDO CORP | 1.210 | 6718 | 287,700 | -1.63% | -1.63% | -2.42% | -4.72% | Bearish/Sell only below | | | 1.210 | |
| 4 GAS MALAYSIA | 2.810 | 5209 | 421,300 | -1.75% | 0.00% | -2.09% | -1.75% | Bearish/Sell only below | | | 2.800 | |
| 5 GD EXPRESS CARRIER | 0.270 | 0078 | 4,224,000 | -3.57% | -3.57% | -5.26% | -6.90% | Bearish/Sell only below | | | 0.270 | |
| 6 HIAP TECK VENTURES | 0.230 | 5072 | 1,414,900 | -2.13% | 0.00% | -4.17% | -9.80% | Bearish/Sell only below | | | 0.230 | |
| 7 MALAYSIAN PACIFIC INDUSTRIES | 8.790 | 3867 | 134,000 | -0.68% | -1.24% | -1.68% | -9.01% | Bearish/Sell only below | | | 8.750 | |
| 8 OKA CORP | 0.625 | 7140 | 346,200 | -1.57% | -1.57% | -3.85% | -9.42% | Bearish/Sell only below | | | 0.625 | |
| 9 PADINI HLDGS | 3.640 | 7052 | 166,300 | -0.27% | -1.49% | -1.75% | -2.54% | Bearish/Sell only below | | | 3.620 | |
| 10 REXIT | 0.620 | 0106 | 883,000 | -1.59% | 0.81% | -1.59% | -7.46% | Bearish/Sell only below | | | 0.620 | |
| 11 SARAWAK CABLE | 0.310 | 5170 | 291,500 | -3.13% | -3.13% | -6.06% | -3.13% | Bearish/Sell only below | | | 0.310 | |
| 12 TONG HERR RESOURCES | 2.620 | 5010 | 132,600 | -1.87% | -4.73% | -10.58% | -22.94% | Bearish/Sell only below | | | 2.620 | |

Chart 3: Daily Trend and Momentum outlook for top 20 volume stocks for next week

| Instrument | Closing* price (RM) | Stock code | Daily volume | Trend daily | Momentum daily | Past performance | | | | Indicator call | Further notes | Stop Loss 1 | Risk (%) |
|----------------------------|---------------------|------------|--------------|------------------------|----------------|------------------|--------|---------|---------|-------------------|---------------------------|-------------|----------|
| | | | | | | 1 day | 1 week | 2 weeks | 4 weeks | | | | |
| 1 EKOVEST | 0.840 | 8877 | 34,750,600 | Bullish | Falling | 0.60% | 1.20% | 9.09% | 0.00% | Hold/Bull | Expect near-term weakness | 0.800 | -4.8% |
| 2 BUMI ARMADA | 0.200 | 5210 | 27,175,800 | Mild Bearish (Caution) | Falling | -2.44% | -4.76% | 0.00% | 2.56% | Neutral (NT) | | | |
| 3 MY E.G. SERVICES | 1.420 | 0138 | 24,662,300 | Mild Bearish (Caution) | Falling | 2.16% | -5.96% | 2.16% | -0.70% | Neutral (NT) | | | |
| 4 SAPURA ENERGY | 0.305 | 5218 | 23,543,600 | Bearish | Falling | -1.61% | -1.61% | 3.39% | 0.10% | Avoid/Bear | | | |
| 5 ISKANDAR WATERFRONT CITY | 1.010 | 1589 | 21,369,500 | Strongly Bullish | Falling | 1.00% | 6.88% | 25.47% | 12.22% | Hold/Strong Bull | Expect near-term weakness | 0.950 | -5.9% |
| 6 V.S. INDUSTRY | 1.090 | 6963 | 20,301,200 | Mild Bullish (Caution) | Rising | 3.81% | 5.83% | 10.10% | 4.81% | Neutral (PT) | | | |
| 7 AIRASIA GRP | 2.750 | 5099 | 18,612,300 | Bullish | Falling | -2.48% | -3.85% | -4.84% | 7.00% | Hold/Bull | Expect near-term weakness | 2.635 | -4.2% |
| 8 PRICEWORTH INTERNATIONAL | 0.065 | 7123 | 15,961,200 | Mild Bearish (Caution) | Falling | 0.00% | 0.00% | 0.00% | 0.00% | Neutral (NT) | | | |
| 9 TOP GLOVE CORP | 4.870 | 7113 | 15,476,700 | Mild Bearish (Caution) | Flat | -2.60% | -3.94% | -3.56% | -2.01% | Neutral (NT) | | | |
| 10 KHEE SAN | 0.310 | 6203 | 15,399,600 | Strongly Bullish | Rising | 8.77% | -8.42% | -23.46% | -37.37% | Avoid/Strong Bear | Expect near-term strength | | |
| 11 GADANG HLDGS | 0.855 | 9261 | 14,303,800 | Bullish | Falling | -1.16% | -4.47% | -0.58% | 7.55% | Hold/Bull | Expect near-term weakness | 0.790 | -7.6% |
| 12 KAREX | 0.550 | 5247 | 13,406,800 | Strongly Bullish | Rising | 1.85% | 7.84% | 10.00% | 1.85% | Hold/Strong Bull | | 0.533 | -3.0% |
| 13 DAYANG ENTERPRISE HLDGS | 1.080 | 5141 | 12,816,600 | Weaker Bearish | Flat | 3.85% | -1.82% | 10.77% | -9.24% | Avoid/Weaker Bear | | | |
| 14 TELEKOM MALAYSIA | 3.900 | 4863 | 12,667,400 | Strongly Bullish | Flat | 4.84% | 8.03% | 8.03% | 42.34% | Hold/Strong Bull | | 3.700 | -5.1% |
| 15 ECONPILE | 0.725 | 5253 | 11,475,400 | Strongly Bullish | Falling | 1.40% | 4.32% | 9.02% | 10.69% | Hold/Strong Bull | Expect near-term weakness | 0.700 | -3.4% |
| 16 PRESTARANG | 0.435 | 5204 | 11,011,100 | Mild Bullish (Caution) | Flat | -3.33% | 1.16% | 16.00% | 3.57% | Neutral (PT) | | | |
| 17 GENTING MALAYSIA | 3.310 | 475 | 10,221,900 | Mild Bullish (Caution) | Flat | 1.53% | 3.44% | 5.41% | 6.09% | Neutral (PT) | | | |
| 18 PUC | 0.075 | 0007 | 10,074,700 | Strongly Bearish | Falling | 0.00% | -6.25% | -6.25% | -11.76% | Avoid/Strong Bear | | | |
| 19 HIBISCUS PETROLEUM | 1.020 | 5199 | 9,251,200 | Strongly Bearish | Falling | 0.00% | -4.67% | -1.92% | -5.56% | Avoid/Strong Bear | | | |
| 20 LAND AND GENERAL | 0.150 | 3174 | 9,117,100 | Strongly Bearish | Falling | -3.23% | -3.23% | 0.00% | -3.23% | Avoid/Strong Bear | | | |