

TRADING RADAR

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Axiata Group Berhad

(6888 | AXIATA MK) Telecommunications & Media | Telecommunications service provider

Technical Target Price: RM2.85

Technical highlights:

- Share price encountered resistance in March 2024
- Thenceforth oscillated between RM2.90 and RM2.50
- Recently its RSI dipped into oversold territory before rebounded
- Subsequently the RSI made a H-L
- But concurrently share price made a L-L
- H-L on RSI with L-L on share price = bullish divergence
- Expect share price to see a technical rebound in the near-term
- We pegged a technical target price of RM2.85

Technical chart & commentary:

Kifni published on TradingView.com, Jul 11, 2024 17:14 UTC+8



TradingView
 Source: [TradingView](#), MIDFR

- The share price of Axiata began to recover from its bottom at circa RM2.20 in November 2023. The recovery was in line with the improving broader equity market sentiment.
- Its share price made a gradual ascent until it encountered resistance at circa RM2.90 in March 2024. Thenceforth, it oscillated between RM2.90 and RM2.50 range.
- The recent downward price oscillation brought its Relative Strength Index (RSI) into oversold territory before it swiftly rebounded and subsequently made a higher-low (H-L).
- Nonetheless, its share price concurrently made a lower-low (L-L).
- Technically, a H-L on RSI with a L-L on share price constitute a bullish divergence. As the name implies, a bullish divergence portends a rising share price.
- Hence, we expect Axiata share price to see a rebound in the near-term with a technical target price of RM2.85.

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