

# Technical Pulse



SINGAPORE | TECHNICAL ANALYSIS | UPDATE

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## Singapore Technologies Engineering Ltd (Current Price: \$3.89) - Technical BUY

Buy Spot: 3.89   Stop loss: 3.80   Take profit: 4.15



**ST Engineering (SGX: S63)** is expected to resumes it bullish rally based on the technicals below:

1. Hammer formation at the support level 1 at **3.86**.
2. What is encouraging is the closing price of the hammer is near the immediate support at 3.88. This signifies a bullish return to the stock.
3. Falling wedge formation.
4. Bearish gap down between 4.19-4.15 is waiting to be filled.
5. RSI Bullish divergence.

### CHART LEGENDS

#### Relative Strength Index

**Period =14**

Red Line = Overbought at 60  
Green Line = Oversold at 40

\*key resistance level of 4.00 will be tested and should it breaks, the chances of the stock rallying toward 4.15 is high also.

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