Technical Focus

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Capital A Bhd

Boosted by strong revival in tourism activities

- Transformed from one of the leading ASEAN airline service providers into a digital travel and lifestyle platform that leverages on data and technology.
- Re-activated 157 aircrafts at end-1Q23, which represents only 70.0% of the fleet in 2019 and is on track fully operates their aircrafts in 3Q23.
- Future growth will be driven by plans to operate 290 routes (25 routes more than 2019) that is in line with the strong revival in tourism activities across the globe.
- Technically, traders may anticipate for a potential consolidation breakout above RM0.81 to target the next resistances at RM0.855-0.88 with long term target set at RM1.00.

CAPITALA daily: Monitor for breakout

M+ Wiz

CAPITAL A BHD

Last Price (RM)	0.810
5 Day Change (%)	3.2
1 Day Range Percentile (%)	100.0
5 Day Range Percentile (%)	72.7
52Week Range Percentile (%)	78.1
Volatility 30D	26.9
EMA9, EMA20, EMA60 Trend	Uptrend
Price vs. EMA20 (%)	3.2
DMI DI+	29.7
DMI DI-	16.7
ADX	15.5
Price Skew	UP
RSI 14D	65.2
RSI OB/OS	Positive
Price vs. Bollinger Band (%)	99.7
Bloomberg	

Financial snapshot

FYE Jun	FY22	FY23f	FY24f
Revenue (RM m)	6437.1	10618.5	12022.0
Net profit (RM m)	-2626.4	129.0	432.7
Shares (m)	4168.5	4168.5	4168.5
EPS (sen)	-63.0	3.1	10.4
DPS (sen)	-	-	-
P/E (x)	-	26.2	7.8
DY (%)	-	-	-
Bloomberg			

Trading Catalyst

- Capital A Bhd (CAPITALA) has transformed from one of the leading ASEAN airline service providers into a digital travel and lifestyle platform that leverages on data and technology. At end-1QFY23, CAPITAL recorded 1.4m BigPay users, 12.9m Airasia SuperApp monthly users and 5.7m teleport deliveries.

- CAPITALA has re-activated 157 aircrafts at end-1Q23, which represents only 70.0% of the fleet in 2019 and is on track fully operates their aircrafts in 3Q23. Meanwhile, we gather that load factor has improved to 89.0% during the quarter vs. 75.0% recorded in 1Q22, driven by all round improvement across Malaysia, Thailand, Indonesia and Philippines operations.

- We gather financial position in 1Q23 has turned more stable, driven by stronger contribution from the aviation segment, coupled with the lower fuel prices. With plans to operate 290 routes (25 routes more than 2019), we reckon that further growth is largely on the cards, driven by the strong revival in tourism activities across the globe.

Technical Outlook

- Technically, price has recovered since end-November 2022. After climbing above SMA200 in early January 2023, price has formed an uptrend formation, with the higher high and higher low formation in shape. After close to 3 months of consolidation, traders may anticipate for a potential breakout above RM0.81 to target the next resistances at RM0.855-0.88 with long term target set at RM1.00. Support is pegged at RM0.75 and cut loss is located at RM0.745.

Disclaimer

Glossary

Last Price (RM)	Last closing price
5 Day Change (%)	Percent change in price over the last five days. The formula is: [(Last Trade - Closing Price Five Days Ago) / Closing Price Five Days Ago] x 100.
1 Day Range Percentile (%)	Calculates the percentile value within the 1-day range
5 Day Range Percentile (%)	Calculates the percentile value within the 5-day range
52 Week Range Percentile (%)	Calculates the percentile value within the 52-week range
Volatility 30D	A measure of the risk of price moves for a security calculated from the standard deviation of day-to-day logarithmic historical price changes. The 30-day price volatility equals the annualised standard deviation of the relative price change for the 30 most recent trading days closing price, expressed as a percentage.
EMA9, EMA20, EMA60 Trend	If EMA9 is greater than EMA20 and EMA20 is greater than EMA60 it will be stated as Uptrend. If the EMA9 is lesser than EMA20 and the EMA20 is lesser than EMA60, it will be stated as Downtrend, otherwise Consolidation.
Price vs. EMA20 (%)	Position of the price away from the EMA20 level
DMI DI+	Positive directional movement.
DMI DI-	Negative directional movement.
ADX	ADX is a moving average of the directional movement index.
Price Skew	If the average of 20 days closing price is greater than 20 days Median price, it will be stated Up. If the average of 20 days closing price is lower than 20 days Median price, it will be stated Down.
RSI 14D	RSI measures the momentum of a security to determine whether it is in an overbought or oversold condition. If RSI 14 days is greater or equal to 70, it will be stated Overbought.
RSI OB/OS	If the RSI 14 days is greater or equal to 50, but lower than 70, it will be stated Positive. If the RSI 14 days is greater than 30, but lower than 50, it will be stated Negative. If the RSI 14 days is lower or equal to 30, it will be stated Oversold.
Price vs. Bollinger Band (%)	Position of the price compare to the Bollinger band in percentage