



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, i.e. 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 September 3, 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 September 3, 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 AL-AQAR HEALTHCARE REIT	1.530	516	34,800	1.32%	0.66%	0.66%	2.00%	Bullish/Buy only above 1.540		1.501	-1.9%
2 AXIS REIT	1.890	5106	1,935,700	-0.53%	0.00%	2.16%	-0.53%	Bullish/Buy only above 1.920		1.815	-3.9%
3 CAN-ONE	3.140	5105	21,300	0.64%	0.64%	0.00%	-4.27%	Bullish/Buy only above 3.230		3.000	-4.5%
4 DYNONICE TECHNOLOGY	0.385	7114	379,200	2.67%	4.05%	2.67%	1.32%	Bullish/Buy only above 0.390		0.360	-6.5%
5 FRONTKEN CORP	1.610	0128	5,820,700	3.21%	-3.59%	-1.83%	3.87%	Bullish/Buy only above 1.500		1.500	-6.8%
6 G3 GLOBAL	2.250	7184	73,800	2.27%	0.45%	5.63%	-3.02%	Bullish/Buy only above 2.130		2.127	-5.5%
7 GREEN PACKET	0.630	0062	9,057,900	1.61%	2.44%	9.57%	8.62%	Bullish/Buy only above 0.590		0.509	-3.3%
8 JAYCORP	0.960	7152	86,500	2.67%	0.52%	-0.52%	-2.04%	Bullish/Buy only above 0.960		0.937	-2.3%
9 KOSSAN RUBBER INDUSTRIES	4.230	7153	1,599,100	0.24%	1.20%	1.44%	4.70%	Bullish/Buy only above 4.250		4.070	-3.8%
10 PENTAMASTER CORP	3.530	7160	307,100	1.15%	-2.22%	-4.08%	2.62%	Bullish/Buy only above 3.400		3.322	-5.9%
11 MBM RESOURCES	4.190	5983	1,131,600	1.45%	-0.95%	24.33%	-25.07%	Bullish/Buy only above 4.210		4.020	-4.1%

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 AMMB HLDS	3.980	1015	3,251,200	-5.24%	-3.40%	1.79%	-3.63%	Bearish/Sell only below 3.980		3.980	
2 APM AUTOMOTIVE HLDS	2.380	5015	83,700	-0.83%	0.00%	-2.86%	-4.80%	Bearish/Sell only below 2.380		2.380	
3 BERJAYA CORP	0.255	3395	753,700	-1.92%	-1.92%	-1.92%	-1.92%	Bearish/Sell only below 0.255		0.255	
4 CAB CAKARAN CORP	0.455	7174	1,002,300	-3.19%	-4.21%	-2.15%	-9.00%	Bearish/Sell only below 0.450		0.450	
5 DESTINI	0.210	7212	1,710,000	-4.55%	-6.67%	-12.50%	-16.00%	Bearish/Sell only below 0.210		0.210	
6 KUMPULAN PERANGSANG SELANGOR	0.710	5843	142,000	-1.39%	-1.39%	-8.97%	-23.24%	Bearish/Sell only below 0.710		0.710	
7 NEXTGREEN GLOBAL	0.385	7241	137,400	-6.10%	-4.94%	-3.75%	-7.23%	Bearish/Sell only below 0.385		0.385	
8 PETRONAS GAS	15.540	6033	512,500	-3.36%	-1.02%	-2.75%	-3.12%	Bearish/Sell only below 15.540		15.540	
9 RGB INTERNATIONAL	0.185	0037	1,626,200	-5.13%	-2.63%	-5.13%	-5.13%	Bearish/Sell only below 0.185		0.185	
10 SHANGRI-LA HOTELS	4.970	5577	1,000	-6.23%	2.90%	2.26%	-5.33%	Bearish/Sell only below 4.970		4.970	
11 TECHFAST HLDS	0.290	0084	640,000	-1.69%	1.75%	0.00%	-9.38%	Bearish/Sell only below 0.285		0.285	
12 TROPICANA CORP	0.840	5401	303,300	-1.75%	-1.18%	-2.33%	-0.59%	Bearish/Sell only below 0.840		0.840	

