



Technical Pulse

20 July 2017

SINGAPORE | TECHNICAL ANALYSIS | UPDATE

Technical Buy

MM2 Asia Ltd – Daily timeframe (Update from 1 November 2016)



\*Entry Price: 0.600 Stop loss : 0.530 Take profit : 0.645

\*MM2 Asia Ltd will be added into the Phillip 20 Portfolio once the trade is triggered

Current Sentiment: **Bullish**

Support 1: 0.535 Resistance 1: 0.645  
Support 2: 0.515 Resistance 2: 0.700

Price continued to move along the uptrend after the last update as the 20 and 60 day moving average relentlessly propelled price higher.

A significant correction eventually happened after the 0.645 resistance area reversed the bullish momentum since 06/06/17. However, the long term uptrend remains firmly intact shown by the strong support off the confluence of 20/60 day moving average, 0.540 support area and 61.8% Fibonacci retracement level.

The 20/60 day moving average once again halted to correction and as a result, there was a strong bullish break above the downtrend line and 20 day moving average on 19/07/17 with increasing volume suggests the resurgence of the buyers.

Expect the uptrend to resume next for price to test the 0.645 resistance area followed by 0.700.

Technical Buy

Frencken Ltd – Daily timeframe



\*Entry Price: 0.525 Stop loss : 0.445 Take profit : 0.600

\*Frencken Ltd will be added into the Phillip 20 Portfolio once the trade is triggered

Current Sentiment: **Bullish**

Support 1: 0.460 Resistance 1: 0.550  
Support 2: 0.540 Resistance 2: 0.600

Price has been moving in a steady uptrend since February 2017 with rising volume and the uptrend still looks healthy.

There was some correction lately off the 0.550 resistance area that caused price to consolidate around the 20 day moving average for the past 5 weeks but the breakout finally occurred.

The support off the 38.2% Fibonacci retracement level managed to halt the correction where price subsequently builds a base since 22/06/17. Moreover, the strong bullish break above the 20 day moving average and 0.505 range high on 19/07/17 with increasing volume suggests the resumption of the uptrend.

Expect price to rise next to test the 0.550 resistance area followed by 0.600.

Red line = 20 period moving average, Blue line = 60 period moving average, Green line = 200 period moving average

\*Entry price derived from 1 tick above the high of the setup bar  
Source: Bloomberg, Phillip Securities Research Pte Ltd

Jeremy Ng (+65 6212 1857)  
jeremyngch@phillip.com.sg

**The Phillip 20 Portfolio - Our top technical picks**

Company Name	Ticker	L	Entry Date	Entry price	Stop Loss	Last price	Current gain/loss (%)
BLACKGOLDNATURAL	41H	Long	<a href="#">6-Jul-17</a>	0.137	0.103	0.135	-1.46%
CHINA AVIATION	G92	Long	<a href="#">29-Mar-17</a>	1.520	1.555	1.765	16.12%
CHINA SUNSINE	CH8	Long	<a href="#">11-Jul-17</a>	0.805	0.740	0.870	8.07%
COGENT	KJ9	Long	<a href="#">22-Mar-17</a>	0.780	0.725	0.770	-1.28%
F & N	F99	Long	<a href="#">24-Mar-17</a>	2.220	2.220	2.400	8.11%
HMI	588	Long	<a href="#">17-Jul-17</a>	0.690	0.635	0.680	-1.45%
HI-P	H17	Long	<a href="#">7-Jul-17</a>	0.950	0.840	1.040	9.47%
METRO	M01	Long	<a href="#">9-Mar-17</a>	1.105	1.060	1.195	8.14%
RIVERSTONE	AP4	Long	<a href="#">12-Jul-17</a>	1.065	0.995	1.050	-1.41%
SHENG SIONG	OV8	Long	<a href="#">5-Apr-17</a>	0.985	0.895	0.990	0.51%
SUNPOWER	5GD	Long	<a href="#">30-Mar-17</a>	0.825	0.595	0.700	-15.15%
THAIBEV	Y92	Long	<a href="#">14-Mar-17</a>	0.955	0.825	0.920	-3.66%
UMS	558	Long	<a href="#">13-Jul-17</a>	1.075	0.930	1.130	5.12%
UPP HOLDINGS LTD	UO9	Long	<a href="#">24-Mar-17</a>	0.300	0.250	0.285	-5.00%
VALUETRONICS	BN2	Long	<a href="#">14-Jul-17</a>	0.825	0.740	0.835	1.21%

