

Technical Pulse

04 Aug 2016

SINGAPORE | TECHNICAL ANALYSIS | UPDATE

China Aviation Ltd – Daily timeframe (Update from 05 July 2016)



Current Sentiment: **Bullish**

Support 1: 1,390 Resistance 1: 1,600
Support 2: 1,335 Resistance 2: 1,660

Price moved along the uptrend as expected and started to range after testing the 1,500 psychological round number resistance since 14/07/16.

The range lasted for 4 weeks but the buyers reappeared again on 08/03/16. **There was a surging volume bullish breakout above the 1,500 resistance area on 08/03/16 suggesting the bullish momentum is well and alive.**

Expect price to continue climbing in the uptrend next to test the 1,600 resistance area followed by 1,660.

Note: Our current fundamental view on China Aviation is a buy rating with a fair value of \$1.920

Frasers Cpt Tr - Daily timeframe



Current Sentiment: **Bullish**

Support 1: 2,070 Resistance 1: 2,230
Support 2: 2,030 Resistance 2: 2,290

Price trended higher after breaking above the 2.03 resistance area on 28/06/16 and remain firmly in the uptrend.

The recent correction from 20/07/16 was held up by the confluence of 38.2% Fibonacci retracement level and 2.07 support area. Moreover, **the bullish break and close above the pullback line and 20 day moving average signals further upside next.**

Expect price to head higher to test the 2.23 immediate resistance area.

Ara Asset Mgt Ltd – Daily timeframe (Update from 30 June 2016)



Current Sentiment: **Bullish**

Support 1: 1,290 Resistance 1: 1,375
Support 2: 1,245 Resistance 2: 1,410

Price went further into a correction after the last update instead but the move was halted by the 1,290 support area and 200 day moving average.

The 03/08/16 bullish price action off the support area resulted in price breaking and closing above the pullback line and 20 day moving average indicates sign of strength in the background. Moreover, the bullish break was backed by increasing volume.

Price should head higher next to test the 1,375 resistance area followed by 1,410.

Red line = 20 day moving average, blue line = 60 day moving average, Green line = 200 day moving average

Source: Bloomberg, Phillip Securities Research Pte Ltd

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