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 NETX HLDS	0.010	0020	214,928,496	Strongly Bearish	Falling	-33.33%	-33.33%	-33.33%	-33.33%	Avoid/Strong Bear			
2 BUMI ARMADA	0.250	5210	191,931,392	Strongly Bullish	Rising	-1.96%	13.64%	11.11%	13.64%	Hold/Strong Bull		0.230	-7.9%
3 EKOVEST	0.820	8877	35,615,800	Weaker Bullish	Rising	-1.20%	-0.61%	0.61%	-1.80%	Hold/Weaker Bull		0.767	-4.0%
4 VSOLAR GRP	0.135	0066	34,603,900	Strongly Bearish	Flat	-3.57%	0.00%	-10.00%	-18.18%	Avoid/Strong Bear			
5 SAPURA ENERGY	0.270	5218	31,156,100	Strongly Bearish	Rising	-1.82%	1.89%	0.00%	-6.90%	Avoid/Strong Bear	but expect near-term strength		
6 UZMA	0.735	7250	29,172,500	Mild Bullish(Caution)	Rising	8.89%	14.84%	8.09%	17.60%	Neutral(PT)			
7 KNM GRP	0.365	7164	26,689,900	Weaker Bullish	Flat	-3.95%	2.82%	-2.67%	-7.59%	Hold/Weaker Bull		0.348	-4.6%
8 TA WIN HLDS	0.115	7097	26,492,700	Strongly Bearish	Rising	-4.17%	-4.17%	-14.81%	-39.47%	Avoid/Strong Bear	but expect near-term strength		
9 MNC WIRELESS	0.080	0103	18,116,500	Bullish	Falling	0.00%	-11.11%	0.00%	33.33%	Hold/Bull	but expect near-term weakness	0.077	-3.8%
10 IRIS CORP	0.155	0010	16,467,900	Mild Bearish(Caution)	Flat	0.00%	-3.13%	-3.13%	3.33%	Neutral(NT)			
11 PUC	0.065	0007	15,599,700	Strongly Bearish	Falling	0.00%	0.00%	-13.33%	-13.33%	Avoid/Strong Bear			
12 AIRASIA X	0.175	5238	14,463,300	Strongly Bearish	Falling	0.00%	-10.26%	-14.63%	-20.45%	Avoid/Strong Bear			
13 ORION IXL	0.090	0079	14,328,700	Strongly Bearish	Flat	-5.26%	-10.00%	-28.00%	-33.33%	Avoid/Strong Bear			
14 EDUSPEC HLDS	0.055	0107	13,401,600	Bullish	Rising	0.00%	10.00%	-8.33%	22.22%	Hold/Bull		0.050	-9.1%
15 PCCS GRP	0.430	6068	13,400,100	Strongly Bearish	Falling	-32.24%	-14.85%	-24.55%	-14.85%	Avoid/Strong Bear			
16 SMTRACK	0.230	0169	11,928,400	Strongly Bullish	Falling	0.00%	2.22%	9.52%	31.43%	Hold/Strong Bull	but expect near-term weakness	0.215	-6.5%
17 ISKANDAR WATERFRONT CITY	0.910	1589	11,475,400	Strongly Bearish	Falling	-0.55%	-3.19%	1.68%	-4.71%	Avoid/Strong Bear			
18 ANZO HLDS	0.030	9342	10,772,200	Strongly Bearish	Falling	0.00%	0.00%	-14.29%	-14.29%	Avoid/Strong Bear			
19 IHH HEALTHCARE	5.760	5225	10,607,300	Strongly Bullish	Flat	-0.52%	1.05%	1.23%	0.52%	Hold/Strong Bull		5.587	-3.0%
20 SIME DARBY	2.270	4197	10,267,500	Mild Bullish(Caution)	Flat	-0.87%	8.61%	6.07%	6.07%	Neutral(PT)			

*Notes:
Price and volume shown are based on data filtered at the close of market on September 3, 2019.
Filtered list excludes Initial Public Offers (IPOs) for the year and certain other IPO stocks for last year.
Stop Loss 1 represents the level that indicates a potential change in upward momentum and an aggressive short term trader may choose to exit if the price falls below the said level. The level however does not necessarily mean a change in the trend.
AE represents added emphasis on the stock as it has a higher probability of the indicator call being accurate.
Neutral (PT) - Neutral with positive tilt
Neutral (NT) - Neutral with negative tilt

Colour legend:
Instruments/markets that are strong in their trend and momentum
Instruments/markets that are weak in their trend and momentum
Instruments/markets with positive performance over the respective time periods
Instruments/markets with negative performance over the respective time periods