\*Average gain is calculated based on equal weight placed on each trade from their respective entry dates

Average Unrealized Gain: **1.31%**

**Monthly Phillip 20 realized performance:**

<a href="#">May 17 performance</a>	<b>3.37%</b>
<a href="#">June 17 performance</a>	<b>0.33%</b>
July 17 Performance	<b>1.81%</b>

\*Take profit will be updated accordingly in the future technical pulse report

## Contact Information (Singapore Research Team)

## Head of Research

Paul Chew – paulchewkl@phillip.com.sg

## Research Operations Officer

Mohamed Amiruddin - amiruddin@phillip.com.sg

## Consumer | Healthcare

Soh Lin Sin - sohls@phillip.com.sg

## Property | Infrastructure

Peter Ng - peterngmc@phillip.com.sg

## Macro

Pei Sai Teng - peist@phillip.com.sg

## Transport | REITs (Industrial)

Richard Leow, CFTe, FRM - richardleowwt@phillip.com.sg

## REITs (Commercial, Retail, Healthcare) | Property

Dehong Tan - tandh@phillip.com.sg

## Technical Analysis

Jeremy Ng - jeremyngch@phillip.com.sg

## Banking and Finance

Jeremy Teong - jeremyteongfh@phillip.com.sg

## US Equity

Ho Kang Wei - hokw@phillip.com.sg

## Oil &amp; Gas | Energy

Chen Guangzhi - chengz@phillip.com.sg

## Contact Information (Regional Member Companies)

## SINGAPORE

## Phillip Securities Pte Ltd

Raffles City Tower  
250, North Bridge Road #06-00  
Singapore 179101  
Tel +65 6533 6001  
Fax +65 6535 6631  
Website: www.poems.com.sg

## MALAYSIA

## Phillip Capital Management Sdn Bhd

B-3-6 Block B Level 3 Megan Avenue II,  
No. 12, Jalan Yap Kwan Seng, 50450  
Kuala Lumpur  
Tel +603 2162 8841  
Fax +603 2166 5099  
Website: www.poems.com.my

## HONG KONG

## Phillip Securities (HK) Ltd

11/F United Centre 95 Queensway  
Hong Kong  
Tel +852 2277 6600  
Fax +852 2868 5307  
Websites: www.phillip.com.hk

## JAPAN

## Phillip Securities Japan, Ltd.

4-2 Nihonbashi Kabuto-cho Chuo-ku,  
Tokyo 103-0026  
Tel +81-3 3666 2101  
Fax +81-3 3666 6090  
Website: www.phillip.co.jp

## INDONESIA

## PT Phillip Securities Indonesia

ANZ Tower Level 23B,  
Jl Jend Sudirman Kav 33A  
Jakarta 10220 – Indonesia  
Tel +62-21 5790 0800  
Fax +62-21 5790 0809  
Website: www.phillip.co.id

## CHINA

## Phillip Financial Advisory (Shanghai) Co Ltd

No 550 Yan An East Road,  
Ocean Tower Unit 2318,  
Postal code 200001  
Tel +86-21 5169 9200  
Fax +86-21 6351 2940  
Website: www.phillip.com.cn

## THAILAND

## Phillip Securities (Thailand) Public Co. Ltd

15th Floor, Vorawat Building,  
849 Silom Road, Silom, Bangrak,  
Bangkok 10500 Thailand  
Tel +66-2 6351700 / 22680999  
Fax +66-2 22680921  
Website www.phillip.co.th

## FRANCE

## King &amp; Shaxson Capital Limited

3rd Floor, 35 Rue de la Bienfaisance 75008  
Paris France  
Tel +33-1 45633100  
Fax +33-1 45636017  
Website: www.kingandshaxson.com

## UNITED KINGDOM

## King &amp; Shaxson Capital Limited

6th Floor, Candlewick House,  
120 Cannon Street,  
London, EC4N 6AS  
Tel +44-20 7426 5950  
Fax +44-20 7626 1757  
Website: www.kingandshaxson.com

