



10 November 2020

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Ho Wah Genting Bhd (HWGB, 9601)

By Rakuten Trade Research Team

Technical View

CONTRA TRADE ONLY

3.00X

Collateral Value



Ho Wah Genting Bhd (9601)

- HWGB closed at RM0.80 yesterday.
- Share price continued with its gradual recovery with improving trading volume recently building a strong support base. The announcement of its subsidiary obtaining approval from Indonesia's health ministry to manufacture medical products are one of many positive developments and transformation into a healthcare company is set to attract interest in the stock.
- As such, resistance levels are seen at RM0.96 (R1) and RM1.16 (R2) level.
- For downside support, support levels are at RM0.62 (S1) and RM0.41 (S2).

Basic Data		Technical		Ratings	
52-week High	RM1.52	Resistance 2	RM1.16	MACD	Neutral
52-week Low	RM0.06	Resistance 1	RM0.96	RSI	Neutral
Current Level	RM0.80	Support 1	RM0.62	Stochastic	Neutral
		Support 2	RM0.41	Trend	Neutral



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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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