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TRADING RADAR

Resumption of An Uptrend

Strategy Report

The FBM KLCI is technically bullish on the weekly chart.

After an uptrend that lasted 5 quarters from 3Q23 until 3Q24 which corresponded with rising RSI and positive MACD, the FBM KLCI reversed course into a downtrend during the subsequent 3 quarters from 4Q24 until 2Q25 duly corresponded with falling RSI and negative MACD.

Uptrend followed by downtrend during past two years.

Currently, the RSI has begun to rise again and MACD returned into positive. These are bullish signs for the FBM KLCI marking the resumption of an uptrend with positive price performance going forward.

Fledgling uptrend seen beginning mid-2025…

FBM KLCI



Technical highlights:

- RSI has begun to rise again.
- MACD line rising and histogram returned into positive.
- Expect upward price trend channel to form beginning in 3Q25.
- Price resistance at 1,680 points.

Fundamental highlights:

- Index trading at PER25 of 13.9x (below 10-year average of 16.0x).
- Year-end 2025 baseline/optimistic targets of 1,590/1,670 points.

The FBM KLCI is anticipated to form an upward price trend channel beginning in 3Q25. Meanwhile, the price resistance is pegged at 1,680 points which equates to the peak of its previous uptrend in 3Q24.

…with resistance pegged at 1,680 points.

Therefore, we recommend taking long (buy) trading position on select stocks within our coverage universe with favorable weekly technical signals, namely (1) rising yet unstretched RSI, as well as (2) MACD with rising line and positive histogram.

Take long (buy) trading position on select stocks.

As per the above parameters, our current Top 5 technical stock picks are:

Bursa Malaysia Berhad



Technical highlights:

- RSI trending higher and still unstretched at 48.
- MACD line rising and histogram returned into positive.
- Expect price to rebound with resistance at **RM9.00** (EPR: 14.6%).

Fundamental highlights:

- Strong trading activities in FY24 may not be repeatable this year in light of an expected increase in volatility.
- However, we are not ruling out some recovery in trading activities in 2HFY25.
- Bursa is targeting a marginally lower FY25 PBT of between RM369m and RM408m.

Eco World Development Group Berhad



Technical highlights:

- RSI rebounding higher albeit still unstretched at 59.
- MACD line reverting higher and histogram returned into positive.
- Expect price to remain in an uptrend with breakout target of **RM2.40** (EPR: 15.9%).

Fundamental highlights:

- New sales momentum was strong with total new sales at RM2.99b in 7MFY25, making up 85% of new sales target of RM3.5b.
- Data centre build and lease deal drives recurring income growth.
- FY26 earnings will be boosted by recognition of land sales of >RM1.3b.

Gas Malaysia Berhad



Technical highlights:

- RSI creeping higher and still unstretched at 56.
- MACD line reverting higher and histogram just returned into positive.
- Expect price to breakout of an uptrend consolidation with target of **RM5.00** (EPR: 15.5%).

Fundamental highlights:

- Higher demand for gas in tandem with higher industrial activities and increased consumer spending,
- Launch of its biomethane injection station as its ongoing effort in renewables, which will be operational in 2HCY25, in line with the growing demand for renewable energy and green fuel in the midst of energy transition.

Mah Sing Group Berhad



Technical highlights:

- RSI trending higher and still unstretched at 49.
- MACD line rising and histogram returned into positive.
- Expect price to rebound with resistance at **RM1.60** (EPR: 27.0%).

Fundamental highlights:

- Set higher new sales target at RM2.65b for FY25 after hitting new sales of RM2.41b in FY24.
- Higher 1QFY25 earnings at RM63.6m (+12.2%yoy), driven by higher progress billing of ongoing projects in Klang Valley and Johor
- Mah Sing DC Hub @ Southville City supports recurring income growth.

Malayan Cement Berhad



Technical highlights:

- RSI creeping higher and still unstretched at 51.
- MACD line reverting higher and histogram returned into positive.
- Expect price to rebound toward 52-week high of **RM5.95** (EPR: 20.4%).

Fundamental highlights:

- Malayan Cement posted a strong 3QFY25 performance, with core net profit jumping +26.5%yoy to RM183m, supported by margin expansion, lower finance costs, and improved cost efficiency across its operations.
- Management highlighted a ~+20%yoy increase in ready-mixed concrete sales volume, driven by robust demand from the industrial and commercial segments - underscoring the group's growing traction in high-value verticals.
- With sector tailwinds from large-scale infrastructure and private sector projects in 2HCY25, including Penang LRT, Penang International Airport Expansion and Data Centres, Malayan Cement remains a prime beneficiary of Malaysia's construction recovery cycle.
- Expectation of sustained margin uplift and robust earnings scalability in tandem with Malaysia's construction upcycle.

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TECHNICAL STOCK RECOMMENDATIONS

TECHNICAL BUY	The share price return is expected to rise by >10% over the next 2 months.
ADD	The share price return is expected to rise by >5% over the next 1 month.
REDUCE	The share price return is expected to fall by >5% over the next 1 month.
TECHNICAL SELL	The share price return is expected to fall by >10% over the next 2 months.