## UNITED STATES

## Phillip Capital Inc

141 W Jackson Blvd Ste 3050  
The Chicago Board of Trade Building  
Chicago, IL 60604 USA  
Tel +1-312 356 9000  
Fax +1-312 356 9005  
Website: www.phillipusa.com

## AUSTRALIA

## Phillip Capital Limited

Level 10, 330 Collins Street  
Melbourne, Victoria 3000, Australia  
Tel +61-03 9629 8288  
Fax +61-03 9629 8882  
Website: www.phillipcapital.com.au

## SRI LANKA

## Asha Phillip Securities Limited

2nd Floor, Lakshmans Building,  
No. 321, Galle Road,  
Colombo 03, Sri Lanka  
Tel: (94) 11 2429 100  
Fax: (94) 11 2429 199  
Website: www.ashaphillip.net

## INDIA

## PhillipCapital (India) Private Limited

No.1, 18th Floor, Urmi Estate  
95, Ganpatrao Kadam Marg  
Lower Parel West, Mumbai 400-013  
Maharashtra, India  
Tel: +91-22-2300 2999 / Fax: +91-22-2300 2969  
Website: www.phillipcapital.in

## TURKEY

## PhillipCapital Menkul Degerler

Dr. Cemil Bengü Cad. Hak Is Merkezi  
No. 2 Kat. 6A Caglayan  
34403 Istanbul, Turkey  
Tel: 0212 296 84 84  
Fax: 0212 233 69 29  
Website: www.phillipcapital.com.tr

## DUBAI

## Phillip Futures DMCC

Member of the Dubai Gold and  
Commodities Exchange (DGCX)  
Unit No 601, Plot No 58, White Crown Bldg,  
Sheikh Zayed Road, P.O.Box 212291  
Dubai-UAE  
Tel: +971-4-3325052 / Fax: + 971-4-3328895

## CAMBODIA

## Phillip Bank Plc

Ground Floor of B-Office Centre,#61-64,  
Norodom Blvd Corner Street 306,Sangkat  
Boeung Keng Kang 1, Khan Chamkamorn,  
Phnom Penh, Cambodia  
Tel: 855 (0) 7796 6151/855 (0) 1620 0769  
Website: www.phillipbank.com.kh

**Important Information**

This report is prepared and/or distributed by Phillip Securities Research Pte Ltd ("Phillip Securities Research"), which is a holder of a financial adviser's license under the Financial Advisers Act, Chapter 110 in Singapore.

By receiving or reading this report, you agree to be bound by the terms and limitations set out below. Any failure to comply with these terms and limitations may constitute a violation of law. This report has been provided to you for personal use only and shall not be reproduced, distributed or published by you in whole or in part, for any purpose. If you have received this report by mistake, please delete or destroy it, and notify the sender immediately.

The information and any analysis, forecasts, projections, expectations and opinions (collectively, the "Research") contained in this report has been obtained from public sources which Phillip Securities Research believes to be reliable. However, Phillip Securities Research does not make any representation or warranty, express or implied that such information or Research is accurate, complete or appropriate or should be relied upon as such. Any such information or Research contained in this report is subject to change, and Phillip Securities Research shall not have any responsibility to maintain or update the information or Research made available or to supply any corrections, updates or releases in connection therewith.

Any opinions, forecasts, assumptions, estimates, valuations and prices contained in this report are as of the date indicated and are subject to change at any time without prior notice. Past performance of any product referred to in this report is not indicative of future results.

This report does not constitute, and should not be used as a substitute for, tax, legal or investment advice. This report should not be relied upon exclusively or as authoritative, without further being subject to the recipient's own independent verification and exercise of judgment. The fact that this report has been made available constitutes neither a recommendation to enter into a particular transaction, nor a representation that any product described in this report is suitable or appropriate for the recipient. Recipients should be aware that many of the products, which may be described in this report involve significant risks and may not be suitable for all investors, and that any decision to enter into transactions involving such products should not be made, unless all such risks are understood and an independent determination has been made that such transactions would be appropriate. Any discussion of the risks contained herein with respect to any product should not be considered to be a disclosure of all risks or a complete discussion of such risks.

Nothing in this report shall be construed to be an offer or solicitation for the purchase or sale of any product. Any decision to purchase any product mentioned in this report should take into account existing public information, including any registered prospectus in respect of such product.

Phillip Securities Research, or persons associated with or connected to Phillip Securities Research, including but not limited to its officers, directors, employees or persons involved in the issuance of this report, may provide an array of financial services to a large number of corporations in Singapore and worldwide, including but not limited to commercial / investment banking activities (including sponsorship, financial advisory or underwriting activities), brokerage or securities trading activities. Phillip Securities Research, or persons associated with or connected to Phillip Securities Research, including but not limited to its officers, directors, employees or persons involved in the issuance of this report, may have participated in or invested in transactions with the issuer(s) of the securities mentioned in this report, and may have performed services for or solicited business from such issuers. Additionally, Phillip Securities Research, or persons associated with or connected to Phillip Securities Research, including but not limited to its officers, directors, employees or persons involved in the issuance of this report, may have provided advice or investment services to such companies and investments or related investments, as may be mentioned in this report.

Phillip Securities Research or persons associated with or connected to Phillip Securities Research, including but not limited to its officers, directors, employees or persons involved in the issuance of this report may, from time to time maintain a long or short position in securities referred to herein, or in related futures or options, purchase or sell, make a market in, or engage in any other transaction involving such securities, and earn brokerage or other compensation in respect of the foregoing. Investments will be denominated in various currencies including US dollars and Euro and thus will be subject to any fluctuation in exchange rates between US dollars and Euro or foreign currencies and the currency of your own jurisdiction. Such fluctuations may have an adverse effect on the value, price or income return of the investment.

To the extent permitted by law, Phillip Securities Research, or persons associated with or connected to Phillip Securities Research, including but not limited to its officers, directors, employees or persons involved in the issuance of this report, may at any time engage in any of the above activities as set out above or otherwise hold an interest, whether material or not, in respect of companies and investments or related investments, which may be mentioned in this report. Accordingly, information may be available to Phillip Securities Research, or persons associated with or connected to Phillip Securities Research, including but not limited to its officers, directors, employees or persons involved in the issuance of this report, which is not reflected in this report, and Phillip Securities Research, or persons associated with or connected to Phillip Securities Research, including but not limited to its officers, directors, employees or persons involved in the issuance of this report, may, to the extent permitted by law, have acted upon or used the information prior to or immediately following its publication. Phillip Securities Research, or persons associated with or connected to Phillip Securities Research, including but not limited to its officers, directors, employees or persons involved in the issuance of this report, may have issued other material that is inconsistent with, or reach different conclusions from, the contents of this report.

The information, tools and material presented herein are not directed, intended for distribution to or use by, any person or entity in any jurisdiction or country where such distribution, publication, availability or use would be contrary to the applicable law or regulation or which would subject Phillip Securities Research to any registration or licensing or other requirement, or penalty for contravention of such requirements within such jurisdiction.

This report is intended for general circulation only and does not take into account the specific investment objectives, financial situation or particular needs of any particular person. The products mentioned in this report may not be suitable for all investors and a person receiving or reading this report should seek advice from a professional and financial adviser regarding the legal, business, financial, tax and other aspects including the suitability of such products, taking into account the specific investment objectives, financial situation or particular needs of that person, before making a commitment to invest in any of such products.

This report is not intended for distribution, publication to or use by any person in any jurisdiction outside of Singapore or any other jurisdiction as Phillip Securities Research may determine in its absolute discretion.

**IMPORTANT DISCLOSURES FOR INCLUDED RESEARCH ANALYSES OR REPORTS OF FOREIGN RESEARCH HOUSES**

Where the report contains research analyses or reports from a foreign research house, please note:

- (i) recipients of the analyses or reports are to contact Phillip Securities Research (and not the relevant foreign research house) in Singapore at 250 North Bridge Road, #06-00 Raffles City Tower, Singapore 179101, telephone number +65 6533 6001, in respect of any matters arising from, or in connection with, the analyses or reports; and
- (ii) to the extent that the analyses or reports are delivered to and intended to be received by any person in Singapore who is not an accredited investor, expert investor or institutional investor, Phillip Securities Research accepts legal responsibility for the contents of the analyses or reports.